

September 4, 2018

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

**SUBJECT: Fiscal Year 2020 Budget Request**

Dear Governor Ducey:

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

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

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

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

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

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

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

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

### **AHCCCS Complete Care (ACC)**

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

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

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

**Table A. Transition FMAP for ESA**

| <b>Period</b>      | <b>FMAP</b> |
|--------------------|-------------|
| Jan 17 - Sep 17    | 89.85%      |
| Oct 17 - Dec 17    | 89.98%      |
| Jan 18 - Sep 18    | 91.59%      |
| Oct 18 - Dec 18    | 91.61%      |
| Jan 19 - Dec 19    | 93.00%      |
| Jan 20 - Permanent | 90.00%      |

**Newly Eligible Adults (106-138% FPL)**

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

**Table B. Newly Eligible FMAP for NEA**

| <b>Period</b> | <b>FMAP</b> |
|---------------|-------------|
| CY 2016       | 100.00%     |
| CY 2017       | 95.00%      |
| CY 2018       | 94.00%      |
| CY 2019       | 93.00%      |
| CY 2020       | 90.00%      |

**Hospital Assessment Fund**

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

**Table C. Hospital Assessment Collections**

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

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

## **Children's Health Insurance Program (CHIP)**

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

## **Other Populations Member Month Growth**

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

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

## Capitation Rates

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

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

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

## **Prescription Drug Rebates**

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

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

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

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

### **Hospital Reimbursement Programs**

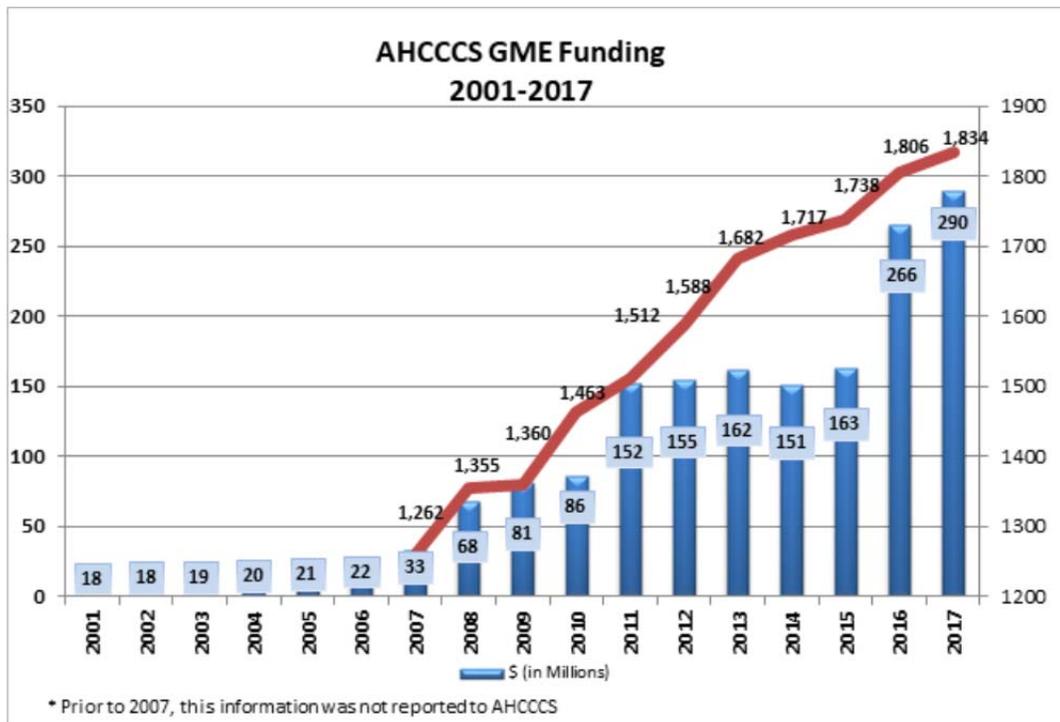
Disproportionate Share Hospital (DSH) - The ACA mandated reductions to the DSH allotments beginning in FFY 2014. However, the Protecting Access to Medicare Act delayed the DSH reductions until FFY 2017 and the Medicare Access and CHIP Reauthorization Act again delayed the reductions until FFY 2018. The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

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

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

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

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



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

### ACA Health Insurer Fee

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

## **Targeted Investments Program**

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

## **Opioid Epidemic Efforts**

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

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

## **Other Issues**

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

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

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

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

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

Sincerely,

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

Thomas J. Betlach  
Director



# State of Arizona Budget Request

State Agency

## Arizona Health Care Cost Containment System

A.R.S. Citation: 36-2901

### Appropriated Funds

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

### Governor DUCEY:

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

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

Agency Head: **Thomas Betlach**

Title: **Agency Director**

Thomas Betlach  9/4/2018

(signature)

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

### Non-Appropriated Funds

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

Prepared By: **Nicholas Seidel**

Email Address: [nicholas.seidel@azahcccs.gov](mailto:nicholas.seidel@azahcccs.gov)

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



## AHCCCS Acronyms

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

## AHCCCS Acronyms

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

## AHCCCS Acronyms

| <b>Acronym</b> | <b>Description</b>   |
|----------------|--|
| 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 Center  |
| HCBH           | High Cost Behavioral Health  |
| HCBS           | Home and Community Based Services                                  |
| HCFA           | Health Care Financing Administration (now known as CMS)            |
| HEAplus        | Health-e-Arizona Plus  |
| HHS            | Health and Human Services  |
| HIB            | Hospital Insurance Benefit   |
| HIF            | Health Insurer Fee   |
| HIFA           | Health Insurance Flexibility and Accountability Initiative         |
| HIPAA          | Health Insurance Portability and Accountability Act of 1996        |
| HIT            | Health Information Technology                                      |
| HIX            | Health Insurance Exchange  |
| HMO            | Health Maintenance Organization                                    |
| HPE            | Hospital Presumptive Eligibility                                   |
| HPM            | Health Programs Manager  |
| HRD            | Human Resources and Development                                    |

## AHCCCS Acronyms

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

## AHCCCS Acronyms

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

## AHCCCS Acronyms

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

# Arizona Health Care Cost Containment System

## Agency Administration and Management

**Arizona Governor  
Douglas A. Ducey**

**DIRECTOR  
Thomas J. Betlach**

**Office of Inspector General  
Sharon Ormsby**

**DEPUTY DIRECTOR  
Jami Snyder**

**CHIEF MEDICAL OFFICER  
Dr. Sara Salek**

**Business Intelligence  
& Analytics**  
Mike Sisson

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

**Healthcare Management  
Clinical & Operations**  
Virginia Rountree

**Intergovernmental Relations**  
Elizabeth Lorenz

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

**Administrative Legal Services**  
Matthew Devlin

**Business & Finance**  
Jeff Tegen

**Fee for Service Management**  
Markay Adams

**Member Services**  
Joni Shipman

**Information Services**  
Dan Lippert

**Eligibility System Program  
Administrator**  
Stacy Westerholm

**Healthcare Advocacy and  
Advancement**  
Dana Hearn

**Human Resources  
& Development**  
Roxanne Robles

**Continuous Improvement**  
Gloria Diaz

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

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

**Clinical Initiatives Project Manager**  
Shana Malone



**Effective Date: 7/18/18**



#### AGENCY DESCRIPTION

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



## AHCCCS MISSION, VISION, CORE VALUES, AND CREDO

### Mission statement:

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

### Vision statement:

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

### Core values:

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

**Credo:** Our first care is your health care.



**HCA - AHCCCS  
1000 - General Fund**

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 1000 General Fund

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

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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 1303 Proposition 204 Protection Account (TPTF) Fund

**AFIS Code**      **Category of Receipt and Description**

4191      LUXURY TAX

| FY 2018  | FY 2019  | FY 2020  |
|----------|----------|----------|
| 37,016.7 | 37,728.9 | 37,728.9 |
| 37,016.7 | 37,728.9 | 37,728.9 |

**Fund Total:**

**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

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System         |
| <b>Fund:</b>   | 1303 Proposition 204 Protection Account (TPTF) Fund |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

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

**SOURCES AND USES  
Justification**

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

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>1306 Tobacco Tax and Health Care Fund</b>       |

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

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| Personal Services                                | 0.0                       | 0.0                         | 0.0                         |
| Employee Related Expenses                        | 0.0                       | 0.0                         | 0.0                         |
| Prof. And Outside Services                       | 0.0                       | 0.0                         | 0.0                         |
| Travel - In State                                | 0.0                       | 0.0                         | 0.0                         |
| Travel - Out of State                            | 0.0                       | 0.0                         | 0.0                         |
| Food   | 0.0                       | 0.0                         | 0.0                         |
| Aid to Organizations and Individuals             | 36,862.6                  | 68,040.5                    | 68,040.5                    |
| Other Operating Expenses                         | 0.0                       | 0.0                         | 0.0                         |
| Equipment  | 0.0                       | 0.0                         | 0.0                         |
| Capital Outlay                                   | 0.0                       | 0.0                         | 0.0                         |
| Debt Service                                     | 0.0                       | 0.0                         | 0.0                         |
| Cost Allocation                                  | 0.0                       | 0.0                         | 0.0                         |
| Transfers  | 0.0                       | 0.0                         | 0.0                         |
| <b>Expenditure Categories Total:</b>             | <b>36,862.6</b>           | <b>68,040.5</b>             | <b>68,040.5</b>             |
| 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                         |
| <b>Appropriated Expenditure Total:</b>           | <b>36,862.6</b>           | <b>68,040.5</b>             | <b>68,040.5</b>             |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

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

### Fund Description

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

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

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 1310 Tobacco Products Tax Fund

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

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

**SOURCES AND USES  
Justification**

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>1310 Tobacco Products Tax Fund</b>              |

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

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| Personal Services                                | 0.0                       | 0.0                         | 0.0                         |
| Employee Related Expenses                        | 0.0                       | 0.0                         | 0.0                         |
| Prof. And Outside Services                       | 0.0                       | 0.0                         | 0.0                         |
| Travel - In State                                | 0.0                       | 0.0                         | 0.0                         |
| Travel - Out of State                            | 0.0                       | 0.0                         | 0.0                         |
| Food   | 0.0                       | 0.0                         | 0.0                         |
| Aid to Organizations and Individuals             | 17,627.3                  | 17,966.1                    | 17,966.1                    |
| Other Operating Expenses                         | 0.0                       | 0.0                         | 0.0                         |
| Equipment  | 0.0                       | 0.0                         | 0.0                         |
| Capital Outlay                                   | 0.0                       | 0.0                         | 0.0                         |
| Debt Service                                     | 0.0                       | 0.0                         | 0.0                         |
| Cost Allocation                                  | 0.0                       | 0.0                         | 0.0                         |
| Transfers  | 0.0                       | 0.0                         | 0.0                         |
| <b>Expenditure Categories Total:</b>             | <b>17,627.3</b>           | <b>17,966.1</b>             | <b>17,966.1</b>             |
| 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                         |
| <b>Appropriated Expenditure Total:</b>           | <b>17,627.3</b>           | <b>17,966.1</b>             | <b>17,966.1</b>             |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

| <b>Non-Appropriated Expenditure</b>         | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|---|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>               |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>        | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| Cap Transfer due to Fund Balance            | 0.0                       | 0.0                         | 0.0                         |
| Prior Commitments or Obligated Expenditures | 0.0                       | 0.0                         | 0.0                         |
| Non Appropriated 27th Pay Roll              | 0.0                       | 0.0                         | 0.0                         |
| <b>Non-Appropriated Expenditure Total:</b>  | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| <b>Non-Appropriated FTE:</b>                | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

### **Fund Description**

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

HCA - AHCCCS  
2000 - Federal Grant

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 2000 Federal Grant Fund

**AFIS Code      Category of Receipt and Description**

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

**HCA - AHCCCS  
2000 - Federal Grant**

**SOURCES AND USES  
Justification**

|   |
|---|
| <p>Expenditures in this fund are primarily for specific federally funded projects.</p> <p>FY18 expenditures includes a small amount for the Arizona State Immunization Information System (ASIS) pass-through and all Federal grants</p> <p>The projected revenues for FY 2019 and FY 2020 include funds for the DHS Arizona State Immunization Information System Registry, Mental Health Block Grant, Substance Abuse Prevention and Treatment Block Grant, Projects for Assistance in Transition from Homelessness Grant, Opioid State Targeted Response Grant, Medication Assisted Treatment-Prescription Drug Opioid Addiction Grant, and other discretionary grants from the Substance Abuse and Mental Health Services Administration.</p> <p>Any fund balance is a result of timing differences between the federal draw and payment.</p> |
|---|

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2000 Federal Grant Fund</b>                     |

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

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| 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                         |
| <b>Appropriated Expenditure Total:</b>           | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

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

### Fund Description

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

HCA - AHCCCS  
2120 - AHCCCS Fund

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

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

**Methodology used to develop projections:**

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

## Revenue Schedule

|                |   |             |  |
|----------------|---|-------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |             |  |
| <b>Fund:</b>   | 2120  | AHCCCS Fund |  |

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

**HCA - AHCCCS  
2120 - AHCCCS Fund**

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2120 AHCCCS Fund</b>                            |

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

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| 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                         |
| <b>Appropriated Expenditure Total:</b>           | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

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

### Fund Description

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

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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

Revenues include DSHP CPE and Federal transfers-in

**Methodology used to develop projections:**

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

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

## Revenue Schedule

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

**Fund:** 2130 Delivery System Reform Incentive Payment Fund

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

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System        |
| <b>Fund:</b>   | 2130 Delivery System Reform Incentive Payment Fund |

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

| <b>Appropriated Expenditure</b>                  | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                    |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| 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                 |
| <b>Appropriated Expenditure Total:</b>           | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |

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

### Fund Description

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

HCA - AHCCCS  
2223 - AZ Long Term Care System

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2223 Long Term Care System Fund</b>             |

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

| <u>Appropriated Expenditure</u>                  | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                    |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>             | 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                 |
| <b>Appropriated Expenditure Total:</b>           | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated FTE:</b>                         | 0.0               | 0.0                 | 0.0                 |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

Revenues are estimated based on prior year experience

## Revenue Schedule

|                |   |                               |  |
|----------------|---|-------------------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                               |  |
| <b>Fund:</b>   | 2227  | Substance Abuse Services Fund |  |

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

**Fund Total:**

|  |         |
|--|---------|
|  | 2,196.9 |
|  | 2,000.0 |
|  | 2,000.0 |

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

**SOURCES AND USES  
Justification**

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

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

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 2227 Substance Abuse Services Fund          |

| <u>Cash Flow Summary</u>                        | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| Balance Forward from Prior Year                 | 2,777.0           | 2,723.7             | 2,473.5             |
| Revenue (From Revenue Schedule)                 | 2,196.9           | 2,000.0             | 2,000.0             |
| Total Available                                 | 4,973.9           | 4,723.7             | 4,473.5             |
| Total Appropriated Disbursements                | 2,250.2           | 2,250.2             | 2,250.2             |
| Total Non-Appropriated Disbursements            | 0.0               | 0.0                 | 0.0                 |
| Balance Forward to Next Year                    | 2,723.7           | 2,473.5             | 2,223.3             |
| <u>Appropriated Expenditure</u>                 | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
| Expenditure Categories                          | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
| Personal Services                               | 0.0               | 0.0                 | 0.0                 |
| Employee Related Expenses                       | 0.0               | 0.0                 | 0.0                 |
| Prof. And Outside Services                      | 0.0               | 0.0                 | 0.0                 |
| Travel - In State                               | 0.0               | 0.0                 | 0.0                 |
| Travel - Out of State                           | 0.0               | 0.0                 | 0.0                 |
| Food  | 0.0               | 0.0                 | 0.0                 |
| Aid to Organizations and Individuals            | 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                 |
| <b>Expenditure Categories Total:</b>            | 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                 |
| <b>Appropriated Expenditure Total:</b>          | 2,250.2           | 2,250.2             | 2,250.2             |
| <b>Appropriated FTE:</b>                        | 0.0               | 0.0                 | 0.0                 |
| <u>Non-Appropriated Expenditure</u>             | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
| Expenditure Categories                          | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
| Personal Services                               | 0.0               | 0.0                 | 0.0                 |
| Employee Related Expenses                       | 0.0               | 0.0                 | 0.0                 |
| Prof. And Outside Services                      | 0.0               | 0.0                 | 0.0                 |
| Travel - In State                               | 0.0               | 0.0                 | 0.0                 |
| Travel - Out of State                           | 0.0               | 0.0                 | 0.0                 |
| Food  | 0.0               | 0.0                 | 0.0                 |
| Aid to Organizations and Individuals            | 0.0               | 0.0                 | 0.0                 |
| Other Operating Expenses                        | 0.0               | 0.0                 | 0.0                 |
| Equipment                                       | 0.0               | 0.0                 | 0.0                 |
| Capital Outlay                                  | 0.0               | 0.0                 | 0.0                 |
| Debt Service                                    | 0.0               | 0.0                 | 0.0                 |
| Cost Allocation                                 | 0.0               | 0.0                 | 0.0                 |
| Transfers                                       | 0.0               | 0.0                 | 0.0                 |
| <b>Expenditure Categories Total:</b>            | 0.0               | 0.0                 | 0.0                 |
| Cap Transfer due to Fund Balance                | 0.0               | 0.0                 | 0.0                 |
| Prior Commitments or Obligated Expenditures     | 0.0               | 0.0                 | 0.0                 |
| Non Appropriated 27th Pay Roll                  | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated Expenditure Total:</b>      | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated FTE:</b>                    | 0.0               | 0.0                 | 0.0                 |

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

|                |   |                                      |  |
|----------------|---|--------------------------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                                      |  |
| <b>Fund:</b>   | 2325  | Substance Use Disorder Services Fund |  |

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

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

**SOURCES AND USES  
Justification**

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

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

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 2325 Substance Use Disorder Services Fund   |

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

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

| <b>Non-Appropriated Expenditure</b>         | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|---|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>               |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>        | 0.0                       | 0.0                         | 0.0                         |
| Cap Transfer due to Fund Balance            | 0.0                       | 0.0                         | 0.0                         |
| Prior Commitments or Obligated Expenditures | 0.0                       | 0.0                         | 0.0                         |
| Non Appropriated 27th Pay Roll              | 0.0                       | 0.0                         | 0.0                         |
| <b>Non-Appropriated Expenditure Total:</b>  | 0.0                       | 0.0                         | 0.0                         |
| <b>Non-Appropriated FTE:</b>                | 0.0                       | 0.0                         | 0.0                         |

### Fund Description

OSP:

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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

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

Credit Card discount fees based on percentage of premiums collected.

## Revenue Schedule

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

**Fund:** 2409 Children's Health Insurance Program Fund

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

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

**SOURCES AND USES  
Justification**

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

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

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System   |
| <b>Fund:</b>   | 2409 Children's Health Insurance Program Fund |

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

| <b>Appropriated Expenditure</b>                  | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                    |                   |                     |                     |
| Personal Services                                | 492.0             | 1,085.3             | 1,085.3             |
| Employee Related Expenses                        | 193.1             | 425.8               | 425.8               |
| Prof. And Outside Services                       | 84.0              | 185.0               | 185.0               |
| Travel - In State                                | 0.5               | 1.2                 | 1.2                 |
| Travel - Out of State                            | 0.3               | 0.7                 | 0.7                 |
| Food   | 0.0               | 0.0                 | 0.0                 |
| Aid to Organizations and Individuals             | 57,178.8          | 81,263.5            | 97,090.5            |
| Other Operating Expenses                         | 555.0             | 1,380.3             | 1,380.3             |
| Equipment  | 19.7              | 43.5                | 43.5                |
| Capital Outlay                                   | 0.0               | 0.0                 | 0.0                 |
| Debt Service                                     | 0.0               | 0.0                 | 0.0                 |
| Cost Allocation                                  | 0.0               | 0.0                 | 0.0                 |
| Transfers  | 1,590.6           | 3,187.4             | 3,187.4             |
| <b>Expenditure Categories Total:</b>             | <b>60,114.0</b>   | <b>87,572.7</b>     | <b>103,399.7</b>    |
| 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                 |
| <b>Appropriated Expenditure Total:</b>           | <b>60,114.0</b>   | <b>87,572.7</b>     | <b>103,399.7</b>    |
| <b>Appropriated FTE:</b>                         | <b>38.2</b>       | <b>38.2</b>         | <b>38.2</b>         |

| <b>Non-Appropriated Expenditure</b>         | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>               |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>        | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| Cap Transfer due to Fund Balance            | 0.0               | 0.0                 | 0.0                 |
| Prior Commitments or Obligated Expenditures | 0.0               | 0.0                 | 0.0                 |
| Non Appropriated 27th Pay Roll              | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated Expenditure Total:</b>  | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| <b>Non-Appropriated FTE:</b>                | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |

### Fund Description

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

HCA - AHCCCS  
2438 - AHCCCS Intergovernmental Service Fund

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

Interest income is estimated based on prior year experience

## Revenue Schedule

|                |   |                                       |  |
|----------------|---|---------------------------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                                       |  |
| <b>Fund:</b>   | 2438  | AHCCCS Intergovernmental Service Fund |  |

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

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2438 AHCCCS Intergovernmental Service Fund</b>  |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 2449 Employee Recognition Fund

**AFIS Code**    **Category of Receipt and Description**

4699    MISCELLANEOUS RECEIPTS

|  | FY 2018 | FY 2019 | FY 2020 |
|--|---------|---------|---------|
|  | 1.1     | 1.0     | 1.0     |
|  | 1.1     | 1.0     | 1.0     |

**Fund Total:**

**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

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 2449 Employee Recognition Fund              |

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

| <b>Appropriated Expenditure</b>                 | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                   |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>            | 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                 |
| <b>Appropriated Expenditure Total:</b>          | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated FTE:</b>                        | 0.0               | 0.0                 | 0.0                 |

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

### Fund Description

OSP:

HCA - AHCCCS  
2468 - Arizona Tobacco Litigation Settlement Fund

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

|                    |   |  |                |
|--------------------|---|--|----------------|
| <b>Agency:</b>     | Arizona Health Care Cost Containment System |  |                |
| <b>Fund:</b>       | 2468  | Arizona Tobacco Litigation Settlement Fund |                |
| <b>AFIS Code</b>   | <b>Category of Receipt and Description</b>  |  |                |
| 4699               | MISCELLANEOUS RECEIPTS                      |  |                |
|                    | <b>FY 2018</b>                              | <b>FY 2019</b>                             | <b>FY 2020</b> |
|                    | 101,761.0                                   | 102,000.0                                  | 102,000.0      |
| <b>Fund Total:</b> | 101,761.0                                   | 102,000.0                                  | 102,000.0      |

**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

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System     |
| <b>Fund:</b>   | 2468 Arizona Tobacco Litigation Settlement Fund |

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

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| Non-Lapsing Authority from Prior Years           | 0.0                       | 0.0                         | 0.0                         |
| Administrative Adjustments                       | 0.0                       | 15,000.0                    | 0.0                         |
| Capital Projects (Land, Buildings, Improvements) | 0.0                       | 0.0                         | 0.0                         |
| Appropriated 27th Pay Roll                       | 0.0                       | 0.0                         | 0.0                         |
| Legislative Fund Transfers                       | 0.0                       | 0.0                         | 0.0                         |
| IT Project Transfers                             | 0.0                       | 0.0                         | 0.0                         |
| <b>Appropriated Expenditure Total:</b>           | <b>0.0</b>                | <b>15,000.0</b>             | <b>0.0</b>                  |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

Revenues are projected based on the FY 2019 appropriation.

## Revenue Schedule

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

**Fund:** 2478 Budget Neutrality Compliance Fund

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

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

**SOURCES AND USES  
Justification**

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

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2478 Budget Neutrality Compliance Fund</b>      |

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

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

| <b>Non-Appropriated Expenditure</b>         | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|---|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>               |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>        | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| Cap Transfer due to Fund Balance            | 0.0                       | 0.0                         | 0.0                         |
| Prior Commitments or Obligated Expenditures | 0.0                       | 0.0                         | 0.0                         |
| Non Appropriated 27th Pay Roll              | 0.0                       | 0.0                         | 0.0                         |
| <b>Non-Appropriated Expenditure Total:</b>  | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| <b>Non-Appropriated FTE:</b>                | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

### Fund Description

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

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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 2494 Trauma and Emergency Services Fund

| AFIS Code          | Category of Receipt and Description | FY 2018  | FY 2019  | FY 2020  |
|--------------------|-------------------------------------|----------|----------|----------|
| 4339               | OTHER FEES AND CHARGES FOR SERVICES | 23,492.4 | 23,500.0 | 23,500.0 |
| 4631               | TREASURERS INTEREST INCOME          | 2.4      | 0.0      | 0.0      |
| <b>Fund Total:</b> |                                     | 23,494.8 | 23,500.0 | 23,500.0 |

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 2494 Trauma and Emergency Services Fund     |

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

| <b>Appropriated Expenditure</b>                 | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                   |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>            | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| 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                 |
| <b>Appropriated Expenditure Total:</b>          | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| <b>Appropriated FTE:</b>                        | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

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

## Revenue Schedule

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

**Fund:** 2500 IGA and ISA Fund

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

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

**SOURCES AND USES  
Justification**

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

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

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

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2500 IGA and ISA Fund</b>                       |

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

| <b>Appropriated Expenditure</b>                 | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|---|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                   |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>            | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| Non-Lapsing Authority from Prior Years          | 0.0                       | 0.0                         | 0.0                         |
| Administrative Adjustments                      | 0.0                       | 0.0                         | 0.0                         |
| Capital Projects (Land, Buildings,Improvements) | 0.0                       | 0.0                         | 0.0                         |
| Appropriated 27th Pay Roll                      | 0.0                       | 0.0                         | 0.0                         |
| Legislative Fund Transfers                      | 0.0                       | 5,900.0                     | 0.0                         |
| IT Project Transfers                            | 0.0                       | 0.0                         | 0.0                         |
| <b>Appropriated Expenditure Total:</b>          | <b>0.0</b>                | <b>5,900.0</b>              | <b>0.0</b>                  |
| <b>Appropriated FTE:</b>                        | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

There were no revenues in this fund in FY 2018.

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 2532 Hospital Loan Residency Fund

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

|                    | FY 2018 | FY 2019 | FY 2020 |
|--------------------|---------|---------|---------|
|                    | 0.0     | 0.0     | 0.0     |
| <b>Fund Total:</b> | 0.0     | 0.0     | 0.0     |

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 2532 Hospital Loan Residency Fund           |

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

| <u>Appropriated Expenditure</u>                 | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                   |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>            | 0.0               | 0.0                 | 0.0                 |
| Non-Lapsing Authority from Prior Years          | 0.0               | 0.0                 | 0.0                 |
| Administrative Adjustments                      | 0.0               | 0.0                 | 0.0                 |
| Capital Projects (Land, Buildings,Improvements) | 0.0               | 0.0                 | 0.0                 |
| Appropriated 27th Pay Roll                      | 0.0               | 0.0                 | 0.0                 |
| Legislative Fund Transfers                      | 900.0             | 0.0                 | 0.0                 |
| IT Project Transfers                            | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated Expenditure Total:</b>          | 900.0             | 0.0                 | 0.0                 |
| <b>Appropriated FTE:</b>                        | 0.0               | 0.0                 | 0.0                 |

| <u>Non-Appropriated Expenditure</u>         | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>               |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>        | 0.0               | 0.0                 | 0.0                 |
| Cap Transfer due to Fund Balance            | 0.0               | 0.0                 | 0.0                 |
| Prior Commitments or Obligated Expenditures | 0.0               | 0.0                 | 0.0                 |
| Non Appropriated 27th Pay Roll              | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated Expenditure Total:</b>  | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated FTE:</b>                | 0.0               | 0.0                 | 0.0                 |

### Fund Description

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

HCA - AHCCCS  
2546 - Prescription Drug Rebate Fund

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

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

## Revenue Schedule

|                |   |                               |  |
|----------------|---|-------------------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                               |  |
| <b>Fund:</b>   | 2546  | Prescription Drug Rebate Fund |  |

| <b>AFIS Code</b> | <b>Category of Receipt and Description</b> | <b>FY 2018</b> | <b>FY 2019</b> | <b>FY 2020</b> |
|------------------|--|----------------|----------------|----------------|
| 4635             | LOAN AND OTHER INTEREST INCOME             | 231.5          | 231.5          | 231.5          |

**Fund Total:**

|  |  |       |       |       |
|--|--|-------|-------|-------|
|  |  | 231.5 | 231.5 | 231.5 |
|--|--|-------|-------|-------|

**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

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2546 Prescription Drug Rebate Fund</b>          |

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

# Sources and Uses of Funds

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

**Fund Description**

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



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

**REVENUE SCHEDULE  
FUND DEPOSITS  
Justification**

**Purpose of the fund:**

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

**Source of FY 2017 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

|                |   |   |  |
|----------------|---|---|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |   |  |
| <b>Fund:</b>   | 2555  | Seriously Mentally Ill Housing Trust Fund |  |

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

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System    |
| <b>Fund:</b>   | 2555 Seriously Mentally Ill Housing Trust Fund |

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

| <b>Appropriated Expenditure</b>                  | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                    |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| 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                 |
| <b>Appropriated Expenditure Total:</b>           | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>        | <b>0.0</b>          | <b>0.0</b>          |

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

### Fund Description

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

HCA - AHCCCS  
2567 - Nursing Facility Assessment Fund

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 2567 Nursing Facility Provider Assessment Fund

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

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

**SOURCES AND USES  
Justification**

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

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System    |
| <b>Fund:</b>   | 2567 Nursing Facility Provider Assessment Fund |

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

| <b>Appropriated Expenditure</b>                  | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                    |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>             | 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                 |
| <b>Appropriated Expenditure Total:</b>           | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated FTE:</b>                         | 0.0               | 0.0                 | 0.0                 |

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

### **Fund Description**

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

HCA - AHCCCS  
2576 - Hospital Assessment

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

Revenues are from a Medicaid Provider Assessment.

**Methodology used to develop projections:**

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

## Revenue Schedule

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

**Fund:** 2576 Hospital Assessment

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

|  | FY 2018   | FY 2019   | FY 2020   |
|--|-----------|-----------|-----------|
|  | 287,719.4 | 300,000.0 | 300,000.0 |

**Fund Total:**                      287,719.4                      300,000.0                      300,000.0

**SOURCES AND USES**  
Justification

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

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

## Sources and Uses of Funds

|                |  |
|----------------|--|
| <b>Agency:</b> | <b>Arizona Health Care Cost Containment System</b> |
| <b>Fund:</b>   | <b>2576 Hospital Assessment</b>                    |

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

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| Non-Lapsing Authority from Prior Years           | 0.0                       | 0.0                         | 0.0                         |
| Administrative Adjustments                       | 31,195.1                  | 0.0                         | 0.0                         |
| Capital Projects (Land, Buildings, Improvements) | 0.0                       | 0.0                         | 0.0                         |
| Appropriated 27th Pay Roll                       | 0.0                       | 0.0                         | 0.0                         |
| Legislative Fund Transfers                       | 0.0                       | 0.0                         | 0.0                         |
| IT Project Transfers                             | 0.0                       | 0.0                         | 0.0                         |
| <b>Appropriated Expenditure Total:</b>           | <b>31,195.1</b>           | <b>0.0</b>                  | <b>0.0</b>                  |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

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

### **Fund Description**

OSP:

HCA - AHCCCS  
2586 - AHCCCS Restitution Fund

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

Revenues are from restitution

**Methodology used to develop projections:**

No additional revenues are projected

## Revenue Schedule

|                |   |                         |  |
|----------------|---|-------------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                         |  |
| <b>Fund:</b>   | 2586  | AHCCCS Restitution Fund |  |

| AFIS Code          | Category of Receipt and Description | FY 2018 | FY 2019 | FY 2020 |
|--------------------|-------------------------------------|---------|---------|---------|
| 4512               | RESTITUTION                         | 1,421.3 | 0.0     | 0.0     |
| <b>Fund Total:</b> |                                     | 1,421.3 | 0.0     | 0.0     |

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

**SOURCES AND USES  
Justification**

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

Fund balance will be transferred to the General Fund.

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 2586 AHCCCS Restitution Fund                |

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

| <b>Appropriated Expenditure</b>                 | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                   |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>            | 0.0               | 0.0                 | 0.0                 |
| Non-Lapsing Authority from Prior Years          | 0.0               | 0.0                 | 0.0                 |
| Administrative Adjustments                      | 0.0               | 5,921.5             | 0.0                 |
| Capital Projects (Land, Buildings,Improvements) | 0.0               | 0.0                 | 0.0                 |
| Appropriated 27th Pay Roll                      | 0.0               | 0.0                 | 0.0                 |
| Legislative Fund Transfers                      | 0.0               | 0.0                 | 0.0                 |
| IT Project Transfers                            | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated Expenditure Total:</b>          | 0.0               | 5,921.5             | 0.0                 |
| <b>Appropriated FTE:</b>                        | 0.0               | 0.0                 | 0.0                 |

| <b>Non-Appropriated Expenditure</b>         | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>               |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>        | 0.0               | 0.0                 | 0.0                 |
| Cap Transfer due to Fund Balance            | 0.0               | 0.0                 | 0.0                 |
| Prior Commitments or Obligated Expenditures | 0.0               | 0.0                 | 0.0                 |
| Non Appropriated 27th Pay Roll              | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated Expenditure Total:</b>  | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated FTE:</b>                | 0.0               | 0.0                 | 0.0                 |

**Fund Description**

OSPB:

HCA - AHCCCS  
3791 - AHCCCS - 3rd Party Collection

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

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

**Methodology used to develop projections:**

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

## Revenue Schedule

|                |   |                                    |  |
|----------------|---|------------------------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                                    |  |
| <b>Fund:</b>   | 3791  | AHCCCS - 3rd Party Collection Fund |  |

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

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

**SOURCES AND USES  
Justification**

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

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 3791 AHCCCS - 3rd Party Collection Fund     |

| <b>Cash Flow Summary</b>             | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--------------------------------------|---------------------------|-----------------------------|-----------------------------|
| Balance Forward from Prior Year      | 2,188.7                   | 1,857.7                     | 1,539.8                     |
| Revenue (From Revenue Schedule)      | 1,196.6                   | 1,375.0                     | 1,375.0                     |
| Total Available                      | 3,385.3                   | 3,232.7                     | 2,914.8                     |
| Total Appropriated Disbursements     | 0.0                       | 0.0                         | 0.0                         |
| Total Non-Appropriated Disbursements | 1,527.6                   | 1,692.9                     | 1,692.9                     |
| Balance Forward to Next Year         | 1,857.7                   | 1,539.8                     | 1,221.9                     |

| <b>Appropriated Expenditure</b>                  | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|--|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>                    |                           |                             |                             |
| 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                         |
| <b>Expenditure Categories Total:</b>             | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| 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                         |
| <b>Appropriated Expenditure Total:</b>           | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |
| <b>Appropriated FTE:</b>                         | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

| <b>Non-Appropriated Expenditure</b>         | <b>Actual<br/>FY 2018</b> | <b>Estimate<br/>FY 2019</b> | <b>Estimate<br/>FY 2020</b> |
|---|---------------------------|-----------------------------|-----------------------------|
| <b>Expenditure Categories</b>               |                           |                             |                             |
| Personal Services                           | 0.0                       | 0.0                         | 0.0                         |
| Employee Related Expenses                   | 0.0                       | 0.0                         | 0.0                         |
| Prof. And Outside Services                  | 2,674.2                   | 2,700.0                     | 2,700.0                     |
| Travel - In State                           | 0.0                       | 0.0                         | 0.0                         |
| Travel - Out of State                       | 0.0                       | 0.0                         | 0.0                         |
| Food  | 0.0                       | 0.0                         | 0.0                         |
| Aid to Organizations and Individuals        | (1,146.6)                 | (1,007.3)                   | (1,007.3)                   |
| Other Operating Expenses                    | 0.0                       | 0.0                         | 0.0                         |
| Equipment                                   | 0.0                       | 0.0                         | 0.0                         |
| Capital Outlay                              | 0.0                       | 0.0                         | 0.0                         |
| Debt Service                                | 0.0                       | 0.0                         | 0.0                         |
| Cost Allocation                             | 0.0                       | 0.0                         | 0.0                         |
| Transfers                                   | 0.0                       | 0.2                         | 0.2                         |
| <b>Expenditure Categories Total:</b>        | <b>1,527.6</b>            | <b>1,692.9</b>              | <b>1,692.9</b>              |
| Cap Transfer due to Fund Balance            | 0.0                       | 0.0                         | 0.0                         |
| Prior Commitments or Obligated Expenditures | 0.0                       | 0.0                         | 0.0                         |
| Non Appropriated 27th Pay Roll              | 0.0                       | 0.0                         | 0.0                         |
| <b>Non-Appropriated Expenditure Total:</b>  | <b>1,527.6</b>            | <b>1,692.9</b>              | <b>1,692.9</b>              |
| <b>Non-Appropriated FTE:</b>                | <b>0.0</b>                | <b>0.0</b>                  | <b>0.0</b>                  |

# Sources and Uses of Funds

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

**Fund Description**

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



HCA - AHCCCS  
4503 - IGAs for County BHS Services

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

Revenues are received through IGAs with the county.

**Methodology used to develop projections:**

Revenues are based on the actual FY19 IGA amounts.

## Revenue Schedule

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

**Fund:** 4503 IGAs for County BHS Fund

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

**Fund Total:**

64,478.8      67,064.2      67,529.2

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

**SOURCES AND USES  
Justification**

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 4503 IGAs for County BHS Fund               |

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

| <b>Appropriated Expenditure</b>                  | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                    |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>             | 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                 |
| <b>Appropriated Expenditure Total:</b>           | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated FTE:</b>                         | 0.0               | 0.0                 | 0.0                 |

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

**Fund Description**

OSP:

HCA - AHCCCS  
9691 - County Funds

REVENUE SCHEDULE  
FUND DEPOSITS  
Justification

**Purpose of the fund:**

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

**Source of FY 2018 Revenues:**

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

**Methodology used to develop projections:**

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

## Revenue Schedule

|                |   |                   |  |
|----------------|---|-------------------|--|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |                   |  |
| <b>Fund:</b>   | 9691  | County Funds Fund |  |

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

**HCA - AHCCCS  
9691 - County Funds**

**SOURCES AND USES  
Justification**

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

## Sources and Uses of Funds

|                |   |
|----------------|---|
| <b>Agency:</b> | Arizona Health Care Cost Containment System |
| <b>Fund:</b>   | 9691 County Funds Fund                      |

| <b>Cash Flow Summary</b>             | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|--------------------------------------|-------------------|---------------------|---------------------|
| Balance Forward from Prior Year      | 0.0               | 0.0                 | 0.0                 |
| Revenue (From Revenue Schedule)      | 0.0               | 315,067.7           | 328,318.5           |
| Total Available                      | 0.0               | 315,067.7           | 328,318.5           |
| Total Appropriated Disbursements     | 0.0               | 0.0                 | 0.0                 |
| Total Non-Appropriated Disbursements | 0.0               | 315,067.7           | 328,318.5           |
| Balance Forward to Next Year         | 0.0               | 0.0                 | 0.0                 |

| <b>Appropriated Expenditure</b>                 | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>                   |                   |                     |                     |
| 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                 |
| <b>Expenditure Categories Total:</b>            | 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                 |
| <b>Appropriated Expenditure Total:</b>          | 0.0               | 0.0                 | 0.0                 |
| <b>Appropriated FTE:</b>                        | 0.0               | 0.0                 | 0.0                 |

| <b>Non-Appropriated Expenditure</b>         | Actual<br>FY 2018 | Estimate<br>FY 2019 | Estimate<br>FY 2020 |
|---|-------------------|---------------------|---------------------|
| <b>Expenditure Categories</b>               |                   |                     |                     |
| Personal Services                           | 0.0               | 0.0                 | 0.0                 |
| Employee Related Expenses                   | 0.0               | 0.0                 | 0.0                 |
| Prof. And Outside Services                  | 0.0               | 0.0                 | 0.0                 |
| Travel - In State                           | 0.0               | 0.0                 | 0.0                 |
| Travel - Out of State                       | 0.0               | 0.0                 | 0.0                 |
| Food  | 0.0               | 0.0                 | 0.0                 |
| Aid to Organizations and Individuals        | 0.0               | 314,755.8           | 328,006.6           |
| Other Operating Expenses                    | 0.0               | 0.0                 | 0.0                 |
| Equipment                                   | 0.0               | 0.0                 | 0.0                 |
| Capital Outlay                              | 0.0               | 0.0                 | 0.0                 |
| Debt Service                                | 0.0               | 0.0                 | 0.0                 |
| Cost Allocation                             | 0.0               | 0.0                 | 0.0                 |
| Transfers                                   | 0.0               | 311.9               | 311.9               |
| <b>Expenditure Categories Total:</b>        | 0.0               | 315,067.7           | 328,318.5           |
| Cap Transfer due to Fund Balance            | 0.0               | 0.0                 | 0.0                 |
| Prior Commitments or Obligated Expenditures | 0.0               | 0.0                 | 0.0                 |
| Non Appropriated 27th Pay Roll              | 0.0               | 0.0                 | 0.0                 |
| <b>Non-Appropriated Expenditure Total:</b>  | 0.0               | 315,067.7           | 328,318.5           |
| <b>Non-Appropriated FTE:</b>                | 0.0               | 0.0                 | 0.0                 |

# Sources and Uses of Funds

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

**Fund Description**

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



# Summary of Expenditure and Budget Request for All Funds

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

**Appropriated**

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

**Expenditure Categories**

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

**Expenditure Categories Total:**

# Summary of Expenditure and Budget Request for All Funds

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

**Non-Appropriated**

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

# Summary of Expenditure and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System

Agency Total for All Funds: 12,931,420.1 13,804,328.2 516,242.2 14,320,570.4



# Summary of Expenditure and Budget Request for Selected Funds

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

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

All dollars are presented in thousands (not FTE).

## Summary of Expenditure and Budget Request for Selected Funds

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

| Cost Center/Program:                   | FY 2018         | FY 2019         | FY 2020     | FY 2020         |
|--|-----------------|-----------------|-------------|-----------------|
|  | Actual          | Expd. Plan      | Fund. Issue | Total Request   |
| 4 Proposition 204                      | 15,866.6        | 37,728.9        | 0.0         | 37,728.9        |
| 10 Medicaid Behavioral Health Services | 21,150.1        | 0.0             | 0.0         | 0.0             |
|  | <u>37,016.7</u> | <u>37,728.9</u> | <u>0.0</u>  | <u>37,728.9</u> |
| <b>Expenditure Categories</b>          |                 |                 |             |                 |
| 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   | 37,016.7        | 37,728.9        | 0.0         | 37,728.9        |
| Other Operating Expenses               | 0.0             | 0.0             | 0.0         | 0.0             |
| Equipment                              | 0.0             | 0.0             | 0.0         | 0.0             |
| Capital Outlay                         | 0.0             | 0.0             | 0.0         | 0.0             |
| Debt Service                           | 0.0             | 0.0             | 0.0         | 0.0             |
| Cost Allocation                        | 0.0             | 0.0             | 0.0         | 0.0             |
| Transfers                              | 0.0             | 0.0             | 0.0         | 0.0             |
| <b>Expenditure Categories Total:</b>   | <u>37,016.7</u> | <u>37,728.9</u> | <u>0.0</u>  | <u>37,728.9</u> |
| <b>Fund Total:</b>                     | <u>37,016.7</u> | <u>37,728.9</u> | <u>0.0</u>  | <u>37,728.9</u> |

# Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

All dollars are presented in thousands (not FTE).

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

All dollars are presented in thousands (not FTE).

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

All dollars are presented in thousands (not FTE).

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

All dollars are presented in thousands (not FTE).

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

# Summary of Expenditure and Budget Request for Selected Funds

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

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

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

## Summary of Expenditure and Budget Request for Selected Funds

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

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

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

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

**FY 2020**

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





**TRADITIONAL MEDICAID SERVICES**

**TRADITIONAL MEDICAID SERVICES APPROPRIATION**

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

**TRADITIONAL CAPITATION**

**Description of the Problem:**

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

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

**Member Growth:**

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

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

(Above percentages exclude CMDP.)

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

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

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

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

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

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

**AHCCCS Complete Care (ACC) Integration:**



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

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

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

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

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

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

**Prior Period Methodology:**

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



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**ACA HEALTH INSURER FEE**

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

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

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

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

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

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



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

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



### Capitation Rates

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

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

Primary drivers of the CYE 2019 rates include:

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

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

### Acute Prospective Capitation Rate Increases (excludes CMDP):



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



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**New risk pools**  
SFY 2013-2018 are actuals

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



**PRIOR PERIOD COVERAGE (PPC) RECONCILIATION:**

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

**ACUTE PROGRAM TIERED PROSPECTIVE RECONCILIATION:**

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



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**FMAP**

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

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



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

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

**Family Planning Adjustment**

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

**Proposed Solution to the Problem or Issue:**

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

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



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

**Performance Measures to quantify the success of the solution:**

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

**Alternatives Considered and Reasons for Rejection:**

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



**TRADITIONAL MEDICAID SERVICES**

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

**Impact of Not Funding this Fiscal Year:**

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

**STATUTORY AUTHORITY:**

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

**TRADITIONAL FEE-FOR-SERVICE**

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

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

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



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**Indian Health Services (IHS):**

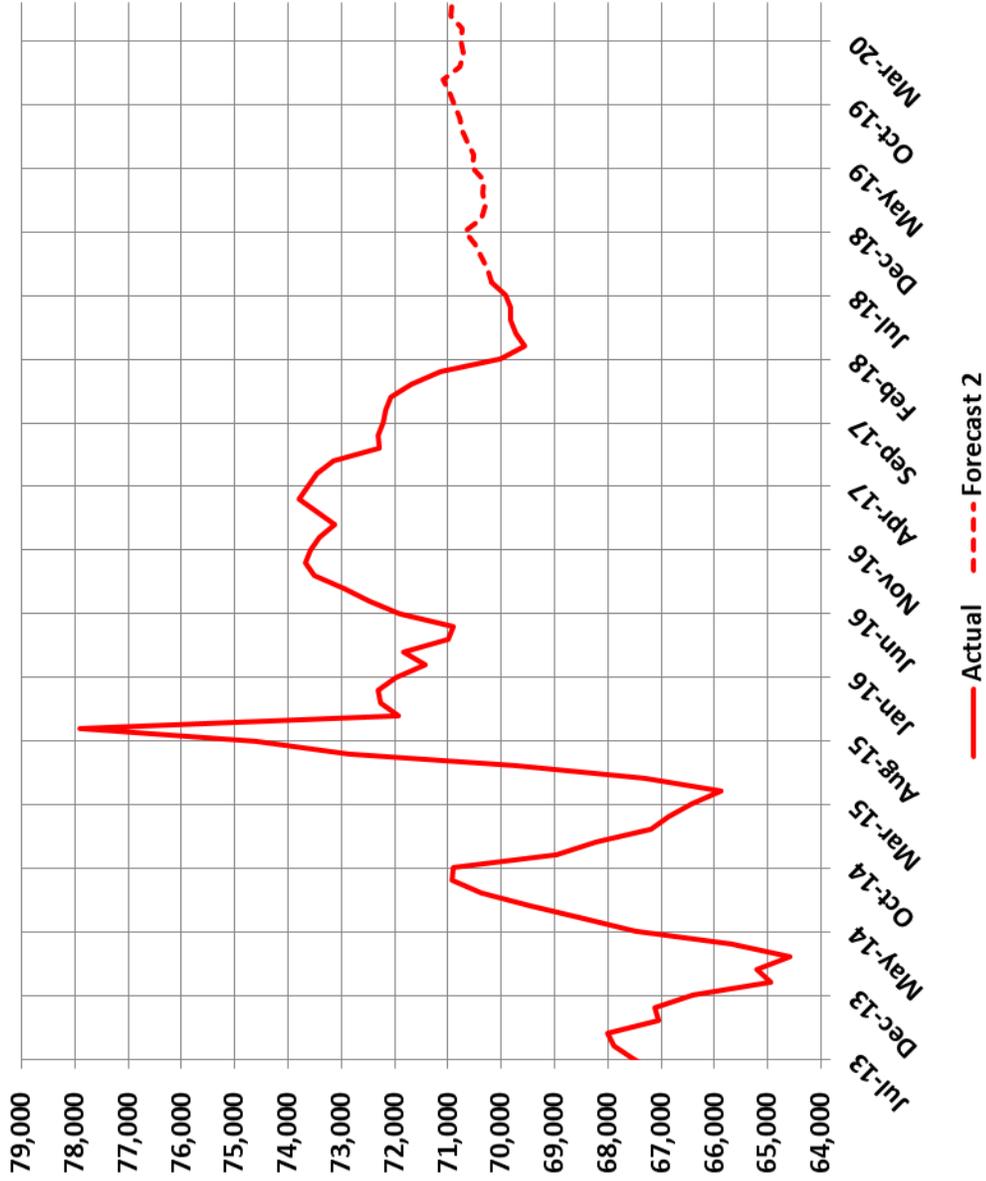
Under the provisions of its approved Medicaid State Plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

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

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

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

### AIHP - Traditional



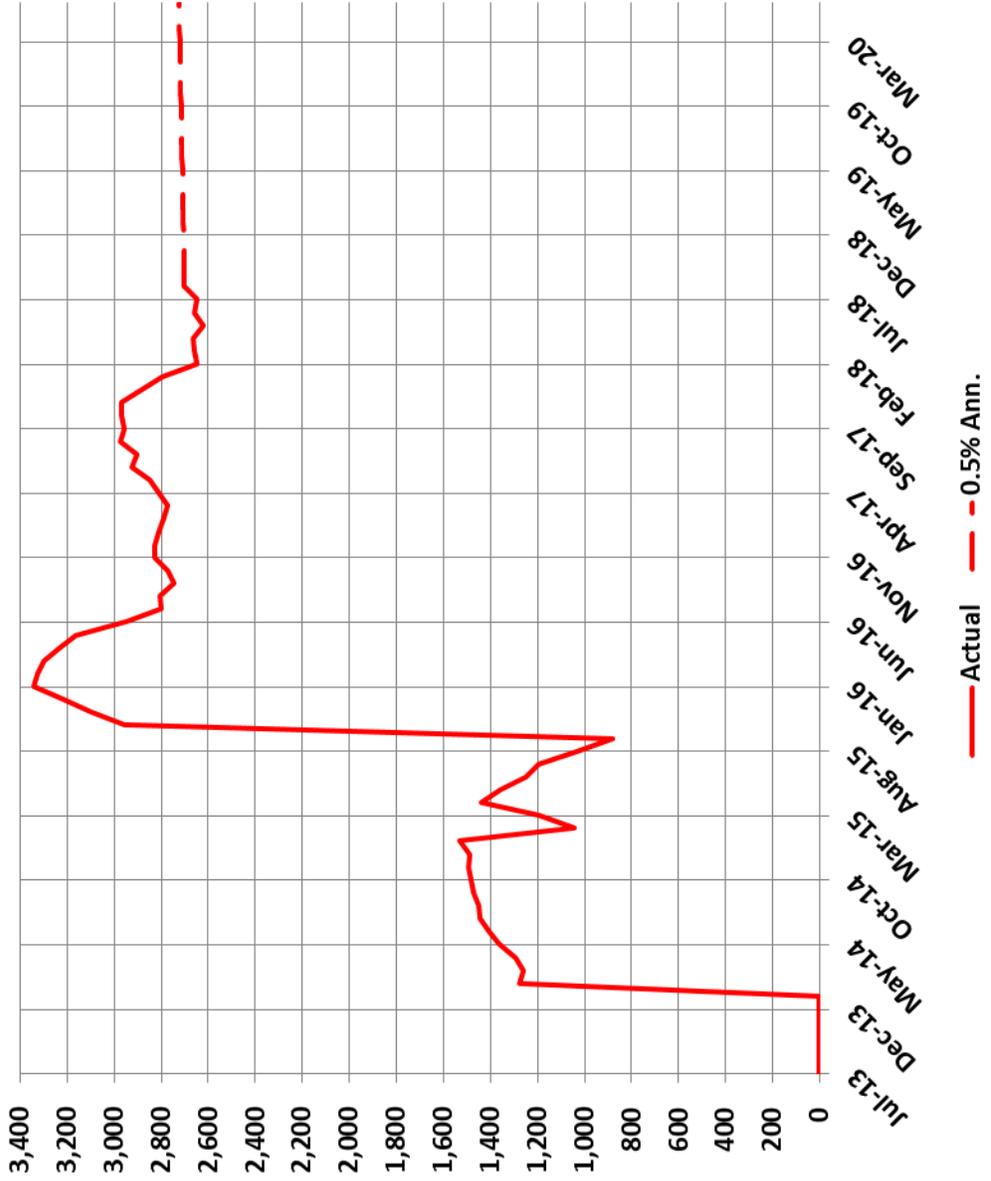


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| <b>IHS Enrollment – Newly Eligible Children</b> |                   |                 |
|---|-------------------|-----------------|
| <b>Fiscal Year</b>                              | <b>Enrollment</b> | <b>% Change</b> |
| SFY 2017 Actual      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

### AIHP - Newly Eligible Children





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*IHS Facilities Budget Development*

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

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

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



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**AHHP Facility - Expenditures and PMPM**

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



**TRADITIONAL MEDICAID SERVICES**

*Non-Facility Budget Development*

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

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



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



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

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



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**Non-IHS Fee-For-Service:**

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

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

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

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



**Emergency Services Program (ESP):**

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

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

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

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

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



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FES - Expenditures, Enrollment, PMPM

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



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

TRADITIONAL MEDICAID SERVICES

**Prior Quarter Coverage:**

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

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

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

**ACA Child Expansion:**

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



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DECISION PACKAGE JUSTIFICATION

**TRADITIONAL MEDICAID SERVICES**

**FQHC Recon:**

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

**Traditional Fee-For-Service Requirement Breakdown:**

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

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

**Performance Measures to quantify the success of the solution**

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

**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 Authority:**

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

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

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

Vol. II, P.L. 94-437, §402(c)(d).

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

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

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

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

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

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

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

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

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

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

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

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

Section 1903(v) of the Social Security Act.



**TRADITIONAL REINSURANCE**

**Description of the problem:**

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

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

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

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

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



**Proposed solution to the problem:**

Adjust the FY 2019 allocation by the amounts stated.

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

**Performance Measures to quantify the success of the solution**

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

**Impact of not funding this fiscal year:**

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

**Statutory Reference:**



**TRADITIONAL MEDICAID SERVICES**

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

**TRADITIONAL MEDICARE PREMIUMS PROGRAM**

**Description of the problem**

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

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

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



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**TRADITIONAL MEDICAID SERVICES**

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

**Medicare Premium Rates**

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

**History of Medicare Premium Rates**

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

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



**Membership Growth**

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

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

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

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



**Proposed solution to the problem**

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

**Alternatives considered**

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

**Impact of not funding this year**

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

**Statutory Reference**

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



**MEDICARE PART D “CLAWBACK” PAYMENTS**

**DESCRIPTION OF THE PROBLEM:**

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

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

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



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

The following factors impact the PMPM paid by the state:

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



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

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

PROGRAM DISTRIBUTION:

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

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

DUAL ELIGIBLE MEMBERSHIP:

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



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**PROPOSED SOLUTION TO THE PROBLEM:**

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

**Performance Measures to quantify the success of the solution:**

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

**STATUTORY AUTHORITY:**

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

**BREAST AND CERVICAL CANCER TREATMENT PROGRAM (BCCTP)**

**Description of the Problem**

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

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



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

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

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

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



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

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

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

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

**Proposed Solution to the problem**

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



**Performance Measures to quantify the success of the solution:**

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

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

**FREEDOM TO WORK (TICKET TO WORK)**

**Description of the Problem**

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

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

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

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



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TRADITIONAL MEDICAID SERVICES

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

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

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

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



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

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

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

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

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

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

**Proposed Solution to the problem**

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

**Performance Measures to quantify the success of the solution:**

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

**Statutory Reference**

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



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

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

Notes:

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



## Funding Issue Detail

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

**Issue:** 1 Acute Base Capitation

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

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

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

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

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

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

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

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

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

**Issue:** 1 Acute Base Capitation

|                                    |         |
|------------------------------------|---------|
| Travel In-State                    | 0.0     |
| Travel Out-of-State                | 0.0     |
| Food                               | 0.0     |
| Aid to Organizations & Individuals | (351.2) |
| Other Operating Expenditures       | 0.0     |
| Equipment                          | 0.0     |
| Capital Outlay                     | 0.0     |
| Debt Services                      | 0.0     |
| Cost Allocation                    | 0.0     |
| Transfers                          | 0.0     |
| <b>Program / Fund Total:</b>       | (351.2) |

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

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

| Expenditure Categories                     | FY 2020 |
|--|---------|
| FTE  | 0.0     |
| Personal Services                          | 0.0     |
| Employee Related Expenses                  | 0.0     |
| <b>Subtotal Personal Services and ERE:</b> | 0.0     |
| Professional & Outside Services            | 0.0     |
| Travel In-State                            | 0.0     |
| Travel Out-of-State                        | 0.0     |
| Food                                       | 0.0     |
| Aid to Organizations & Individuals         | 4.6     |
| Other Operating Expenditures               | 0.0     |
| Equipment                                  | 0.0     |
| Capital Outlay                             | 0.0     |
| Debt Services                              | 0.0     |
| Cost Allocation                            | 0.0     |
| Transfers                                  | 0.0     |
| <b>Program / Fund Total:</b>               | 4.6     |

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

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

| Expenditure Categories                     | FY 2020  |
|--|----------|
| FTE  | 0.0      |
| Personal Services                          | 0.0      |
| Employee Related Expenses                  | 0.0      |
| <b>Subtotal Personal Services and ERE:</b> | 0.0      |
| Professional & Outside Services            | 0.0      |
| Travel In-State                            | 0.0      |
| Travel Out-of-State                        | 0.0      |
| Food                                       | 0.0      |
| Aid to Organizations & Individuals         | 58,553.1 |
| Other Operating Expenditures               | 0.0      |
| Equipment                                  | 0.0      |
| Capital Outlay                             | 0.0      |
| Debt Services                              | 0.0      |
| Cost Allocation                            | 0.0      |
| Transfers                                  | 0.0      |
| <b>Program / Fund Total:</b>               | 58,553.1 |

## Funding Issue Detail

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

**Issue:** 1 Acute Care Base Fee-For-Service

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

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

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

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

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

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



## Funding Issue Detail

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

**Issue:** 1 Acute Care Base Reinsurance

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

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

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

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

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

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



## Funding Issue Detail

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

**Issue:** 1 Acute Care Base Medicare Premiums

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

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

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

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

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

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



## Funding Issue Detail

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

**Issue:** 1 Acute Care Clawback

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

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

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



## Funding Issue Detail

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

**Issue:** 1 Acute Care Breast & Cervical Cancer

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

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

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

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

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

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



## Funding Issue Detail

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

**Issue:** 1 Acute Care Freedom to Work

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

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

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

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

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

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

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

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

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

**Issue:** 1 Acute Care Freedom to Work

|                                    |             |
|------------------------------------|-------------|
| Travel In-State                    | 0.0         |
| Travel Out-of-State                | 0.0         |
| Food                               | 0.0         |
| Aid to Organizations & Individuals | 32.4        |
| Other Operating Expenditures       | 0.0         |
| Equipment                          | 0.0         |
| Capital Outlay                     | 0.0         |
| Debt Services                      | 0.0         |
| Cost Allocation                    | 0.0         |
| Transfers                          | 0.0         |
| <b>Program / Fund Total:</b>       | <u>32.4</u> |



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**PROPOSITION 204 CAPITATION**

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

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

The following factors drive the FY 2020 funding request:

**Member Growth**

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

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

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

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

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

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

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

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

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

**AHCCCS Complete Care (ACC) Integration:**

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

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

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

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

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

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

**Prior Period Methodology:**



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



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**ACA HEALTH INSURER FEE**

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

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

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

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

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

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



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

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

**Capitation Rates**

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

Primary drivers of the CYE 2019 rates include:

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



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

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

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

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**FMAP**

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

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

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

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

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

**Family Planning Adjustment**



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

**Prior Period Coverage (PPC) Reconciliation:**

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

**Acute Program Tiered Prospective Reconciliation:**

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



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**Fund Sourcing**

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

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

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

**STATUTORY AUTHORITY**

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



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**Proposed Solution to the Problem or Issue:**

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

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

**Performance Measures to quantify the success of the solution:**

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



**PROPOSITION 204 SERVICES APPROP**

**PROPOSITION 204 FEE-FOR-SERVICE**

**PROGRAM DESCRIPTION/BACKGROUND**

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

**Indian Health Services (IHS)**

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

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

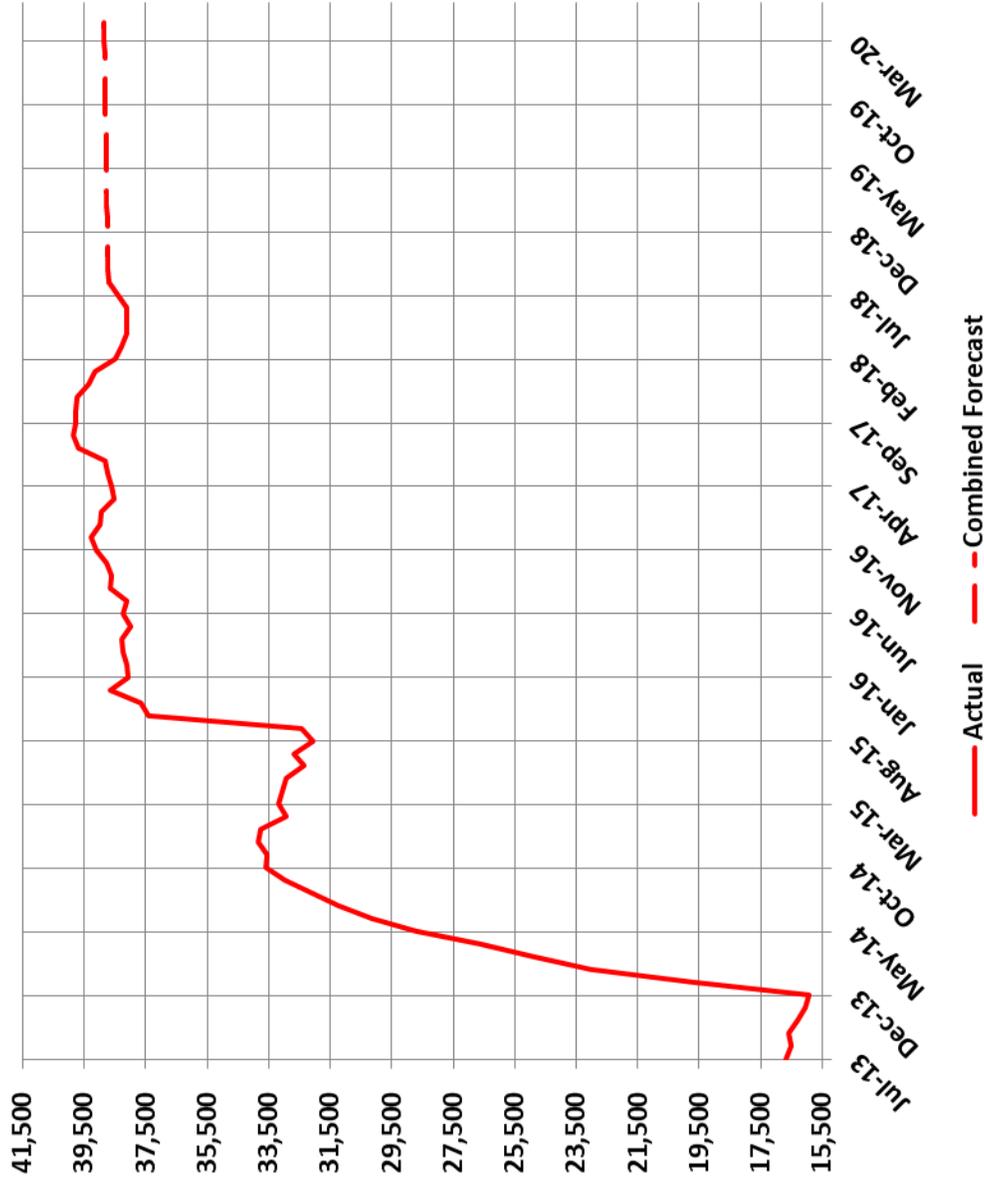
With the implementation of the Patient Protection and Affordable Care Act (ACA) on January 1, 2014, the AHCCCS Care population (renamed Expansion State Adults or ESA following ACA implementation) was restored up to 100% FPL and enrollment increased dramatically. The forecast is based on the estimates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

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

**AIHP - Proposition 204**

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IHS Facilities Budget Development



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

| Historical AIHP Payment Rates |             |             |        | Average Inflation |        | AIHP Facility |   |         |                           |
|-------------------------------|-------------|-------------|--------|-------------------|--------|---------------|---|---------|---------------------------|
| Outpatient/Inpatient          | 2013        | 2014        | % +/-  | 2-Year Average    | % +/-  | OP/IP         | Programmatic Weights for AIHP Inflation |         |                           |
|                               | 2013        | 2014        | % +/-  |                   |        |               | Program                                 | Weights | Weighted Inflation Factor |
| Outpatient Rate               | \$ 330.00   | \$ 342.00   | 3.64%  | Outpatient        | 7.73%  | OP            | Traditional                             | 74.25%  | 5.10%                     |
| Inpatient Rate                | \$ 2,272.00 | \$ 2,413.00 | 6.21%  | Inpatient         | 10.28% | IP            | Traditional                             | 25.75%  | 2.51%                     |
|                               |             |             |        |                   |        | Total         | Traditional                             | 100.00% | 7.61%                     |
| Outpatient Rate               | \$ 342.00   | \$ 350.00   | 2.34%  | 3-Year Average    | 6.87%  | OP            | Proposition 204                         | 76.49%  | 5.25%                     |
| Inpatient Rate                | \$ 2,413.00 | \$ 2,443.00 | 1.24%  | Outpatient        | 9.75%  | IP            | Proposition 204                         | 23.51%  | 2.29%                     |
|                               |             |             |        | Inpatient         |        | Total         | Proposition 204                         | 100.00% | 7.54%                     |
| Outpatient Rate               | \$ 350.00   | \$ 368.00   | 5.14%  | 4-Year Average    |        | OP            | Newly Eligible Children                 | 89.12%  | 6.12%                     |
| Inpatient Rate                | \$ 2,443.00 | \$ 2,655.00 | 8.68%  | Outpatient        | 5.73%  | IP            | Newly Eligible Children                 | 10.88%  | 1.06%                     |
|                               |             |             |        | Inpatient         | 7.62%  | Total         | Newly Eligible Children                 | 100.00% | 7.18%                     |
| Outpatient Rate               | \$ 368.00   | \$ 391.00   | 6.25%  | 5-Year Average    |        | OP            | Newly Eligible Adults                   | 81.43%  | 5.59%                     |
| Inpatient Rate                | \$ 2,655.00 | \$ 2,933.00 | 10.47% | Outpatient        | 5.32%  | IP            | Newly Eligible Adults                   | 18.57%  | 1.81%                     |
|                               |             |             |        | Inpatient         | 7.34%  | Total         | Newly Eligible Adults                   | 100.00% | 7.40%                     |
| Outpatient Rate               | \$ 391.00   | \$ 427.00   | 9.21%  |                   |        | OP            | ALTCS-EPD                               | 78.81%  | 5.41%                     |
| Inpatient Rate                | \$ 2,933.00 | \$ 3,229.00 | 10.09% |                   |        | IP            | ALTCS-EPD                               | 21.19%  | 2.06%                     |
|                               |             |             |        |                   |        | Total         | ALTCS-EPD                               | 100.00% | 7.48%                     |

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



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

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



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*Non-Facility Budget Development*

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

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

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

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



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**AHHP Non-Facility - Expenditures and PMPM**

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



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**Non-IHS Fee-For-Service**

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

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

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

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



**PROPOSITION 204 SERVICES APPROP**

**Emergency Services Program (ESP)**

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

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

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

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



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FES - Expenditures, Enrollment, PMPM

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



**PROPOSITION 204 SERVICES APPROP**

**AHCCCS Complete Care (ACC) Integration:**

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

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

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

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

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

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

**Prior Quarter Coverage:**

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



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

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

**FQHC Recon:**

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



**Proposition 204 Fee-For-Service Requirement Breakdown:**

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

**Proposed solution to the problem or issue:**

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

**Performance Measures to quantify the success of the solution**

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

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**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)



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**PROPOSITION 204 SERVICES -- REINSURANCE**

**Description of the problem**

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

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

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



**Member Month Forecast**

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

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

**Proposed solution to the problem**

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



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

**Performance Measures to quantify the success of the solution**

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

**Impact of not funding this fiscal year**

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

**Statutory Reference**

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



**PROPOSITION 204 SERVICES APPROP**

**PROPOSITION 204 MEDICARE PREMIUMS**

**Description of the problem**

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

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

**Medicare Premium Rates**

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



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**METHODOLOGY:**

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

**History of Medicare Premium Rates**

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

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



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**PROPOSITION 204 SERVICES APPROP**

**Member Growth**

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

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

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



**PROPOSITION 204 SERVICES APPROP**

**Proposed solution to the problem**

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

**Performance Measures to quantify the success of the solution:**

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

**Alternatives considered**

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

**Impact of not funding this year**

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

**Statutory References**

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



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

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

Notes:

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



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

FY19 APPROP:

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

FY20 REQUEST:

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

FY20 SM BREAKOUT:

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

FY20 REQUEST FUND SOURCE:

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



## Funding Issue Detail

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

**Issue:** 2 Proposition 204 Capitation

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

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

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

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

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

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

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

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

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

**Issue:** 2 Proposition 204 Capitation

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

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

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

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

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

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

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

## Funding Issue Detail

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

**Issue:** 2 Proposition 204 Fee-For-Service

**Program:** Proposition 204 - Fee-for-Service  
**Fund:** 1000-A General Fund (Appropriated)

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

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | (500.9)        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>(500.9)</b> |

**Program:** Proposition 204 - Fee-for-Service  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 3,643.4        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>3,643.4</b> |

**Program:** Proposition 204 - Fee-for-Service  
**Fund:** 2576-N Hospital Assessment (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

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

**Issue:** 2 Proposition 204 Fee-For-Service

|                                    |                  |
|------------------------------------|------------------|
| Travel In-State                    | 0.0              |
| Travel Out-of-State                | 0.0              |
| Food                               | 0.0              |
| Aid to Organizations & Individuals | (6,340.5)        |
| Other Operating Expenditures       | 0.0              |
| Equipment                          | 0.0              |
| Capital Outlay                     | 0.0              |
| Debt Services                      | 0.0              |
| Cost Allocation                    | 0.0              |
| Transfers                          | 0.0              |
| <b>Program / Fund Total:</b>       | <u>(6,340.5)</u> |

## Funding Issue Detail

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

**Issue:** 2 Proposition 204 Reinsurance

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

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

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | (1,891.1)        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>(1,891.1)</b> |

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

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

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | (1,587.3)        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>(1,587.3)</b> |



## Funding Issue Detail

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

**Issue:** 2 Proposition 204 Medicare Premiums

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

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

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | (792.9)        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>(792.9)</b> |

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

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

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | (2,670.7)        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>(2,670.7)</b> |





## DISPROPORTIONATE SHARE HOSPITAL PAYMENTS

### Description of the problem:

Arizona first established a Disproportionate Share Hospital (DSH) payment program in SFY 1992. DSH is designed to aid hospitals that serve a disproportionate number of low-income patients. The Federal basis for payments is either a reflection of a hospital's number of Title XIX inpatient days or a "low-income" patient's utilization rate. States may also establish optional payment categories. In addition to the two federally mandated groups, Arizona has established two optional groups, one for certain acute care general hospitals and one for state and county hospitals.

Section 1923 of the Social Security Act specifies the minimum standards for determining which hospitals qualify for DSH; hospitals whose mean Medicaid Utilization rate exceeds the states mean Medicaid Utilization rate plus one standard deviation or hospitals whose Low Income Utilization rate is more than 25%. Beginning in FFY 1996, the Omnibus Budget Reconciliation Act of 1993 (OBRA) added the requirement that a hospital must have a Medicaid Utilization rate of at least one percent in order to be eligible for DSH.

States are allowed to establish DSH criteria, which differ from the Federal requirements, provided that these criteria are at least as generous as Federal standards. Arizona uses state-specific criteria as allowed by law to distinguish between public and private hospitals and to create additional private hospital groups. Each year, the pool of funds established for DSH is apportioned to hospitals that qualify either under the Federal criteria or under the State criteria based on relative weighting.

Beginning in FFY 1993, OBRA established rules limiting the total DSH payment that a hospital can receive. DSH payments may be no more than the cost of providing hospital services to patients who are either eligible for medical assistance under a state plan or have no health insurance for the services provided, less payments received under Title XIX (other than DSH payment adjustments). The limits went into effect in FFY 1995 for public hospitals, but it was applied to both public and private hospitals as of FFY 1996.

The Balanced Budget Act of 1997 (BBA) capped the DSH payment at specified amounts for each state for each of the FFYs 1998 through 2002. For most states, those specified amounts declined over the 5-year period. In addition, BBA allowed state's DSH allotment for FFY 2003 and subsequent years to be equal to its allotment for the previous year increased by the percentage change in the consumer price index for urban consumers (CPI-U) from the previous year.

The Benefits Improvement and Protection Act of 2000 (BIPA) provided states with a temporary reprieve from the declining allotments by raising allotments for FFY 2001 and 2002. It also clarified that the FFY 2003 allotments are to be calculated using the lower, pre-BIPA levels for FFY 2002.



**PAYMENTS TO HOSPITALS**  
**DISPROPORTIONATE SHARE**

FISCAL YEAR 2020  
 DECISION PACKAGE JUSTIFICATION

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) provided for a “Special, Temporary Increase in Allotments On A One-time Non-Cumulative Basis.” Specifically, the FFY 2004 DSH allotments were calculated as 116 percent of the States’ FFY 2003 DSH allotments. Thereafter, allotments will stay at the FFY 2004 level until the year in which the allotments, as calculated under BIPA, catch-up with the FFY 2004 allotments. For Arizona, the catch-up occurred with the FFY 2009 allotment, which was increased by 4.0% over the FFY 2008 allotment. The American Recovery and Reinvestment Act of 2009 provided a temporary 2.5% increase to the DSH allotments for FFY 2009 and FFY 2010. Note that in each year, the additional ARRA allotment is not available until the full regular allotment has been exhausted.

The Affordable Care Act of 2010 (ACA) mandates reductions to the DSH allotments beginning in FFY 2014 with an aggregate national reduction of \$500,000,000. The ACA outlines requirements for a reduction methodology that imposes the largest percentage reduction on states with the lowest percentage of uninsured individuals and states that do not target their DSH payments on hospitals with high volume of Medicaid inpatients and/or high levels of uncompensated care. Additionally, the requirements state that the methodology must take into account the extent to which the DSH allotment for a State is included in a budget neutrality calculation for coverage expansion under a 1115 waiver as of July 31, 2009 (Arizona did have such a waiver which incorporated the DSH allotment into the with waiver budget neutrality limit).

The Protecting Access to Medicare Act (P.L. 113-93), signed on April 1, 2014, delayed the DSH reductions until FY 2017, modified cuts in future years, and extends the reduction to FY 2024. Under the new law, the FY 2017 aggregate national reduction will be \$1.8 billion.

The Medicare Access and CHIP Reauthorization Act (P.L. 114-10) delayed the DSH reductions until FY 2018 and modified reductions.

The Balanced Budget Act of 2018 (P.L. 115-123) delayed reductions until FY 2020 and further modified reductions as shown in the following table.

|         |                  |
|---------|------------------|
| FFY2020 | (4,000,000,000 ) |
| FFY2021 | (8,000,000,000 ) |
| FFY2022 | (8,000,000,000 ) |
| FFY2023 | (8,000,000,000 ) |
| FFY2024 | (8,000,000,000 ) |



**PAYMENTS TO HOSPITALS**  
**DISPROPORTIONATE SHARE**

FISCAL YEAR 2020  
 DECISION PACKAGE JUSTIFICATION

|         |                  |
|---------|------------------|
| FFY2025 | (8,000,000,000 ) |
|---------|------------------|

Preliminary 2018 Estimates for National Allotment and Arizona Allotment from Preliminary Allocation were provided by CMS in July 2018.<sup>1</sup> AHCCCS is projecting the FFY 2020 allotment for Arizona will be reduced by 12.2% from the FFY 2017 base allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. This reflects a 5.4 % reduction to the FFY 2018 estimated allotment.

The table below shows the actual and projected Arizona DSH allotment for the past ten years:

| FFY         | Arizona        |                 | Adjustment   | Arizona         |        | Variance from<br>FFY 2017 |
|-------------|----------------|-----------------|--------------|-----------------|--------|---------------------------|
|             | Base Allotment | Total Allotment |              | Total Allotment |        |                           |
| 2011 Actual | 101,258,300    | 101,258,300     |              | 101,258,300     | -8.9%  |                           |
| 2012 Actual | 103,891,000    | 103,891,000     |              | 103,891,000     | -6.5%  |                           |
| 2013 Actual | 106,384,400    | 106,384,400     |              | 106,384,400     | -4.3%  |                           |
| 2014 Actual | 107,980,100    | 107,980,100     |              | 107,980,100     | -2.8%  |                           |
| 2015 Actual | 109,815,903    | 109,815,903     | -            | 109,815,903     | -1.2%  |                           |
| 2016 Actual | 110,145,351    | 110,145,351     | -            | 110,145,351     | -0.9%  |                           |
| 2017 Actual | 111,136,659    | 111,136,659     | -            | 111,136,659     | 0.0%   |                           |
| 2018 Prelim | 113,803,939    | 103,095,220     | -            | 103,095,220     | -7.2%  |                           |
| 2019 Est    | 116,369,307    | 116,369,307     | -            | 116,369,307     | 4.7%   |                           |
| 2020 Est    | 118,992,504    | 97,575,066      | (21,417,438) | 97,575,066      | -12.2% |                           |

**Proposed solution to the problem and impact:**

**Appropriated/Private DSH**

- The SFY 2019 appropriation for DSH of \$5,087,100 Total Fund (\$267,100 General Fund) includes funding for the following:
  - Maricopa Integrated Health Systems (MIHS) - \$4,202,300 Total Fund (\$0 General Fund)
  - Private Hospitals - \$884,800 Total Fund (\$267,100 General Fund)
- These same total fund amounts are carried forward for SFY 2020. Due to the change in FMAP for FFY 2020, the General Fund portion of the private hospital appropriation is increased by \$2,900 to \$270,000.

**Non-Appropriated Arizona State Hospitals (ASH)**

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,596,600 SM provided via CPE). This amount was based on the historic Federal IMD limit. AHCCCS estimates this same total fund amount will continue in FY 2020. Due to the change in FMAP for FFY 2020, the state match portion of the ASH appropriation is increased by \$93,900 to \$8,690,500. The state retains the federal match drawn down for ASH, which is deposited in the General Fund. Due to the change in FMAP, this amount decreases by \$93,900, from \$19,878,300 to \$19,784,400.

**Non-Appropriated Maricopa Integrated Health Systems (MIHS)**

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,361,200 SM provided via CPE). Due to the reduction in federal DSH allotment in FFY 2020, AHCCCS estimates that the maximum amount available for MIHS in FY 2020 will be \$106,874,100 (SM of \$33,900,500). This change will reduce the federal match available for deposit in the General Fund from \$99,952,700 in FY 2019 to \$97,575,100 in FY 2020. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.

**Pool 5 Local Funded**

- The FY 2019 appropriation included \$21,705,900 TF (\$6,553,000 SM provided by Arizona political subdivisions through IGTs). This category is funded through voluntary contributions by the counties. Based on the projected reduction in federal DSH allotment, AHCCCS does not believe there will be funding available for this line item in FY 2020. Because these amounts are dependent upon local funding interest and subject to change based on the final MIHS and ASH OBRA limits; AHCCCS requests continuation of the footnote which allows for the appropriation to be increased if funding available is in excess of the originally appropriated levels.

The changes to ASH and MIHS result in a net decrease to federal monies deposited to the General Fund of \$2,377,600.



**PAYMENTS TO HOSPITALS  
DISPROPORTIONATE SHARE**

FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

See the attached SFY 2018 - SFY 2020 summary (Attachment A) for more information.

**Performance Measures to quantify the success of the solution:**

- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .
- Maintain the percentage of claims submitted electronically at  $\geq 95\%$ .

**STATUTORY AUTHORITY:**  
A.R.S. § 36-2903.01 Subsection O and P  
Section 1923 of the Social Security Act



**Arizona Health Care Cost Containment System  
Disproportionate Share Hospital Program  
SFY 2018 - SFY 2020  
Attachment A (Not Including Prior Year Adjustments)**

|                                  |      | FY18                | FY19                       | FY19        | FY20                 | FY20         |
|----------------------------------|------|---------------------|----------------------------|-------------|----------------------|--------------|
|                                  |      | Actual <sup>4</sup> | Appropriation <sup>5</sup> | Rebase      | Request <sup>7</sup> | Inc./(Dec.)  |
| <b>Appropriated</b>              |      |                     |                            |             |                      |              |
|                                  | (SM) | -                   | -                          | -           | -                    | -            |
| MIHS                             | (TF) | 4,202,300           | 4,202,300                  | 4,202,300   | 4,202,300            | -            |
|                                  | (SM) | 5,696,900           | 6,553,000                  | 6,553,000   | -                    | (6,553,000)  |
| Pool 5 Local Funded <sup>6</sup> | (TF) | 18,920,200          | 21,705,900                 | 21,705,900  | -                    | (21,705,900) |
|                                  | (SM) | 261,091             | 267,100                    | 267,100     | 270,000              | 2,900        |
| Private Hospitals                | (TF) | 848,800             | 884,800                    | 884,800     | 884,800              | -            |
|                                  | (SM) | 5,957,991           | 6,820,100                  | 6,820,100   | 270,000              | (6,550,100)  |
| Appropriated Subtotal            | (TF) | 23,971,300          | 26,793,000                 | 26,793,000  | 5,087,100            | (21,705,900) |
| <b>Non-Appropriated</b>          |      |                     |                            |             |                      |              |
|                                  | (SM) | 5,206,876           | 546,500                    | 546,500     | -                    | (546,500)    |
| Pool 5 Local Funded <sup>6</sup> | (TF) | 17,292,846          | 1,810,200                  | 1,810,200   | -                    | (1,810,200)  |
|                                  | (SM) | 8,573,792           | 8,596,600                  | 8,596,600   | 8,690,500            | 93,900       |
| ASH                              | (TF) | 28,474,900          | 28,474,900                 | 28,474,900  | 28,474,900           | -            |
|                                  | (SM) | 29,298,272          | 34,361,800                 | 34,361,800  | 33,900,500           | (461,300)    |
| MIHS                             | (TF) | 93,101,824          | 109,616,200                | 109,616,200 | 106,874,100          | (2,742,100)  |
|                                  | (SM) | 43,078,940          | 43,504,900                 | 43,504,900  | 42,591,000           | (913,900)    |
| Non-Approp Subtotal              | (TF) | 138,869,570         | 139,901,300                | 139,901,300 | 135,349,000          | (4,552,300)  |
| <b>Total</b>                     |      |                     |                            |             |                      |              |
|                                  | (SM) | 10,903,776          | 7,099,500                  | 7,099,500   | -                    | (7,099,500)  |
| Pool 5 Local Funded              | (TF) | 36,213,046          | 23,516,100                 | 23,516,100  | -                    | (23,516,100) |
|                                  | (SM) | 8,573,792           | 8,596,600                  | 8,596,600   | 8,690,500            | 93,900       |
| ASH <sup>2</sup>                 | (TF) | 28,474,900          | 28,474,900                 | 28,474,900  | 28,474,900           | -            |
|                                  | (SM) | 29,298,272          | 34,361,800                 | 34,361,800  | 33,900,500           | (461,300)    |
| MIHS                             | (TF) | 97,304,124          | 113,818,500                | 113,818,500 | 111,076,400          | (2,742,100)  |
|                                  | (SM) | 261,091             | 267,100                    | 267,100     | 270,000              | 2,900        |
| Private Hospitals (Approp)       | (TF) | 848,800             | 884,800                    | 884,800     | 884,800              | -            |
|                                  | (SM) | 49,036,931          | 50,325,000                 | 50,325,000  | 42,861,000           | (7,464,000)  |
| Total <sup>3</sup>               | (TF) | 162,840,870         | 166,694,300                | 166,694,300 | 140,436,100          | (26,258,200) |

|                |            |            |            |            |
|----------------|------------|------------|------------|------------|
| Net GF Revenue | 83,704,660 | 95,132,700 | 95,132,700 | 92,758,000 |
|----------------|------------|------------|------------|------------|

|  |             |             |             |            |
|--|-------------|-------------|-------------|------------|
| Total Federal Expense                    | 113,803,939 | 116,369,300 | 116,369,300 | 97,575,100 |
| Federal Allotment <sup>8</sup>           | 113,803,939 | 116,369,300 | 116,369,300 | 97,575,100 |
| Federal Allotment Variance <sup>9</sup>  | -           | -           | -           | -          |
| Additional TF DSH Available <sup>5</sup> | 21,276,800  | -           | -           | -          |

Notes:

- 1) State match for appropriated private hospital DSH is General Fund. State Match for ASH and MIHS payments are Certified Public Expenditures. State Match for the Pool 5 private DSH is voluntary political subdivision contributions.
- 2) The maximum available for ASH is the lower of the actual OBRA limit or the Federal IMD limit of \$28,474,900.
- 3) DSH is claimed at the regular Federal Fiscal Year FMAP (69.89% in FFY18; 69.81% in FFY19; 69.48% in FFY20)
- 4) FY18 Actual Expenditures include planned administrative adjustments and do not include prior year reconciliations, therefore, do not tie to AFIS for FY18. Additionally, the SM for ASH and MIHS is CPE and therefore does not flow through AFIS.
- 5) FY19 Appropriation based on Laws 2018, Chapter 284, Section 12.
- 6) Pool 5 Local Funded DSH amounts in FY19 were based on the difference between the total Arizona DSH allotment and all other expenditures. Assumes Arizona will maximize DSH allotment by allowing local entities to provide state match for DSH payments that have been reduced by budget reductions and/or OBRA limit reductions. This amount is subject to change based on changes to the ASH and MIHS OBRA limits.
- 7) FY20 Request maintains funding for Private Hospitals, MIHS \$4.2M, and ASH. Remainder allocated to MIHS Non-Approp.
- 8) FFY18 DSH Allotment is preliminary from CMS.  
FFY20 DSH Allotment assumes AZ experiences same proportional reduction in FFY20 as FFY19 if a reduction had occurred in FFY19.
- 9) Federal allotment for any given year cannot be exceeded, however, expenditures for a given State Fiscal Year can cross several DSH allotment years.

## Funding Issue Detail

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

**Issue:** 3 DISPRO SHARE

**Program:** SLI Disproportionate Share Payments  
**Fund:** 1000-A General Fund (Appropriated)

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |
| Travel In-State                            | 0.0        |
| Travel Out-of-State                        | 0.0        |
| Food                                       | 0.0        |
| Aid to Organizations & Individuals         | 2.9        |
| Other Operating Expenditures               | 0.0        |
| Equipment                                  | 0.0        |
| Capital Outlay                             | 0.0        |
| Debt Services                              | 0.0        |
| Cost Allocation                            | 0.0        |
| Transfers                                  | 0.0        |
| <b>Program / Fund Total:</b>               | <b>2.9</b> |

**Program:** SLI Disproportionate Share Payments  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | 0.0              |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | (2,280.8)        |
| <b>Program / Fund Total:</b>               | <b>(2,280.8)</b> |



## Funding Issue Detail

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

**Issue:** 3 DSH Voluntary

**Program:** SLI Disproportionate Share Payments Voluntary Match  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020           |
|--|-------------------|
| FTE  | 0.0               |
| Personal Services                          | 0.0               |
| Employee Related Expenses                  | 0.0               |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>        |
| Professional & Outside Services            | 0.0               |
| Travel In-State                            | 0.0               |
| Travel Out-of-State                        | 0.0               |
| Food                                       | 0.0               |
| Aid to Organizations & Individuals         | (16,416.6)        |
| Other Operating Expenditures               | 0.0               |
| Equipment                                  | 0.0               |
| Capital Outlay                             | 0.0               |
| Debt Services                              | 0.0               |
| Cost Allocation                            | 0.0               |
| Transfers                                  | 0.0               |
| <b>Program / Fund Total:</b>               | <b>(16,416.6)</b> |

**Program:** SLI Disproportionate Share Payments Voluntary Match  
**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | (7,099.5)        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>(7,099.5)</b> |





**GRADUATE MEDICAL EDUCATION**

**PROGRAM DESCRIPTION/BACKGROUND:**

The purpose of the Graduate Medical Education (GME) program is to provide teaching hospitals, which have graduate medical education programs, with the additional funding needed in order to compensate for the high operating costs associated with the program. One of the major contributing factors to the increases in healthcare cost in recent years has been related to the shortage of qualified medical professionals in the state, particularly in rural areas. It is imperative to have a large pool of physicians and medical professionals in order to provide Arizonans with quality healthcare services.

Laws 2006, Chapter 331, Section 8 amended ARS §36-2903.01, Subsection H.9 (b), (c), (d) and (e). Subsection (b) requires, beginning July 1, 2006, AHCCCS to expand the GME program to support the direct costs associated with new or expansion programs. Prior to this expansion, GME payments were made only to the hospitals which had GME programs approved by AHCCCS on or before October 1, 1999.

Laws 2007, Chapter 263, Section 9 further amended ARS §36-2903.01 Subsection H.9 by adding Subsection (c), which requires AHCCCS to reimburse additional indirect GME costs for programs that are located in a county with less than 500,000 residents. It also added Subsection (f), which contains an optional provision that allows local, county and tribal governments to provide the non-federal monies for GME in a specific locality or at a specific hospital in order to qualify for additional matching federal monies.

**DESCRIPTION OF THE PROBLEM:**

In SFY 2019, the legislature appropriated the voluntary GME in the amount of \$274,684,900 Total Fund (\$83,154,000 State Match – Locally Funded). AHCCCS is projecting \$293,607,800 Total Fund (\$88,581,500 State Match – Locally Funded) for FY 2020. See the table on the following page for detail by hospital, fund, and GME year.

**PROPOSED SOLUTION:**

Increase the Graduate Medical Education - Voluntary Match appropriation line by \$18,922,900 Total Fund (\$5,427,500 State Match – Locally Funded) based on the revised spending plan. Due to payment lags and delays resulting from the significant CMS review process, AHCCCS requests that the current language in the feed bill, which allows AHCCCS to increase this appropriation if additional funding is available, be continued for FY 2020.

There is no General Fund impact of this issue. State match for this program is funded 100% with voluntary contributions from local political subdivisions.



**PAYMENTS TO HOSPITALS**  
**GRADUATE MEDICAL EDUCATION**      **FISCAL YEAR 2020**  
**DECISION PACKAGE JUSTIFICATION**

|                                      | FY18        |         | FY19        |         | FY20        |         |
|--------------------------------------|-------------|---------|-------------|---------|-------------|---------|
|                                      | Actual      | Request | Rebase      | Request | Request     | Request |
| Abruzzo Central                      | 3,128,837   |         | 2,901,305   |         | 2,901,305   |         |
| Banner Health - Good Sam             |             |         |             |         |             |         |
| Banner Health - Boswell              |             |         |             |         |             |         |
| Banner Health - Del Webb             |             |         |             |         |             |         |
| Banner Health - UMC Phoenix          | 42,027,432  |         | 43,796,188  |         | 43,796,188  |         |
| Banner Health - UMC South            | 20,023,062  |         | 18,431,794  |         | 18,431,794  |         |
| Banner Health - UMC Tucson           | 63,503,119  |         | 64,999,201  |         | 64,999,201  |         |
| John C. Lincoln North                | 1,225,004   |         | 1,474,938   |         | 1,474,938   |         |
| Canyon Vista MC                      |             |         | 2,480,750   |         | 2,480,750   |         |
| Kingman Regional Medical Center      | 3,130,734   |         | 3,261,875   |         | 3,261,875   |         |
| Maricopa Medical Center              | 55,569,791  |         | 56,966,637  |         | 56,966,637  |         |
| Mayo Hospital                        |             |         | 15,512,970  |         | -           |         |
| Mountain Vista MC                    | 5,649,760   |         | 6,767,313   |         | 6,767,313   |         |
| Phoenix Baptist                      |             |         |             |         |             |         |
| Phoenix Children's Hospital          | 29,192,010  |         | 69,060,330  |         | 38,227,527  |         |
| Scottsdale Healthcare - Osborn       | 2,903,176   |         | 2,784,527   |         | 2,784,527   |         |
| Scottsdale Healthcare - Shea         | 788,520     |         | 848,025     |         | 848,025     |         |
| Scottsdale Healthcare - Thompson     | 670,451     |         | 1,493,309   |         | 1,493,309   |         |
| Sierra Vista Regional                |             |         |             |         |             |         |
| St. Joseph's Hospital & Medical Ctr. | 35,045,240  |         | 74,701,980  |         | 38,882,126  |         |
| Tucson Medical Center                | 6,722,819   |         | 7,624,058   |         | 7,624,058   |         |
| UA Med Center - Univ. Campus         |             |         |             |         |             |         |
| US Med Center - South Campus         |             |         |             |         |             |         |
| Verde Valley MC                      |             |         |             |         |             |         |
| Yuma Regional Medical Center         | 2,689,521   |         | 2,668,203   |         | 2,668,203   |         |
|                                      | 272,269,476 |         | 375,773,402 |         | 293,607,775 |         |
|                                      |             |         |             |         |             |         |
| Federal                              | 188,073,527 |         | 261,551,109 |         | 205,026,309 |         |
| State                                | 84,195,949  |         | 114,222,293 |         | 88,581,466  |         |
|                                      | 272,269,476 |         | 375,773,402 |         | 293,607,775 |         |
|                                      |             |         |             |         |             |         |
| GME Year 2016                        | 64,237,250  |         | -           |         | -           |         |
| GME Year 2017                        | 208,032,227 |         | 82,165,627  |         | -           |         |
| GME Year 2018                        | -           |         | 293,607,775 |         | -           |         |
| GME Year 2019                        | -           |         | -           |         | 293,607,775 |         |
|                                      | 272,269,476 |         | 375,773,402 |         | 293,607,775 |         |



**PAYMENTS TO HOSPITALS  
GRADUATE MEDICAL EDUCATION**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**

The FY19 rebase includes the GME Year 2018 spending plan plus the remaining GME Year 2017 payments, for a projected total of \$375,773,400 Total Fund (\$114,222,300 State Match) with 17 total hospitals that have expressed interest in participating. The final amounts will depend on how much state match the local government partners are willing to contribute. All GME payments and the associated intergovernmental agreements must be reviewed and approved by the Centers for Medicare and Medicaid Services prior to payment, which lengthens the process considerably.

For the budget submittal, the FY 2020 request is based on the GME Year 2018 spending plan amount of \$293,607,800 Total Fund (\$88,581,500 State Match). AHCCCS and CMS are continuing to negotiate on the methodology for indirect GME. AHCCCS requests that the feed bill footnote language be continued for GME in FY 2020 to provide flexibility in the event more funding becomes available and CMS approves additional expenditures.

**PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:**

- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**STATUTORY AUTHORITY:**

A.R.S. § 36-2903.01, Subsection H, Paragraph 9

A.R.S. § 36-2903

42 CFR 413.86

42 CFR Parts 438 and 447



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
STATE FISCAL YEAR 2020 BUDGET  
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

|                       | FY2018<br><u>Actual</u> | FY2019<br><u>Approp</u> | FY2019<br><u>Rebase</u> | FY2020<br><u>Request</u> | FY2020<br><u>Increase</u> |
|-----------------------|-------------------------|-------------------------|-------------------------|--------------------------|---------------------------|
| State and Local Match | 84,195,949              | 83,154,000              | 114,222,300             | 88,581,500               | 5,427,500                 |
| Federal Funds         | 188,073,527             | 191,530,900             | 261,551,100             | 205,026,300              | 13,495,400                |
| Total GME             | <u>272,269,476</u>      | <u>274,684,900</u>      | <u>375,773,400</u>      | <u>293,607,800</u>       | <u>18,922,900</u>         |
| Effective FMAP        | 69.08%                  | 69.73%                  | 69.60%                  | 69.83%                   |                           |

Notes:

- 1) The FY 2018 Actual payments include payments associated with GME years 2016 and 2017.
- 2) The FY 2019 Rebase includes the remainder of the 2017 GME plan and the 2018 GME plan.
- 3) The FY 2020 Request is based on the 2018 GME plan.
- 4) Actual GME amounts for FY 2019 and FY 2020 will vary depending on local funding availability and CMS approval.
- 5) GME is paid based on a blended FMAP for the SFY of the GME year. For example, the FY 2020 amount will be based on the blended SFY 2019 FMAP.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

|                                      | FY18<br>Actual     | FY19<br>Rebase     | FY20<br>Request    |
|--------------------------------------|--------------------|--------------------|--------------------|
| Abrazo Central                       | 3,128,837          | 2,901,305          | 2,901,305          |
| Banner Health - Good Sam             |                    |                    |                    |
| Banner Health - Boswell              |                    |                    |                    |
| Banner Health - Del Webb             |                    |                    |                    |
| Banner Health - UMC Phoenix          | 42,027,432         | 43,796,188         | 43,796,188         |
| Banner Health - UMC South            | 20,023,062         | 18,431,794         | 18,431,794         |
| Banner Health - UMC Tucson           | 63,503,119         | 64,999,201         | 64,999,201         |
| John C. Lincoln North                | 1,225,004          | 1,474,938          | 1,474,938          |
| Canyon Vista MC                      |                    | 2,480,750          | 2,480,750          |
| Kingman Regional Medical Center      | 3,130,734          | 3,261,875          | 3,261,875          |
| Maricopa Medical Center              | 55,569,791         | 56,966,637         | 56,966,637         |
| Mayo Hospital                        |                    | 15,512,970         | -                  |
| Mountain Vista MC                    | 5,649,760          | 6,767,313          | 6,767,313          |
| Phoenix Baptist                      |                    |                    |                    |
| Phoenix Children's Hospital          | 29,192,010         | 69,060,330         | 38,227,527         |
| Scottsdale Healthcare - Osborn       | 2,903,176          | 2,784,527          | 2,784,527          |
| Scottsdale Healthcare - Shea         | 788,520            | 848,025            | 848,025            |
| Scottsdale Healthcare - Thompson     | 670,451            | 1,493,309          | 1,493,309          |
| Sierra Vista Regional                |                    |                    |                    |
| St. Joseph's Hospital & Medical Ctr. | 35,045,240         | 74,701,980         | 38,882,126         |
| Tucson Medical Center                | 6,722,819          | 7,624,058          | 7,624,058          |
| UA Med Center - Univ. Campus         |                    |                    |                    |
| US Med Center - South Campus         |                    |                    |                    |
| Verde Valley MC                      |                    |                    |                    |
| Yuma Regional Medical Center         | 2,689,521          | 2,668,203          | 2,668,203          |
|                                      | <u>272,269,476</u> | <u>375,773,402</u> | <u>293,607,775</u> |
| <br>                                 |                    |                    |                    |
| Federal                              | 188,073,527        | 261,551,109        | 205,026,309        |
| State                                | 84,195,949         | 114,222,293        | 88,581,466         |
|                                      | <u>272,269,476</u> | <u>375,773,402</u> | <u>293,607,775</u> |
| <br>                                 |                    |                    |                    |
| GME Year 2016                        | 64,237,250         | -                  | -                  |
| GME Year 2017                        | 208,032,227        | 82,165,627         | -                  |
| GME Year 2018                        | -                  | 293,607,775        | -                  |
| GME Year 2019                        | -                  | -                  | 293,607,775        |
|                                      | <u>272,269,476</u> | <u>375,773,402</u> | <u>293,607,775</u> |

## Funding Issue Detail

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

**Issue:** 4 Graduate Medical Education

**Program:** SLI Graduate Medical Education  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020         |
|--|-----------------|
| FTE  | 0.0             |
| Personal Services                          | 0.0             |
| Employee Related Expenses                  | 0.0             |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>      |
| Professional & Outside Services            | 0.0             |
| Travel In-State                            | 0.0             |
| Travel Out-of-State                        | 0.0             |
| Food                                       | 0.0             |
| Aid to Organizations & Individuals         | 13,495.4        |
| Other Operating Expenditures               | 0.0             |
| Equipment                                  | 0.0             |
| Capital Outlay                             | 0.0             |
| Debt Services                              | 0.0             |
| Cost Allocation                            | 0.0             |
| Transfers                                  | 0.0             |
| <b>Program / Fund Total:</b>               | <b>13,495.4</b> |

**Program:** SLI Graduate Medical Education  
**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 5,427.5        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>5,427.5</b> |





FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**RURAL HOSPITALS APPROPRIATION**

**RURAL HOSPITALS APPROPRIATION**

For FY19, AHCCCS was appropriated \$28,612,400 Total Fund (\$8,638,000 General Fund) for Rural Hospitals. This appropriation includes funding for the Critical Access Hospital and the Rural Hospital Reimbursement programs. In FY20, AHCCCS requests a General Fund increase of \$94,500 and a Federal Funds decrease of \$94,500 for a net zero total fund change within the Rural Hospitals and Critical Access Hospitals appropriations. This change is due to an anticipated decrease in the Federal Medical Assistance Percentage (FMAP). The tables below show the requested amounts by component.

| <b>ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM</b> |                  |                         |                  |                   |                               |
|--|------------------|-------------------------|------------------|-------------------|-------------------------------|
| <b>STATE FISCAL YEAR 2020 BUDGET</b>               |                  |                         |                  |                   |                               |
| <b>CRITICAL ACCESS HOSPITAL PROGRAM</b>            |                  |                         |                  |                   |                               |
|  | FY2018<br>Actual | FY2019<br>Appropriation | FY2019<br>Rebase | FY2020<br>Request | FY2020<br>Increase/(Decrease) |
| General Funds                                      | 3,159,111        | 4,969,500               | 4,967,600        | 5,021,800         | 52,300                        |
| Federal Funds                                      | 7,332,789        | 11,484,800              | 11,486,700       | 11,432,500        | (52,300)                      |
| Total Funds  | 10,491,900       | 16,454,300              | 16,454,300       | 16,454,300        | -                             |
| FMAP   | 69.89%           | 69.80%                  | 69.81%           | 69.48%            |                               |

| <b>ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM</b> |                  |                         |                  |                   |                               |
|--|------------------|-------------------------|------------------|-------------------|-------------------------------|
| <b>STATE FISCAL YEAR 2020 BUDGET</b>               |                  |                         |                  |                   |                               |
| <b>RURAL HOSPITAL REIMBURSEMENT PROGRAM</b>        |                  |                         |                  |                   |                               |
|  | FY2018<br>Actual | FY2019<br>Appropriation | FY2019<br>Rebase | FY2020<br>Request | FY2020<br>Increase/(Decrease) |
| General Funds                                      | 3,660,799        | 3,668,500               | 3,670,500        | 3,710,700         | 42,200                        |
| Federal Funds                                      | 8,497,285        | 8,489,600               | 8,487,600        | 8,447,400         | (42,200)                      |
| Total Funds  | 12,158,084       | 12,158,100              | 12,158,100       | 12,158,100        | -                             |
| FMAP   | 69.89%           | 69.83%                  | 69.81%           | 69.48%            |                               |



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**RURAL HOSPITALS APPROPRIATION**

**CRITICAL ACCESS HOSPITALS**

**FEDERAL MEDICAL ASSISTANCE PERCENTAGE (FMAP) ADJUSTMENT**

**Description of the problem:**

The Critical Access Hospitals (CAHs) Program in Arizona is designed to provide supplemental payments to in-state CAHs over and above regular AHCCCS reimbursement for their Medicaid patient services.

To be designated as a critical access hospital, a facility must (1) be located in a rural area; (2) be located more than 35 miles from a hospital or another health care facility; or (3) be certified by the State as being a necessary provider of health care services to residents in the area. In addition, the facility must meet other requirements such as number of beds for Medicare patient services, average annual patient length of stay, 24 hour per day provision of emergency medical services, and referral tertiary hospital.

As of August 2018, there are ten Arizona hospitals that have acquired CAH designations by Medicare and are receiving CAH payments from AHCCCS. They include: Wickenburg Regional Hospital, Benson Hospital, Northern Cochise Community Hospital, Page Hospital, Little Colorado Medical Center, Copper Queen Hospital, Holy Cross Hospital, Cobre Valley Community Hospital, White Mountain Regional Medical Center, and La Paz Regional Hospital.

During a given State Fiscal Year, CAH payments are made in equal payments using the current Federal Fiscal Year FMAP (prior to SFY 2010 CAH payments were made quarterly, beginning in SFY 2010 only two payments are made).

For FY 2019, the Critical Access Hospital allocation is \$16,454,300 Total Fund (\$4,969,500 General Fund) with the federal share based on the FFY 2019 FMAP of 69.81%. For FFY 2020, AHCCCS is assuming the FMAP decreases to 69.48% based on FFIS estimates (Issue Brief 18-11, March 23, 2018)

**Proposed solution to the problem:**

Increase the General Fund for FY 2020 by \$52,300 to \$5,021,800 and decrease Federal Expenditure authority by \$52,300 to \$11,432,500.

**Performance Measures to quantify the success of the solution:**

- Increase the number of transactions processed online monthly by 0.5%.
- Maintain the percentage of claims submitted electronically at  $\geq 95\%$ .

**Impact of not funding this issue:**



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**RURAL HOSPITALS APPROPRIATION**

If this funding adjustment is not made, there will be a General Fund shortage of \$52,300 in this budget line.

**Statutory Authority:**

42 CFR 485, Subpart F  
A.R.S. § 36-2903.01(U) – Laws 2015, Chapter 14, Section 4  
Arizona Section 1115 Research and Demonstration Waivers (CNOM #8) (December 15, 2014 Amendment)

RURAL HOSPITAL REIMBURSEMENT  
FEDERAL MEDICAL ASSISTANCE PERCENTAGE (FMAP) ADJUSTMENT

**Description of the problem**

Rural hospitals are a critical element of the AHCCCS provider network. In many areas of the state there is only one hospital available. As the AHCCCS population has expanded, Medicaid has become a primary payer in some of these areas. Due to smaller patient populations compared to urban hospitals along with competition for physicians, nurses, and other medical personnel, rural hospitals are required to spread costs over a smaller revenue base.

Pursuant to Laws 2001, Chapter 344, Section 109, AHCCCS and the Arizona Hospital Association conducted an inpatient hospital reimbursement study. One of the major findings from that study was that AHCCCS "payments overall cover 94% of hospitals' costs for serving AHCCCS members." However, there were some significant variances in the payments by peer groups, and AHCCCS reimbursed just 57% of the costs for hospitals with fewer than 75 beds. The workgroup concluded that "small rural hospitals face unique fiscal challenges that need to be addressed either through the AHCCCS tier rates, outside the rates but funded through AHCCCS, or outside AHCCCS altogether."

A.R.S. §36-2905.02 authorizes AHCCCS to distribute supplemental payments for inpatient hospital services provided by qualifying rural hospitals based on utilization or adjusted tier rates. To qualify for this supplemental payment, the facility must be either (1) an acute care hospital that is not an Indian Health Services (IHS) hospital or a tribally owned and operated facility with 100 or fewer beds and located in a county with a population of less than 500,000; or (2) licensed as a critical access hospital.

This supplemental payment would be in addition to the payments made by AHCCCS or the health plans and would not be tied to the requirements for Critical Access Hospital (CAH) designation. The Centers for Medicare and Medicaid Services (CMS) did not approve the proposed methodology of making supplemental hospital payments directly to the rural hospitals, therefore, the payments are made via capitation to the AHCCCS Health Plans which then reimburse the hospitals. This one-time payment is made at the end of the fiscal year, therefore the federal fiscal year FMAP rate is used to calculate the requested amount of General Fund.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**RURAL HOSPITALS APPROPRIATION**

For FY 2019, the Rural Hospital Reimbursement allocation is \$12,158,100 Total Fund (\$3,670,500 General Fund) with the federal share based on the FFY 2019 FMAP of 69.81%. For FFY 2020, AHCCCS is assuming the FMAP decreases to 69.48% based on FFIS estimates (Issue Brief 18-11, March 23, 2018)

**Proposed solution to the problem:**

Increase the General Fund for FY 2020 by \$42,200 to \$3,710,700 and decrease Federal Expenditure authority by \$42,200 to \$8,447,400.

**Performance Measures to quantify the success of the solution:**

- Increase the number of transactions processed online monthly by 0.5%.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**Impact of not funding this issue:**

If this funding adjustment is not made, there will be a General Fund surplus of \$28,000 in this budget line.

**STATUTORY AUTHORITY:**

A.R.S. § 36-2905.02

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

|                               | <u>FY18 Actual</u>   | <u>FY19 Approp</u>   | <u>FY20 Request</u>  | <u>FY20 Inc/(Dec)</u> |
|-------------------------------|----------------------|----------------------|----------------------|-----------------------|
| Critical Access Hospitals     |                      |                      |                      |                       |
| General Fund                  | 3,159,111.09         | 4,969,500.00         | 5,021,800.00         | 52,300.00             |
| Federal Funds                 | 7,332,788.91         | 11,484,800.00        | 11,432,500.00        | (52,300.00)           |
| Total Funds                   | <u>10,491,900.00</u> | <u>16,454,300.00</u> | <u>16,454,300.00</u> | <u>-</u>              |
| Rural Hospital Reimbursement  |                      |                      |                      |                       |
| General Fund                  | 3,660,799.09         | 3,668,500.00         | 3,710,700.00         | 42,200.00             |
| Federal Funds                 | 8,497,284.91         | 8,489,600.00         | 8,447,400.00         | (42,200.00)           |
| Total Funds                   | <u>12,158,084.00</u> | <u>12,158,100.00</u> | <u>12,158,100.00</u> | <u>-</u>              |
| Rural Hospitals Appropriation |                      |                      |                      |                       |
| General Fund                  | 6,819,910.18         | 8,638,000.00         | 8,732,500.00         | 94,500.00             |
| Federal Funds                 | 15,830,073.82        | 19,974,400.00        | 19,879,900.00        | (94,500.00)           |
| Total Funds                   | <u>22,649,984.00</u> | <u>28,612,400.00</u> | <u>28,612,400.00</u> | <u>-</u>              |



## Funding Issue Detail

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

**Issue:** 5 Rural Hospital Reimbursement

**Program:** SLI Rural Hospital Reimbursement  
**Fund:** 1000-A General Fund (Appropriated)

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

| Expenditure Categories                     | FY 2020     |
|--|-------------|
| FTE  | 0.0         |
| Personal Services                          | 0.0         |
| Employee Related Expenses                  | 0.0         |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>  |
| Professional & Outside Services            | 0.0         |
| Travel In-State                            | 0.0         |
| Travel Out-of-State                        | 0.0         |
| Food                                       | 0.0         |
| Aid to Organizations & Individuals         | 42.2        |
| Other Operating Expenditures               | 0.0         |
| Equipment                                  | 0.0         |
| Capital Outlay                             | 0.0         |
| Debt Services                              | 0.0         |
| Cost Allocation                            | 0.0         |
| Transfers                                  | 0.0         |
| <b>Program / Fund Total:</b>               | <b>42.2</b> |

**Program:** SLI Rural Hospital Reimbursement  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020       |
|--|---------------|
| FTE  | 0.0           |
| Personal Services                          | 0.0           |
| Employee Related Expenses                  | 0.0           |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>    |
| Professional & Outside Services            | 0.0           |
| Travel In-State                            | 0.0           |
| Travel Out-of-State                        | 0.0           |
| Food                                       | 0.0           |
| Aid to Organizations & Individuals         | (42.2)        |
| Other Operating Expenditures               | 0.0           |
| Equipment                                  | 0.0           |
| Capital Outlay                             | 0.0           |
| Debt Services                              | 0.0           |
| Cost Allocation                            | 0.0           |
| Transfers                                  | 0.0           |
| <b>Program / Fund Total:</b>               | <b>(42.2)</b> |



## Funding Issue Detail

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

**Issue:** 5 Critical Access Hospitals

**Program:** Critical Access Hospitals  
**Fund:** 1000-A General Fund (Appropriated)

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

| Expenditure Categories                     | FY 2020     |
|--|-------------|
| FTE  | 0.0         |
| Personal Services                          | 0.0         |
| Employee Related Expenses                  | 0.0         |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>  |
| Professional & Outside Services            | 0.0         |
| Travel In-State                            | 0.0         |
| Travel Out-of-State                        | 0.0         |
| Food                                       | 0.0         |
| Aid to Organizations & Individuals         | 52.3        |
| Other Operating Expenditures               | 0.0         |
| Equipment                                  | 0.0         |
| Capital Outlay                             | 0.0         |
| Debt Services                              | 0.0         |
| Cost Allocation                            | 0.0         |
| Transfers                                  | 0.0         |
| <b>Program / Fund Total:</b>               | <b>52.3</b> |

**Program:** Critical Access Hospitals  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020       |
|--|---------------|
| FTE  | 0.0           |
| Personal Services                          | 0.0           |
| Employee Related Expenses                  | 0.0           |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>    |
| Professional & Outside Services            | 0.0           |
| Travel In-State                            | 0.0           |
| Travel Out-of-State                        | 0.0           |
| Food                                       | 0.0           |
| Aid to Organizations & Individuals         | (52.3)        |
| Other Operating Expenditures               | 0.0           |
| Equipment                                  | 0.0           |
| Capital Outlay                             | 0.0           |
| Debt Services                              | 0.0           |
| Cost Allocation                            | 0.0           |
| Transfers                                  | 0.0           |
| <b>Program / Fund Total:</b>               | <b>(52.3)</b> |





## 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<sup>1 2</sup>:

- 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.

<sup>1</sup> AHCCCS Targeted Investments Program Portal: <https://www.azahcccs.gov/PlansProviders/TargetedInvestments/>

<sup>2</sup> AHCCCS Targeted Investments Program FAQ: <https://www.azahcccs.gov/PlansProviders/Downloads/TI/FAQ.pdf>



### Implementation

The TI program will provide financial incentives to participating AHCCCS registered providers to develop clinical processes for integrated care. Specifically, participants will receive incentive payments for increasing physical and behavioral health care integration and coordination for individuals with behavioral health needs. The TI program aims to reduce fragmentation that commonly occurs between acute care and behavioral health care, increase efficiencies in service delivery for members with behavioral health needs and improve health outcomes for the affected populations.

Eligible participants include primary care providers, behavioral health providers, Integrated Clinics and acute and psychiatric hospitals contracted with AHCCCS managed care organizations (MCOs) to provide care to AHCCCS managed care members.

AHCCCS will direct payment of the financial incentives on an annual basis to participating eligible primary care, behavioral health and hospital providers based on requirements that vary over the five years of the TI program. For Year 1 (Year ending September 30, 2017) TI participants will receive payment following acceptance into the program. For the next two years of the TI program, participants are required to implement TI project “Core Components”, which are systems and resources that help to further integrate physical health and behavioral health services. Each Core Component has associated “Milestones”, which TI participants must meet to receive incentive payments. For the final two years, TI participating providers must meet quality performance metrics from an AHCCCS-defined clinical performance measure set to earn incentive payments

### Funding

CMS will provide federal Medicaid Title XIX funds to support TI program payments and state matching funds will be provided by Intergovernmental Transfers (IGTs) and Designated State Health Programs (DSHPs). Total program funding is \$300 million over five years.

IGTs are transfers of funds from political subdivisions, tribal governments, universities, or other designated public entities that are used to leverage federal Medicaid matching funds. DSHPs are a financing mechanism allowed by CMS for select waiver initiatives, including TI, wherein Arizona identifies state-only spending on qualifying health care programs, claims a certified public expenditure (CPE), and receives federal funds based on total computable expenditures. There are no changes required to the state-only expenditures and utilizing those programs as a DSHP source does not affect the level of spending for those programs. Expenditures of County Intergovernmental Agreement (IGA) funds for Services to Individuals with a Serious Mental Illness (SMI) have been identified for this purpose. Both funding from IGTs and DSHPs are deposited into the DSRIP Fund, which was created in FY 2017 and continuously appropriated for this purpose.<sup>3</sup>

<sup>3</sup> [Laws 2016, Chapter 122 \(HB2704\)](#)



Expenditures from the DSRIP Fund are matched with additional federal Medicaid dollars to support TI payments to providers (see Table B on the following page). CMS has approved a five year plan for time-limited, one-time strategic investments for each of the focus areas identified above. The expenditures are eligible to receive the regular FMAP and will be separately tracked by AHCCCS and reported to CMS. These additional funding amounts do not have a State General Fund impact, do not affect existing payments for services, and will not become a part of ongoing programmatic expenditures. CMS has also approved up to 5% of TI funding to be used for administrative purposes to implement the program. Managed care organization administrative activities and tax liabilities associated with the program will be funded from this allocation.

The payments approved by CMS for FFY 2017 through FFY 2021 will occur in SFY 2018 through SFY 2022. For example, the FFY 2017 amounts will be paid in SFY 2018 and the FFY 2018 amounts will be paid in SFY 2019. In future years, when quality metrics must be met, the payments may lag even further behind. CMS has indicated that the two year claiming window applies to these expenditures.

**Proposed solution to the problem or issue:**

AHCCCS proposes an increase of \$20,000,000 Total Fund, including \$6,289,300 DSRIP Fund State Match in FY 2020. The DSRIP Fund and associated federal expenditures are continuously appropriated. See Table A below.

Table A. Decision Package

|               | FY2019<br>Approp | FY2019<br>Estimate | FY2020<br>Request | FY2020<br>Increase/<br>(Decrease) |
|---------------|------------------|--------------------|-------------------|-----------------------------------|
| DSRIP Fund    | 21,773,100       | 21,773,100         | 28,062,400        | 6,289,300                         |
| Federal Funds | 48,226,900       | 48,226,900         | 61,937,600        | 13,710,700                        |
| Total Funds   | 70,000,000       | 70,000,000         | 90,000,000        | 20,000,000                        |

Table B. TI Payments to Providers

| Program Category      | FFY2017    | FFY2018    | FFY2019    | FFY2020    | FFY2021    | Total       |
|-----------------------|------------|------------|------------|------------|------------|-------------|
| Justice               | 760,000    | 2,660,000  | 3,420,000  | 2,660,000  | 1,900,000  | 11,400,000  |
| Adult                 | 10,070,000 | 35,245,000 | 45,315,000 | 35,245,000 | 25,175,000 | 151,050,000 |
| Children              | 8,170,000  | 28,595,000 | 36,765,000 | 28,595,000 | 20,425,000 | 122,550,000 |
| Administration (5%)   | 1,000,000  | 3,500,000  | 4,500,000  | 3,500,000  | 2,500,000  | 15,000,000  |
|                       | 20,000,000 | 70,000,000 | 90,000,000 | 70,000,000 | 50,000,000 | 300,000,000 |
| Fund Source:          |            |            |            |            |            |             |
|                       |            |            |            |            |            |             |
| TI Expenditure        | FFY2017    | FFY2018    | FFY2019    | FFY2020    | FFY2021    | Total       |
| Federal Share         | 20,000,000 | 70,000,000 | 90,000,000 | 70,000,000 | 50,000,000 | 300,000,000 |
| State Share           | 13,655,600 | 48,226,900 | 61,937,600 | 47,954,200 | 34,253,000 | 206,027,300 |
|                       | 6,344,400  | 21,773,100 | 28,062,400 | 22,045,800 | 15,747,000 | 93,972,700  |
| FMAP                  | 69.24%     | 69.89%     | 69.81%     | 69.48%     | 69.48%     |             |
| FFP                   | 50.00%     | 50.00%     | 50.00%     | 50.00%     | 50.00%     |             |
| DSHP Total Computable | 6,274,400  | 21,137,600 | 27,306,100 | 21,654,900 | 15,467,800 | 91,840,800  |
| Federal Share         | 4,344,400  | 14,773,100 | 19,062,400 | 15,045,800 | 10,747,000 | 63,972,700  |
|                       |            |            |            |            |            |             |
| IGT Contribution      | 2,000,000  | 7,000,000  | 9,000,000  | 7,000,000  | 5,000,000  | 30,000,000  |

**Performance Measures to quantify the success of the solution:**

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

- Increase the % of newly-enrolled CMAP Children who receive a behavioral health service at least once per month to 60%.



- Increase the % of children ages 0-17 with a behavioral health diagnosis who have appropriate EPSDT (wellness) visits.
- Increase depression remission as evidenced by scores on a standard rating tool.
- Increase the % of individuals transitioning from incarceration who are connected to a primary care provider.

**Alternatives considered and reasons for rejection:**

No other federal funding is available to support these projects.

**Impact of not funding this fiscal year:**

AHCCCS will not be able to implement this program to make critical investments in infrastructure that will allow it to meet its strategic goals.

**Statutory Reference:**

Laws 2016, Chapter 122 (HB2704).



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
STATE FISCAL YEAR 2020 BUDGET  
TARGETED INVESTMENTS PROGRAM**

|                    | FY2018 Actual     | FY2019<br>Approp  | FY2019<br>Estimate | FY2020<br>Request | FY2020<br>Increase/<br>(Decrease) |
|--------------------|-------------------|-------------------|--------------------|-------------------|-----------------------------------|
| DSRIP Fund         | 19,991,900        | 21,773,100        | 21,773,100         | 28,062,400        | 6,289,300                         |
| Federal Funds      | 19,991,900        | 48,226,900        | 48,226,900         | 61,937,600        | 13,710,700                        |
| <b>Total Funds</b> | <b>19,991,900</b> | <b>70,000,000</b> | <b>70,000,000</b>  | <b>90,000,000</b> | <b>20,000,000</b>                 |
| Effective FMAP     | -                 | 68.90%            | 68.90%             | 68.82%            |                                   |

Notes:

1. DSRIP Fund is non-appropriated and includes federal funds deposited as CPEs for DSHP and IGT funds.
2. Plan approved by CMS on January 18, 2017. FFY18 Amount will pay in SFY19. FFY19 Amount will pay in SFY20.
3. Funding includes both programmatic and administrative components.
4. In FY18 the federal share was transferred into the DSRIP fund for expenditures. In FY19 and FY20, the federal share is shown separately.



## Funding Issue Detail

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

**Issue:** 9 Targeted Investments

**Program:** Targeted Investments Program  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020         |
|--|-----------------|
| FTE  | 0.0             |
| Personal Services                          | 0.0             |
| Employee Related Expenses                  | 0.0             |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>      |
| Professional & Outside Services            | 0.0             |
| Travel In-State                            | 0.0             |
| Travel Out-of-State                        | 0.0             |
| Food                                       | 0.0             |
| Aid to Organizations & Individuals         | 13,710.7        |
| Other Operating Expenditures               | 0.0             |
| Equipment                                  | 0.0             |
| Capital Outlay                             | 0.0             |
| Debt Services                              | 0.0             |
| Cost Allocation                            | 0.0             |
| Transfers                                  | 0.0             |
| <b>Program / Fund Total:</b>               | <b>13,710.7</b> |

**Program:** Targeted Investments Program  
**Fund:** 2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)

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

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 6,289.3        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>6,289.3</b> |





**CHILDREN'S HEALTH INSURANCE PROGRAM**

**CHILDREN'S HEALTH INSURANCE PROGRAM**

**DESCRIPTION OF THE PROBLEM:**

AHCCCS offers health insurance through its Children's Health Insurance Program (CHIP), called KidsCare, for children (under age 19) who are not eligible for other AHCCCS programs. For those who qualify, there are monthly premiums.

On March 15, 2010, the Centers for Medicare and Medicaid Services (CMS) approved an enrollment freeze and cap for KidsCare with the effective date of January 1, 2010. Since the enrollment freeze State Plan Amendment (SPA) was approved prior to the President signing the Patient Protection and Affordable Care Act of 2010 (ACA), the freeze was not considered a violation of the maintenance of effort (MOE) provisions of the ACA.

On July 22, 2016, CMS approved a SPA to remove the enrollment cap on the programs, per Laws 2016, Chapter 112. Coverage for new applicants began effective September 1, 2016.

KidsCare expenditures are funded by Arizona's Title XXI CHIP allotment at an enhanced 100% FMAP due to a 23 percentage point increase under the ACA, which expires September 30, 2019. On January 22, 2018, Congress passed a six-year extension of CHIP funding as part of a broader continuing resolution to fund the federal government. Federal funding for CHIP expired on September 30, 2017 and without additional funding available, states used remaining funds from previous years. On February 9, 2018, Congress passed the Bipartisan Budget Act of 2018, which reauthorized CHIP for an additional four years. President Trump signed the bill into law that same day, allowing for CHIP's extension through 2027.

In late December 2017, Congress provided some short-term funding for early 2018. In addition, under Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 AHCCCS is required to stop processing all new applications for KidsCare if the effective FMAP is less than one hundred percent.

This budget submittal assumes current law, no change to the FMAP, and sufficient CHIP allotment for FFY 2018 and FFY 2019. Please see the budget submittal letter for a discussion of potential scenarios and funding impacts that may occur as the result of federal and state policy decisions.

In FY 2020, AHCCCS requests an increase of \$23,695,000 Total Fund over the FY 2019 allocation.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**CHILDREN'S HEALTH INSURANCE PROGRAM**

| ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM |            |            |            |             |            |
|---|------------|------------|------------|-------------|------------|
| CHILDREN'S HEALTH INSURANCE PROGRAM         |            |            |            |             |            |
| KIDSCARE                                    |            |            |            |             |            |
|   | FY 2018    | FY 2019    | FY 2019    | FY 2020     | FY 2020    |
|   | Actual     | Allocation | Rebase     | Request     | Inc/(Dec)  |
| General Fund                                | -          | -          | -          | 7,791,700   | 7,791,700  |
| Local Match (APSI)                          | -          | -          | -          | 76,300      | 76,300     |
| Subtotal State Match                        | -          | -          | -          | 7,868,000   | 7,868,000  |
| CHIP  | 60,549,898 | 81,846,900 | 82,148,200 | 97,673,900  | 15,827,000 |
| Subtotal Federal Funding                    | 60,549,898 | 81,846,900 | 82,148,200 | 97,673,900  | 15,827,000 |
| Grand Total                                 | 60,549,898 | 81,846,900 | 82,148,200 | 105,541,900 | 23,695,000 |

**MEMBER GROWTH**

AHCCCS projected member growth in KidsCare by estimating the number of children in Arizona who are without health insurance coverage, do not qualify for other Medicaid programs, and would likely be eligible for KidsCare. Census and health insurance data was reviewed and analyzed from the U.S. Census Bureau's 2014 Annual Social and Economic Supplement (ASEC) of the Current Population Survey (CPS) to estimate the number of children, by household income level, that were uninsured in 2014. AHCCCS then assumed that a portion of those individuals became insured via the Federally Facilitated Marketplace (FFM) and Arizona's overall population experienced underlying annual average growth of 1.5%.

As of June 2018, 29,767 children were enrolled in KidsCare. By June 2019, AHCCCS anticipates 43,105 members and 45,282 by June 2020 based on the saturation model described below.

AHCCCS estimates that 44,668 children could be eligible for KidsCare. Assuming a presentation rate of 100% and an eleven month phase-in for enrollment beginning August 2018, it is estimated that 44,668 members will be enrolled by July 2019. The KidsCare population is assumed to increase at an annual average rate of 1.5% thereafter, reflecting underlying population growth.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**CHILDREN'S HEALTH INSURANCE PROGRAM**

| <b>SFY 2019</b> |          |           |
|-----------------|----------|-----------|
|                 | Phase-In | Members   |
| Jul-18          | 66.58%   | 29,740.00 |
| Aug-18          | 67.59%   | 30,192.00 |
| Sep-18          | 70.04%   | 31,286.00 |
| Oct-18          | 72.58%   | 32,421.00 |
| Nov-18          | 75.21%   | 33,596.00 |
| Dec-18          | 77.94%   | 34,814.00 |
| Jan-19          | 80.76%   | 36,075.00 |
| Feb-19          | 83.69%   | 37,383.00 |
| Mar-19          | 86.72%   | 38,738.00 |
| Apr-19          | 89.87%   | 40,142.00 |
| May-19          | 93.13%   | 41,598.00 |
| Jun-19          | 96.50%   | 43,105.00 |
| Jul-19          | 100.00%  | 44,668.00 |



**PREMIUMS**

Premiums offset the cost of the KidsCare program, however, for appropriation purposes, premiums are loaded into the CHIP Fund.

The following schedule shows current KidsCare premiums by income level and number of children in family:

| Household Income | One Child      | Two or More Children |
|------------------|----------------|----------------------|
| 139-149% FPL     | \$10 per month | \$15 per month       |
| 150-175% FPL     | \$40 per month | \$60 per month       |
| 176-200% FPL     | \$50 per month | \$70 per month       |

Actual premiums paid during SFY17 through SFY18 with estimated premiums for SFY19 and SFY20 are shown in the following table.

| SFY            | Premiums Paid |
|----------------|---------------|
| SFY17 Actual   | \$4,549,700   |
| SFY18 Actual   | \$6,761,700   |
| SFY19 Estimate | \$9,197,900   |
| SFY20 Estimate | \$11,814,900  |



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**CHILDREN'S HEALTH INSURANCE PROGRAM**

**RATES**

Average KidsCare PMPM rates were developed for capitation, behavioral health, FFS, and reinsurance based on historical experience. Rates were trended up by 2.5% from CYE 19 to CYE 20.

| KidsCare Capitation Rates |          |           |           |                          |
|---------------------------|----------|-----------|-----------|--------------------------|
|                           | 7/1/2018 | 10/1/2018 | 10/1/2019 | Oct. to Oct.<br>% Change |
| Age <1                    | 509.56   | 568.76    | 582.98    | 11.6%                    |
| Age 1-20                  | 174.85   | 178.66    | 183.13    | 2.2%                     |
| Births                    | 6,042.82 | 5,862.21  | 6,008.76  | -3.0%                    |
| Crisis RBHA               | 3.86     | 4.76      | 4.88      | 23.3%                    |



**CHILDREN'S HEALTH INSURANCE PROGRAM**

**ACA HEALTH INSURER FEE**

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

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

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

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

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

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



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION  
**CHILDREN'S HEALTH INSURANCE PROGRAM**

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

The FY 2018 impact of this fee for KidsCare was \$55,200 Total Fund (100% Federally Funded).

**ADHS/AIPO**

The Arizona Immunization Program Office (AIPO) of ADHS has an interagency service agreement to provide immunizations to children enrolled in KidsCare under which AHCCCS is invoiced for immunizations performed.

In the past, payments for ADHS/AIPO have been approximately 3.0% of capitation payments excluding behavioral health and CRS. For FY 2019 and 2020, payments for ADHS/AIPO were set equal to the most recent actual amount available.

**FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-service estimates for the FQHC Recon are \$31,100 Total Fund (100% Federally Funded) for FY 2019 and \$31,100, consisting of \$28,000 Federal Fund and \$3,100 General Fund for FY 2020.

**FMAP**

The KidsCare program is eligible for the enhanced Title XXI Federal Matching Assistance Percentage (FMAP). Effective October 1, 2015, KidsCare was 100% federally funded under the ACA due to an increase of 23 percentage points. On October 1, 2019 FMAP will decrease to 90.14%. As noted



FISCAL YEAR 2020

DECISION PACKAGE JUSTIFICATION

**CHILDREN'S HEALTH INSURANCE PROGRAM**

above, this drop in FMAP below 100% will trigger a freeze in the program per Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 unless a change in this law is enacted. It is assumed for purposes of this budget that KidsCare will not be frozen and that changes to this law will be made.

| <b>FFY</b> | <b>Period</b>             | <b>Enhanced</b> |
|------------|---------------------------|-----------------|
| 2018       | October 17 – September 18 | 100.00%         |
| 2019       | October 18 – September 19 | 100.00%         |
| 2020       | October 19 – September 20 | 90.14%          |



**PROPOSED SOLUTION TO THE PROBLEM:**

AHCCCS requires an increase of \$23,695,000 Total Fund in FY 2020.

**PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:**

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

**IMPACT OF NOT REDUCING FUNDING:**

Without a decrease to the CHIP Fund authority will not be aligned with anticipated expenditures and the Title XXI CHIP Allotment.

**STATUTORY AUTHORITY:**

Social Security Act, Title XXI.  
A.R.S. Title 36, Chapter 29, Article 4.  
A.R.S. 36-2985(A)  
Laws 2016, Chapter 112  
Laws 2017, Chapter 309, Section 7  
Public Law 115-123 (Bipartisan Budget Act of 2018)



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
CHILDREN'S HEALTH INSURANCE PROGRAM  
KIDSCARE**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | -                 | -                     | -                 | 7,791,700          | 7,791,700            |
| Local Match (APSI)       | -                 | -                     | -                 | 76,300             | 76,300               |
| Subtotal State Match     | -                 | -                     | -                 | 7,868,000          | 7,868,000            |
| CHIP                     | 60,549,898        | 81,846,900            | 82,148,200        | 97,673,900         | 15,827,000           |
| Subtotal Federal Funding | 60,549,898        | 81,846,900            | 82,148,200        | 97,673,900         | 15,827,000           |
| Grand Total              | 60,549,898        | 81,846,900            | 82,148,200        | 105,541,900        | 23,695,000           |



## Funding Issue Detail

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

**Issue:** 6 KidsCare

**Program:** Children's Health Insurance Program Services  
**Fund:** 1000-A General Fund (Appropriated)

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

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 7,791.7        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>7,791.7</b> |

**Program:** Children's Health Insurance Program Services  
**Fund:** 2409-A Children's Health Insurance Program (Appropriated)

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

| Expenditure Categories                     | FY 2020         |
|--|-----------------|
| FTE  | 0.0             |
| Personal Services                          | 0.0             |
| Employee Related Expenses                  | 0.0             |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>      |
| Professional & Outside Services            | 0.0             |
| Travel In-State                            | 0.0             |
| Travel Out-of-State                        | 0.0             |
| Food                                       | 0.0             |
| Aid to Organizations & Individuals         | 15,827.0        |
| Other Operating Expenditures               | 0.0             |
| Equipment                                  | 0.0             |
| Capital Outlay                             | 0.0             |
| Debt Services                              | 0.0             |
| Cost Allocation                            | 0.0             |
| Transfers                                  | 0.0             |
| <b>Program / Fund Total:</b>               | <b>15,827.0</b> |

**Program:** Children's Health Insurance Program Services  
**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

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

**Issue:** 6 KidsCare

|                                    |             |
|------------------------------------|-------------|
| Travel In-State                    | 0.0         |
| Travel Out-of-State                | 0.0         |
| Food                               | 0.0         |
| Aid to Organizations & Individuals | 76.3        |
| Other Operating Expenditures       | 0.0         |
| Equipment                          | 0.0         |
| Capital Outlay                     | 0.0         |
| Debt Services                      | 0.0         |
| Cost Allocation                    | 0.0         |
| Transfers                          | 0.0         |
| <b>Program / Fund Total:</b>       | <u>76.3</u> |



**AFFORDABLE CARE ACT**  
**NEWLY ELIGIBLE ADULTS**

FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**AFFORDABLE CARE ACT**

**MEDICAID ELIGIBILITY EXPANSION – NEWLY ELIGIBLE ADULTS**

**DESCRIPTION OF THE PROBLEM:**

AHCCCS is requesting a reduction of \$45,767,700 in Total Funds, and an increase of \$6,997,400 in State Match (\$8,188,500 SM from Hospital Assessment and \$56,100 from Political Subdivision/APSI with a reduction of \$1,247,200 in General Fund) for the ACA Newly Eligible Adult population over the FY 2019 Appropriation.

On March 23, 2010, President Obama signed into law the Patient Protection and Affordable Care Act (ACA). The ACA includes the largest eligibility expansion in the history of the Medicaid program. Beginning in 2014, the ACA extends Medicaid coverage to all individuals between ages 19 and 64 with incomes up to 133% of FPL. Note that the ACA also includes an eligibility “simplification” by relying on a single “Modified Adjusted Gross Income” (MAGI) standard for determining eligibility which, in the case of Arizona, effectively makes the new standard 138% of FPL.

Laws 2013, First Special Session, Chapter 10 established a new a new category of eligibility for persons between 100%-133% FPL and established the Hospital Assessment Fund as the state match source for the Proposition 204 and Newly Eligible Adult populations, when necessary.

The estimated cost of adult expansion for SFY 2016 was \$405,687,600 Total Fund. This program was funded with 100% federal funds through December 31, 2016. Beginning January 1, 2017, the federal matching rate decreased to 95% and decreased again to 94% on January 1, 2018 and will decrease to 93% on January 1, 2019 and to 90% on January 1, 2020. For SFY 2019 costs are estimated at \$509,111,400 (\$27,414,800 SM from Hospital Assessment, \$136,200 from Political Subdivisions/APSI, and \$3,864,200 from General Fund). For SFY 2020, the cost of this program is estimated at \$519,907,300 Total Fund (\$36,608,600 SM from Hospital Assessment, \$179,900 from Political Subdivisions/APSI, and \$5,214,100 from General Fund).

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**



**Newly Eligible Adults - Methodology**

**MEMBER GROWTH**

After a lower than anticipated initial presentation rate, capitated members grew rapidly during SFY 2015 and SFY 2016. Growth leveled off in SFY 2017, however, and it is believed that enrollment in this program has reached saturation. For this reason, we are projecting no further growth in member months after August 2018. NEA member months were held flat at the August 2018 level of 73,702 member months.

During the previous period of rapid growth, the ratio of prior period to regular member months was unusually high. Since this time, the percentage of prior period member months have decreased to a 2.2% of prospective member months. This percentage was applied to prospective member month projections for this population in order to project prior period member months through SFY 2020.

The following assumptions were employed in the FY20 Budget Development:

- 1) AHCCCS has experienced some births within this population, even though, once reported, the individual will be shifted to the SOBRA Pregnant women category. Births were projected using a 72 month regression of combined births for Traditional, Prop. 204, Newly Eligible Adults, and Newly Eligible Children and then split percentage-wise based on the percentage that each program represented of total birth for SFY 2018.
- 2) The Fee-for-Service costs for newly eligible adults being served through the AHP are based on the average PMPMs for both IHS Facilities and Non-Facilities, based on January 2018 through June 2018, and October 2017 through June 2018, respectively. The average IHS Facility rate of \$563.00 is increased by 7.40%, the weighted inpatient/outpatient IHS Facility inflation rate, in January of FY 2019 and FY 2020. The average Non-Facility rate of \$264.95 is increased by 2.7% in October FY 2018 and 2019; this is based on the weighted inpatient/outpatient Prop. 204 IHS Non-Facility inflation rates for Prop. 204. The total FFS estimate includes Prior Quarter.
- 3) Arizona Department of Corrections and County inmates are now included in Non-IHS FFS and the AHCCCS share is paid with 100% federal dollars. For this reason the overall FMAP for Non-IHS FFS is different from NEA FMAPs for other FFS categories.
- 4) Childless Adult FES is included in this eligibility category since this population was not previously eligible for services prior to the expansion. FES Other includes Expansion State Adults as well as Newly Eligible Adults. Total expenditures are based on the combined monthly forecast growth rates of NEA member months and medical cost inflation.



- 5) Reinsurance estimates for the NEA population are based on the average PMPM for this population for CY 2018 (YTD) of \$9.47 inflated by 2.7% (Annualized weighted market basket of Global Insight's hospital inflation factors from QE 6/30/16 to QE 6/30/20) in October 2018 to \$9.72 and then by an additional 2.7% to \$9.98 in October 2019.

## **CAPITATION RATES**

### **Capitation Rates**

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

Primary drivers of the CYE 2019 rates include:

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

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**



Anticipating that the Newly Eligible Adults population would differ from the current risk groups, AHCCCS actuaries established a new risk group and capitation rate for this population. To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for NEA for CYE 19. Prior to this, rates had been set separately for prospective and prior period. For comparison purposes, historical rates in the following table have been converted to the new rate structure.

| <b>CAPITATION RATES</b> |                  |
|-------------------------|------------------|
| <b>Rate Period</b>      | <b>NEA Rates</b> |
| 2018 (Eff. 1/1/18)      | \$377.80         |
| 2019 (Eff. 10/1/18)     | \$405.45         |
| 2019 (Eff. 1/1/19)      | \$405.45         |
| 2020 (Eff. 10/1/19)     | \$415.58         |

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**



**ACA HEALTH INSURER FEE**

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

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

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

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

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

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

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**



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

The FY 2018 impact of this fee for Newly Eligible Adults was \$7,464,200 Total Fund (\$373,200 State Match).

**FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$2,001,400 Total Fund, consisting of \$1,861,300 Federal Fund and \$140,100 General Fund for FY 2019 and \$2,001,400, consisting of \$1,801,200 Federal Fund and \$200,200 General Fund for FY 2020.

**Newly Eligible FMAP**

Beginning in January 2017 the Newly Eligible Adults FMAP will no longer be 100%. For each Calendar Year after 2007, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%.

**PROPOSED SOLUTION:**

AHCCCS is requesting a reduction of \$45,767,700 in Total Funds, and an increase of 6,997,400 in State Match (\$8,188,500 SM from Hospital Assessment and \$56,100 from Political Subdivision/APSI with a reduction of \$1,247,200 in General Fund) for the ACA Newly Eligible Adult population over the FY 2019 Appropriation.

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**



| <b>ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM</b> |                           |                               |                           |                            |                              |  |
|--|---------------------------|-------------------------------|---------------------------|----------------------------|------------------------------|--|
| <b>NEWLY ELIGIBLE ADULTS MEDICAID SERVICES</b>     |                           |                               |                           |                            |                              |  |
| <b>NEWLY ELIGIBLE ADULTS ALL EXPENDITURES</b>      |                           |                               |                           |                            |                              |  |
|  | <b>FY 2018<br/>Actual</b> | <b>FY 2019<br/>Allocation</b> | <b>FY 2019<br/>Rebase</b> | <b>FY 2020<br/>Request</b> | <b>FY 2020<br/>Inc/(Dec)</b> |  |
| General Fund                                       | 3,408,676                 | 6,461,300                     | 3,864,200                 | 5,214,100                  | (1,247,200)                  |  |
| Local Match (APSI)                                 | 86,098                    | 123,800                       | 136,200                   | 179,900                    | 56,100                       |  |
| Hospital Assessment                                | 24,640,022                | 28,420,100                    | 27,414,800                | 36,608,600                 | 8,188,500                    |  |
| Subtotal State Match                               | 28,134,797                | 35,005,200                    | 31,415,200                | 42,002,600                 | 6,997,400                    |  |
| Federal Title XIX                                  | 508,290,343               | 530,669,800                   | 477,696,200               | 477,904,700                | (52,765,100)                 |  |
| Subtotal Federal Funding                           | 508,290,343               | 530,669,800                   | 477,696,200               | 477,904,700                | (52,765,100)                 |  |
| <b>Grand Total</b>                                 | <b>536,425,140</b>        | <b>565,675,000</b>            | <b>509,111,400</b>        | <b>519,907,300</b>         | <b>(45,767,700)</b>          |  |

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**



**Performance Measures to quantify the success of the solution:**

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

**STATUTORY AUTHORITY:**

Patient Protection and Affordable Care Act (ACA)  
Laws 2013, First Special Session, Chapter 10

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
NEWLY ELIGIBLE ADULT SERVICES APPROPRIATION  
FISCAL YEAR 2020 DECISION PACKAGE  
TABLE A**

|                               | <u>FY19 Approp</u> | <u>FY20 Request</u> | <u>FY20 Inc/(Dec)</u> |
|-------------------------------|--------------------|---------------------|-----------------------|
| Newly Eligible Adult Services |                    |                     |                       |
| General Fund                  | 6,461,300          | 5,214,100           | (1,247,200)           |
| Hospital Assessment           | 28,420,100         | 36,608,600          | 8,188,500             |
| Local Match (APSI)            | 123,800            | 179,900             | 56,100                |
| Federal Funds                 | <u>530,669,800</u> | <u>477,904,700</u>  | <u>(52,765,100)</u>   |
| Total Funds                   | <u>565,675,000</u> | <u>519,907,300</u>  | <u>(45,767,700)</u>   |

Notes:

- 1) Beginning 7/1/2018, the Acute, CRS, and Behavioral Health appropriations were combined. Consequently, amounts above are inclusive of Acute, CRS, and Behavioral Health.



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
 NEWLY ELIGIBLE ADULT STATE MATCH FUND SOURCE MODEL  
 FY20 BUDGET REQUEST

FY19 APPROP:

|                                |                           |  |
|--------------------------------|---------------------------|--|
| General Fund (Behavioral)      | 6,461,300                 |  |
| Hospital Assessment (Physical) | 28,420,100                |  |
| Political Subdivisions (APSI)  | 123,800                   |  |
| Subtotal State Match           | <u>35,005,200</u>         |  |
| <br>                           |                           |  |
| Federal Funds                  | 530,669,800               |  |
| <br>                           |                           |  |
| Grand Total                    | <u><u>565,675,000</u></u> |  |

FY20 REQUEST:

|                   |                           |  |
|-------------------|---------------------------|--|
| Total State Match | 42,002,600                |  |
| Federal Funds     | 477,904,700               |  |
| Grand Total       | <u><u>519,907,300</u></u> |  |

FY20 SM BREAKOUT:

|            |            |       |
|------------|------------|-------|
| Behavioral | 5,240,300  | 12.5% |
| Physical   | 36,762,300 | 87.5% |

FY20 REQUEST FUND SOURCE:

|                                     |                           |        |
|-------------------------------------|---------------------------|--------|
| General Fund (Behavioral)           | 5,216,600                 |        |
| Hospital Assessment (Physical)      | 36,606,100                |        |
| Political Subdivisions (APSI - Beh) | 23,700                    | 13.16% |
| Political Subdivisions (APSI - Phy) | 156,200                   | 86.84% |
| Subtotal State Match                | <u>42,002,600</u>         |        |
| <br>                                |                           |        |
| Federal Funds                       | 477,904,700               |        |
| <br>                                |                           |        |
| Grand Total                         | <u><u>519,907,300</u></u> |        |



## Funding Issue Detail

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

**Issue:** 7 ACA NEA

**Program:** ACA Expansion  
**Fund:** 1000-A General Fund (Appropriated)

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

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | (1,247.2)        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>(1,247.2)</b> |

**Program:** ACA Expansion  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020           |
|--|-------------------|
| FTE  | 0.0               |
| Personal Services                          | 0.0               |
| Employee Related Expenses                  | 0.0               |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>        |
| Professional & Outside Services            | 0.0               |
| Travel In-State                            | 0.0               |
| Travel Out-of-State                        | 0.0               |
| Food                                       | 0.0               |
| Aid to Organizations & Individuals         | (52,765.1)        |
| Other Operating Expenditures               | 0.0               |
| Equipment                                  | 0.0               |
| Capital Outlay                             | 0.0               |
| Debt Services                              | 0.0               |
| Cost Allocation                            | 0.0               |
| Transfers                                  | 0.0               |
| <b>Program / Fund Total:</b>               | <b>(52,765.1)</b> |

**Program:** ACA Expansion  
**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

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

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

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

**Issue:** 7 ACA NEA

|                                    |      |
|------------------------------------|------|
| Travel In-State                    | 0.0  |
| Travel Out-of-State                | 0.0  |
| Food                               | 0.0  |
| Aid to Organizations & Individuals | 56.1 |
| Other Operating Expenditures       | 0.0  |
| Equipment                          | 0.0  |
| Capital Outlay                     | 0.0  |
| Debt Services                      | 0.0  |
| Cost Allocation                    | 0.0  |
| Transfers                          | 0.0  |
| <b>Program / Fund Total:</b>       | 56.1 |

|                 |   |
|-----------------|---|
| <b>Program:</b> | ACA Expansion                                 |
| <b>Fund:</b>    | 2576-N Hospital Assessment (Non-Appropriated) |

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

| Expenditure Categories                     | FY 2020 |
|--|---------|
| FTE  | 0.0     |
| Personal Services                          | 0.0     |
| Employee Related Expenses                  | 0.0     |
| <b>Subtotal Personal Services and ERE:</b> | 0.0     |
| Professional & Outside Services            | 0.0     |
| Travel In-State                            | 0.0     |
| Travel Out-of-State                        | 0.0     |
| Food                                       | 0.0     |
| Aid to Organizations & Individuals         | 8,188.5 |
| Other Operating Expenditures               | 0.0     |
| Equipment                                  | 0.0     |
| Capital Outlay                             | 0.0     |
| Debt Services                              | 0.0     |
| Cost Allocation                            | 0.0     |
| Transfers                                  | 0.0     |
| <b>Program / Fund Total:</b>               | 8,188.5 |



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

**ARIZONA LONG TERM CARE SYSTEM APPROPRIATION**

For FY 2019, AHCCCS was appropriated \$1,496,412,300 Total Fund for ALTCs Services. This appropriation includes funding for the ALTCs EPD lump sum and ALTCs Medicare Part D Clawback subprograms. In FY 2020, AHCCCS requests a Total Fund increase of \$112,711,500 (General Fund increase of \$23,325,300; County Fund increase of \$13,015,300; Prescription Drug Rebate State Fund increase of \$0; Prescription Drug Rebate Federal Fund increase of \$2,905,700; and a Federal Fund increase of \$76,370,900).

**ARIZONA LONG-TERM CARE SYSTEM EPD LUMP SUM**

**Description of the Problem:**

AHCCCS is requesting an increase for FY 2020 over the FY 2019 appropriation for the Arizona Long Term Care System (ALTCs) lump sum appropriation due to rate increases, demographic growth and increases in the Arizona minimum wage as a result of Proposition 206. In FY 2020, AHCCCS requires an additional \$112,711,500 in Total Funds (\$36,340,600 increase in State Match). The General Fund portion of state match increased by \$23,325,300. The SFY 2020 funding request is shown below (these amounts exclude Medicare Clawback funding). The ALTCs-EPD share of Prescription Drug Rebate (PDR) collections are included as part of the State Match (for additional information on the PDR, see the separate Decision Package).

|                    | <b>FY18 Actual</b> | <b>FY19 Approp.</b> | <b>FY19 Rebase</b> | <b>FY20 Request</b> | <b>FY20 Increase</b> |
|--------------------|--------------------|---------------------|--------------------|---------------------|----------------------|
| <b>General</b>     | \$145,987,248      | \$182,246,900       | \$194,377,100      | \$205,572,200       | \$23,325,300         |
| <b>PDR State</b>   | \$7,441,300        | \$7,578,400         | \$7,578,400        | \$7,578,400         | \$0                  |
| <b>County</b>      | \$264,673,200      | \$246,289,200       | \$262,682,000      | \$259,304,500       | \$13,015,300         |
| <b>Subtotal SM</b> | \$418,101,748      | \$436,114,500       | \$447,537,500      | \$472,455,100       | \$36,340,600         |
| <b>PDR FF</b>      | \$33,346,728       | \$36,422,000        | \$36,422,000       | \$39,327,700        | \$2,905,700          |
| <b>Federal</b>     | \$945,937,872      | \$985,134,200       | \$1,016,068,300    | \$1,058,599,400     | \$73,465,200         |
| <b>Subtotal FM</b> | \$979,284,600      | \$1,021,556,200     | \$1,052,490,300    | \$1,097,927,100     | \$76,370,900         |
| <b>Total</b>       | \$1,397,386,348    | \$1,457,670,700     | \$1,500,027,800    | \$1,570,382,200     | \$112,711,500        |

**PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:**



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

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

**COUNTY SPLIT:**

The split of State Match between General Fund and County Funds is prescribed by A.R.S. §11-292 (known internally as the “County Model”), which specifies that at least 50% of any increase in overall non-federal expenditures will be covered by the state. In addition, there are various circuit breakers specified in this law such as utilization, property tax rates, Native American population, and statutory growth caps which may further shift expenditures from the counties to the state. If after the application of all relevant county’s contributions divided by the most recent population estimate for that county approved by the Office of Employment and Population Statistics (EPS) exceeds the same per capita contribution for the state as a whole, the county’s contribution shall be reduced so that it is equal to the statewide average and the difference shall be paid by the state.

Based on July 1, 2017 Arizona population numbers from EPS, Arizona counties qualified for a total of \$15,917,500 as a result of the per capita circuit breaker in FY20, compared with \$8,608,144 in FY19. The benefit from the per capita cap circuit breaker to Maricopa County increased by 37.1% from \$6,392,400 in FY19 to \$8,762,000 in FY20.

At the time of this budget submittal, the most recent population figures approved by EPS were for July 1, 2017. It is anticipated that July 1, 2018 population estimates will be available in mid-December 2018.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

**MEMBER GROWTH**

Demographic growth is expected in both FY 2019 and FY 2020 due to population growth and an aging population. The following table presents ALTCs member month growth for FY 2017 through FY 2020. FY 2017 and FY 2018 figures are actuals.

| Caseload Growth - August 2018 Projections |       |       |        |       |       |       |
|---|-------|-------|--------|-------|-------|-------|
| SFY                                       | EPD   |       | Tribal |       | Total |       |
|   | Y-o-Y | J-o-J | Y-o-Y  | J-o-J | Y-o-Y | J-o-J |
| 2017                                      | 0.15% | 0.78% | 0.90%  | 1.00% | 0.21% | 0.80% |
| 2018                                      | 1.86% | 2.03% | 1.47%  | 0.27% | 1.83% | 1.88% |
| 2019                                      | 2.84% | 2.48% | 0.48%  | 1.09% | 2.63% | 2.36% |
| 2020                                      | 0.88% | 0.79% | 0.54%  | 0.51% | 0.85% | 0.76% |

AHCCCS estimates that there will be modest growth in the ALTCs population in FY 2019 and FY 2020. For the EPD population, the growth rates are based on a 120 month regression model using Arizona population from the "The Forecasting Project" at the Eller School as an independent variable. Tribal Case Management growth rates are based on a 24 month regression model using the log of transfer payments from "The Forecasting Project" as an independent variable.

### CAPITATION RATES

On October 1, 2018, ALTCs rates will increase for the new contract year based on the new RFP (see Attachment A). Overall, the CYE 2019 rates represent an approximate increase of 5.00% (500 basis points) over the CYE 2018 rates that took effect January 1, 2018.

Primary drivers of the CYE 2019 ALTCs rate increase include:

- Rebase and trend adjustments - expected impact 1.9% (190 basis points) of the overall capitation rate increase.
- Nursing facility 3.0% rate increase - expected impact 1.4% (140 basis points) of the overall capitation rate increase.
- Reinsurance adjustment for newly excluded services - expected impact 0.8% (80 basis points) of the overall capitation rate increase.
- Effective January 1, 2019, HCBS providers will receive a rate increase as a result of passage of voter initiative Prop. 206 which increases the minimum wage in Arizona. The expected impact is 0.6% (60 basis points) of the overall capitation rate increase.
- Care management and administration – 0.5% (50 basis points) of the overall capitation rate increase.
- Implementation of the Differential Adjusted Payment for Hospitals. The estimated impact is 0.30% (30 basis points) of the overall capitation rate increase (includes both baseline and non-baseline adjustments).
- An offset is provided by growth in the HCBS mix since the issuance of the new RFP which reduces the overall capitation rate increase by 0.5% (-50 basis points).



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

In CYE 2020, AHCCCS expects that utilization and medical inflation increases will require a 5.0% increase in capitation rates to remain actuarially sound. This 5.0% increase includes an adjustment for the January 1, 2019 increase in the Arizona minimum wage as a result of the passage of voter initiative Proposition 206 and Flagstaff Proposition 414, which sets the minimum wage in Flagstaff at an even higher level. Both will affect EPD HCBS expenses. Proposition 206 increases the state's previous hourly minimum wage of \$8.05 in 4 steps to \$12.00 in 2020 beginning with the increase to \$10.00 on January 1, 2017. Prop. 206 also mandates 40 hours annual "earned paid sick time" for employers with 15 or more employees and 24 hours annual of "earned paid sick time" for employers with fewer than 15 employees.

Phase-in schedule for increase in the Arizona minimum wage due to Proposition 206:

- \$10 on and after January 1, 2017
- \$10.50 on and after January 1, 2018
- \$11 on and after January 1, 2019
- \$12 on and after January 1, 2020
- Subsequent years will be adjusted by cost of living

An adjustment retroactive to July 1, 2017 was made to EPD rates to adjust for the increase in the minimum wage that took effect January 1, 2017. Rates will be increased by 0.73% effective January 1, 2018 to adjust for the additional minimum wage increase that occurred on that date. As noted above, the January 1, 2019 minimum wage increase is included as part of the 3.0% overall rate increase.

On November 8, 2016 City of Flagstaff voters approved and passed Proposition 414. On November 28, 2016 Proposition 414 was proclaimed law by the Mayor and became Title 15 of the Flagstaff City Code. Proposition 414 would have increased the city minimum wage to \$12 per hour on July 1, 2017, but on March 21, 2017 the Flagstaff City Council voted to adopt Ordinance 2017-08 amending Title 15 and reducing the July 1, 2017 increase to \$10.50 per hour and also removing the requirement that the Flagstaff minimum wage be at least \$2 above the Arizona minimum wage through 2021. As it stands, the Flagstaff minimum wage will still reach \$15 an hour by 2021, increasing by \$1 per year, but a proposition to reduce increases in the minimum wage proscribed by Proposition 414 will appear on the Flagstaff ballot in November 2018. The July 1, 2017 increase in the Flagstaff minimum wage is incorporated into October 1, 2017 rates.

Tribal case management rates are also projected to increase by 2.4% in CYE 2019 and in CYE 2020 due to utilization and medical inflation.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the ALTCS/EPD for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. For comparison purposes, historical rates in the following table have been converted to the new rate structure.

| <b>CAPITATION RATES</b> |                  |                               |
|-------------------------|------------------|-------------------------------|
| <b>Rate Period</b>      | <b>EPD Rates</b> | <b>Tribal Case Management</b> |
| 2018 (Eff. 1/1/18)      | \$3,455.59       | \$155.73                      |
| 2019 (Eff. 10/1/18)     | \$3,607.36       | \$159.45                      |
| 2019 (Eff. 1/1/19)      | \$3,635.79       | \$159.45                      |
| 2019 (Eff. 10/1/19)     | \$3,726.68       | \$163.26                      |

Tribal Case Management is considered an administrative expense by CMS, and therefore, matched at the FFP rate of 50% rather than the regular FMAP rate.

Rates vary by health plan and by region, so the statewide average rate paid during a contract year may differ from the statewide weighted average for that same year that would result from using weights from a different contract year. This is one reason why the percentage increase in rates reflected in the budget submittal may differ from that in the actuarial memo.



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**ALTCS SERVICES APPROPRIATION**

**ACA HEALTH INSURER FEE**

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

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

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

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

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

Continuing resolution H.R. 195 §4001amending Sec. 4191(c), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



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**ALTCS SERVICES APPROPRIATION**

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for ALTCS EPD was \$3,269,100 Total Fund (\$984,300 State Match).



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**ALTCs SERVICES APPROPRIATION**

**FEE-FOR-SERVICE**

ALTCs FFS expenditures are estimated based on multiplying the PMPMs for IHS facilities and non-facility claims by projected member months for ALTCs Tribal Case Management since this is the ALTCs population that is paid FFS. The base PMPMs for both facilities and non-facility claims are calculated by dividing the total FFS expenditures for each category by Tribal Case Management member months. IHS facilities are paid at 100% FMAP, while non-facility claims are paid at the regular FMAP, which necessitates forecasting expenditures for these populations separately. Non-facility services include: Acute Care, HCBS, Nursing Facility, and Behavioral Health claims.

The FFS PMPM for January 2018 through June 2018 for IHS non-facility claims was \$4,090.23. This PMPM was used to estimate the first quarter of FY 2019. It was then inflated by 2.39%, based on a weighted average of Global Insight's Hospital Market Basket resulting in a PMPM of \$4,187.99, which was used for the remainder of FY 2019 and the first quarter of FY 2020. The same inflation rate of 2.39% was then applied to arrive at the PMPM of \$4,288.08 used for the remainder of FY 2020. Amounts were adjusted to account for the number of payment cycles in each month.

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually. The IHS rates are used to calculate the IHS Facility expenditure forecast. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87% respectively, were used for CY 2019 and CY 2020 budget calculations. A weighted average of inpatient/outpatient of 7.48% is applied to IHS PMPMs in January of each projected year.

The FFS PMPM for IHS facilities for January 2018 through June 2018 was \$618.79. This PMPM was used to estimate the first two quarters of FY 2019 and then increased by a weighted average inflation of 7.48% resulting in a PMPM of \$665.06 which was used for the final two quarters of FY 2018 and the first two quarters of FY 2019. This same inflation factor of 7.48% was applied again in January of 2020 yielding a rate of \$665.06 which was used to estimate the final two quarters of FY 2020. For further details regarding the derivation of this weighted inflation rate, see the chart on the following page.



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ALTCs SERVICES APPROPRIATION

| Historical AHP Payment Rates | 2013                 |                 |                | 2014            |                |             | 2015            |                |             | 2016            |                |             | 2017            |                |             | 2018            |                |             | Average Inflation<br>% +/- | Programmatic Weights for AHP Inflation |             |         |         |
|------------------------------|----------------------|-----------------|----------------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|-------------|----------------------------|--|-------------|---------|---------|
|                              | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | Outpatient Rate | Inpatient Rate | Total       |                            |  | OP/IP       | Program | Weights |
| Outpatient/Inpatient         |                      |                 |                |                 |                |             |                 |                |             |                 |                |             |                 |                |             |                 |                |             |                            | OP                                     | Traditional | 74.25%  | 5.10%   |
| Outpatient Rate              | \$ 330.00            | \$ 342.00       | \$ 342.00      | \$ 342.00       | \$ 350.00      | \$ 350.00   | \$ 350.00       | \$ 350.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 368.00   | IP                         | Traditional                            | 25.75%      | 2.51%   |         |
| Inpatient Rate               | \$ 2,272.00          | \$ 2,413.00     | \$ 2,413.00    | \$ 2,413.00     | \$ 2,443.00    | \$ 2,443.00 | \$ 2,443.00     | \$ 2,443.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | Total                      | Traditional                            | 100.00%     | 7.61%   |         |
| Outpatient Rate              | \$ 342.00            | \$ 350.00       | \$ 350.00      | \$ 350.00       | \$ 350.00      | \$ 350.00   | \$ 350.00       | \$ 350.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 368.00   | OP                         | Proposition 204                        | 76.49%      | 5.25%   |         |
| Inpatient Rate               | \$ 2,413.00          | \$ 2,443.00     | \$ 2,443.00    | \$ 2,443.00     | \$ 2,443.00    | \$ 2,443.00 | \$ 2,443.00     | \$ 2,443.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | IP                         | Proposition 204                        | 23.51%      | 2.29%   |         |
| Outpatient Rate              | \$ 350.00            | \$ 368.00       | \$ 368.00      | \$ 368.00       | \$ 368.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 391.00   | Total                      | Proposition 204                        | 100.00%     | 7.54%   |         |
| Inpatient Rate               | \$ 2,443.00          | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | OP                         | Newly Eligible Children                | 89.12%      | 6.12%   |         |
| Outpatient Rate              | \$ 350.00            | \$ 368.00       | \$ 368.00      | \$ 368.00       | \$ 368.00      | \$ 368.00   | \$ 368.00       | \$ 368.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 391.00   | IP                         | Newly Eligible Children                | 10.88%      | 1.06%   |         |
| Inpatient Rate               | \$ 2,443.00          | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | \$ 2,655.00     | \$ 2,655.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | Total                      | Newly Eligible Children                | 100.00%     | 7.18%   |         |
| Outpatient Rate              | \$ 368.00            | \$ 391.00       | \$ 391.00      | \$ 391.00       | \$ 391.00      | \$ 391.00   | \$ 391.00       | \$ 391.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | OP                         | Newly Eligible Adults                  | 81.43%      | 5.59%   |         |
| Inpatient Rate               | \$ 2,655.00          | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | \$ 2,933.00     | \$ 2,933.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | IP                         | Newly Eligible Adults                  | 18.57%      | 1.81%   |         |
| Outpatient Rate              | \$ 391.00            | \$ 427.00       | \$ 427.00      | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | Total                      | Newly Eligible Adults                  | 100.00%     | 7.40%   |         |
| Inpatient Rate               | \$ 2,933.00          | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | OP                         | ALTCs-EPD                              | 78.81%      | 5.41%   |         |
| Outpatient Rate              | \$ 391.00            | \$ 427.00       | \$ 427.00      | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | \$ 427.00       | \$ 427.00      | \$ 427.00   | IP                         | ALTCs-EPD                              | 21.19%      | 2.06%   |         |
| Inpatient Rate               | \$ 2,933.00          | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | Total                      | ALTCs-EPD                              | 100.00%     | 7.48%   |         |

AHP Non-Facility

| AHP Non-Facility Inflation Factors |                        |                         |                           |                            |                     |                  |                         |     |          |           | AHP Non-Facility Programmatic Weights |  |  |  |  |
|------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|---------------------|------------------|-------------------------|-----|----------|-----------|---------------------------------------|--|--|--|--|
| Fiscal Year                        | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | Dental <sup>5</sup> | LTC <sup>6</sup> | Program                 | SFY | SFY 2020 | Long Term | Weighted Inflation Factor             |  |  |  |  |
| SFY 2020                           | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 2.67%               | 3.38%            | Traditional             |     |          |           | 2.97%                                 |  |  |  |  |
| Long Term                          | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 2.21%               | 3.34%            | Proposition 204         |     |          |           | 2.66%                                 |  |  |  |  |
| Program                            | Inpatient              | Outpatient              | Professional              | Prescriptions              | Dental              | LTC              | Newly Eligible Children |     |          |           | 2.91%                                 |  |  |  |  |
| Traditional                        | 19.55%                 | 56.37%                  | 20.42%                    | 2.56%                      | 0.64%               | 0.47%            | Long Term               |     |          |           | 2.63%                                 |  |  |  |  |
| Proposition 204                    | 17.12%                 | 55.72%                  | 22.77%                    | 3.53%                      | 0.02%               | 0.84%            | Newly Eligible Adults   |     |          |           | 2.93%                                 |  |  |  |  |
| Newly Eligible Children            | 9.13%                  | 74.85%                  | 9.53%                     | 4.18%                      | 2.31%               | 0.00%            | Long Term               |     |          |           | 2.68%                                 |  |  |  |  |
| Newly Eligible Adults              | 14.82%                 | 65.00%                  | 12.53%                    | 6.74%                      | 0.03%               | 0.88%            | ALTCs-EPD               |     |          |           | 3.08%                                 |  |  |  |  |
| ALTCs-EPD                          | 3.53%                  | 13.14%                  | 51.60%                    | 1.49%                      | 0.00%               | 30.24%           | Long Term               |     |          |           | 2.39%                                 |  |  |  |  |



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**ALTCs SERVICES APPROPRIATION**

**PRIOR QUARTER**

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

*Example:* An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

Prior Quarter began in January 2014 and member months are paid at the regular EPD Capitation rate. Prior Quarter member months paid for previous months were estimated by dividing the total dollars paid for Prior Quarter for each quarter of FY 2016 by the regular EPD capitation rate for that same quarter. Prior Quarter member months for FY 2018 and FY 2019 were estimated using a 24 month regression.

If the AHCCCS waiver is approved, prior quarter will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.



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**ALTCs SERVICES APPROPRIATION**

**RECONCILIATIONS**

There are a number of reconciliations, including Share of Cost, PPC and HCBS, summarized in the tables below, which will result in additional payments to Program Contractors during FY 2019. The same amounts were used for FY 2020 with FY 2020 FMAP applied.

It is estimated that FY 2019 reconciliations will total \$6,267,700 (\$1,892,200 State Match).

| <b>RECONCILIATION</b> | <b>SM</b>           | <b>FF</b>           | <b>TF</b>           |
|-----------------------|---------------------|---------------------|---------------------|
| SOC for CY19          | \$ 2,047,700        | \$ 4,735,300        | \$ 6,783,000        |
| PPC for CY19          | (\$ 518,800)        | (\$ 1,199,800)      | (\$ 1,718,600)      |
| HCBS for CY19         | \$ 363,300          | \$ 840,000          | \$ 1,203,300        |
| <b>TOTAL</b>          | <b>\$ 1,892,200</b> | <b>\$ 4,375,500</b> | <b>\$ 6,267,700</b> |

It is estimated that FY 2020 reconciliations will total \$6,267,700 (\$1,912,900 State Match).

| <b>RECONCILIATION</b> | <b>SM</b>           | <b>FF</b>           | <b>TF</b>           |
|-----------------------|---------------------|---------------------|---------------------|
| SOC for CY20          | \$ 2,070,200        | \$ 4,712,800        | \$ 6,783,000        |
| PPC for CY20          | (\$ 524,500)        | (\$ 1,194,100)      | (\$ 1,718,600)      |
| HCBS for CY20         | \$ 367,200          | \$ 836,100          | \$ 1,203,300        |
| <b>TOTAL</b>          | <b>\$ 1,912,900</b> | <b>\$ 4,354,800</b> | <b>\$ 6,267,700</b> |



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**ALTCS SERVICES APPROPRIATION**

**REINSURANCE**

ALTCS Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance. Expenditures for ALTCS reinsurance, excluding HCBH, for SFY 2018 were \$39,722,518.

In past years, non-HCBH reinsurance has exhibited pronounced seasonality with approximately 60% of payments for occurring in the quarters ending in September and October. A trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized) was applied to payments for each quarter of the year to estimate payments for each quarter of the following year.

**HCBH REINSURANCE**

Beginning October 1, 2007 no new HCBH reinsurance cases were created by AHCCCS, however, existing cases are continuing to be paid as reinsurance. The cost of new HCBH is now incorporated into ALTCS capitation rates. The presentation rate of remaining cases is close to 100% and projections of future HCBH expenditures are based on cost per eligible cases.

It is estimated, based on 190 existing HCBH cases as of June 30, 2018 and an anticipated decrease in active HCBH cases by one case per quarter, that there will be 2,258 HCBH case payments during SFY 2019 and 2,210 HCBH case payments during FY 2020. The HCBH average cost per case was an average of \$5,605.10 for the six month period ending June 2018. This cost per case was inflated by 3.8% to yield a cost per case of \$5,817.58 for the remaining three quarters of SFY 2019 and the first quarter of FY 2020 and then inflated by an additional 3.8% to yield a cost per case of \$6,038.23 for the remaining three quarters of FY 2020.

**FQHC Recon:**

DATE PREPARED

08/27/18



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**ALTCS SERVICES APPROPRIATION**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$613,500 Total Fund, consisting of \$428,300 Federal Fund and \$185,200 State Match for FY 2019 and \$613,500, consisting of \$426,200 Federal Fund and \$187,300 State Match for FY 2020.

**MEDICARE PREMIUMS**

PMPM costs for Medicare Premiums are calculated by dividing Medicare Part A expenditures and Medicare Part B expenditures by ALTCS member months for January through June of 2018 to calculate the PMPM for this period. Medicare premium rates increase in January of each year.

- (1) The Medicare Part A premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 1.59%.
- (2) The Medicare Part B premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 5.23%.

**STATUTORY AUTHORITY:**

A.R.S. § 36-2931 to 2960.  
A.R.S. § 11-291 to 309.

**ALTCS FMAP**

Unless otherwise noted above, ALTCS members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).



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ALTCs SERVICES APPROPRIATION

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |



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**ALTCs SERVICES APPROPRIATION**

**MEDICARE PART D “CLAWBACK” PAYMENTS**

**DESCRIPTION OF THE PROBLEM:**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

|              | SFY18       | SFY19       | SFY19       | SFY19       | SFY20       | SFY20     |
|--------------|-------------|-------------|-------------|-------------|-------------|-----------|
|              | Actual      | Allocation  | Rebase      | Request     | Request     | Inc.(Dec) |
| AHCCCS ACUTE | 51,307,400  | 56,090,800  | 53,530,700  | 56,874,700  | 56,874,700  | 783,900   |
| AHCCCS ALTCS |             |             |             |             |             |           |
| General Fund | 15,241,439  | 16,476,000  | 16,370,900  | 18,086,100  | 18,086,100  | 1,610,100 |
| County Fund  | 21,797,785  | 22,265,600  | 22,123,800  | 22,813,500  | 22,813,500  | 547,900   |
| TOTAL ALTCS  | 37,039,225  | 38,741,600  | 38,494,700  | 40,899,600  | 40,899,600  | 2,158,000 |
| BHS          | 19,070,500  | 19,897,000  | 19,897,000  | 21,140,100  | 21,140,100  | 1,243,100 |
| DES-DD       | 3,925,200   | 4,074,900   | 4,095,400   | 4,351,600   | 4,351,600   | 276,700   |
| Grand Total  | 111,342,325 | 118,804,300 | 116,017,800 | 123,266,000 | 123,266,000 | 4,461,700 |



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**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 FY18 Actual of 41.15% General and 58.85% County based on Appropriated split from JLBC FY18 Appropriations Report.
- 4) County/General Fund split for FY19 Allocation and FY20 Request is based on the ALTCs county model.
- 5) In FY19, the BHS Clawback moved from the BHS Traditional Line Item to the Combined Traditional Line Item

**CLAWBACK PMPM:**

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCs, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

|                  | Actual<br>1/1/2015 to<br>9/30/2015 | Actual<br>10/1/2015 to<br>12/31/2015 | Actual<br>1/1/2016 to<br>9/30/2016 | Actual<br>10/1/2016 to<br>12/31/2016 | Actual<br>1/1/2017 to<br>9/30/2017 | Actual<br>10/1/2017 to<br>12/31/2017 | Actual<br>1/1/2018 to<br>9/30/2018 | Estimate<br>10/1/2018 to<br>12/31/2018 | Estimate<br>1/1/2019 to<br>9/30/2019 | Estimate<br>10/1/2019 to<br>12/31/2019 | Estimate<br>1/1/2020 to<br>9/30/2020 |
|------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--|--------------------------------------|--|--------------------------------------|
| Total Fund PMPM  | 200.04                             | 200.04                               | 223.29                             | 223.28                               | 249.93                             | 249.93                               | 252.98                             | 252.98                                 | 257.88                               | 257.89                                 | 262.87                               |
| FMAP             | 68.46%                             | 68.92%                               | 68.92%                             | 69.24%                               | 69.24%                             | 69.89%                               | 69.89%                             | 69.81%                                 | 69.81%                               | 69.48%                                 | 69.48%                               |
| State Match PMPM | 63.09                              | 62.17                                | 69.40                              | 68.68                                | 76.88                              | 75.25                                | 76.17                              | 76.37                                  | 77.85                                | 78.71                                  | 80.23                                |
| Clawback %       | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                                 | 75.00%                               | 75.00%                                 | 75.00%                               |
| Clawback PMPM    | 47.32                              | 46.63                                | 52.05                              | 51.51                                | 57.66                              | 56.44                                | 57.13                              | 57.28                                  | 58.39                                | 59.03                                  | 60.17                                |



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it decreases to 69.81%.
- It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.

**PROGRAM DISTRIBUTION:**

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

AHCCCS Acute      46.14%



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**ALTCs SERVICES APPROPRIATION**

|                |        |
|----------------|--------|
| ALTCs-EPD      | 33.18% |
| ALTCs-DD (DES) | 3.53%  |
| DHS BHS        | 17.15% |

**DUAL ELIGIBLE MEMBERSHIP:**

AHCCCS is projecting full benefit dual eligible members using a 12 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.20% in SFY 2019 and 3.41% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,525 by June 2019 and 176,313 by June 2020.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

**PROPOSED SOLUTION TO THE PROBLEM:**

Within the ALTCs Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,610,100 and a County Fund increase of \$547,900 for FY 2020.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**STATUTORY AUTHORITY:**

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)  
Social Security Act, Section 1935(42 U.S.C. 1396u-5)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
ALTCS SERVICES APPROPRIATION  
FISCAL YEAR 2020 DECISION PACKAGE  
TABLE A**

|                                     | <u>FY19 Approp</u>   | <u>FY20 Request</u>  | <u>FY20 Inc/(Dec)</u> |
|-------------------------------------|----------------------|----------------------|-----------------------|
| <b>EPD Lump Sum</b>                 |                      |                      |                       |
| General Fund                        | 182,246,900          | 205,572,200          | 23,325,300            |
| County Fund                         | 246,289,200          | 259,304,500          | 13,015,300            |
| PDR State                           | 7,578,400            | 7,578,400            | -                     |
| PDR Federal                         | 36,422,000           | 39,327,700           | 2,905,700             |
| Federal Funds                       | <u>985,134,200</u>   | <u>1,058,599,400</u> | <u>73,465,200</u>     |
| <b>Total Funds</b>                  | <b>1,457,670,700</b> | <b>1,570,382,200</b> | <b>112,711,500</b>    |
| <b>Medicare Clawback</b>            |                      |                      |                       |
| General Fund                        | 16,476,000           | 18,086,100           | 1,610,100             |
| County Fund                         | <u>22,265,600</u>    | <u>22,813,500</u>    | <u>547,900</u>        |
| <b>Total Funds</b>                  | <b>38,741,600</b>    | <b>40,899,600</b>    | <b>2,158,000</b>      |
| <b>ALTCS Services Appropriation</b> |                      |                      |                       |
| General Fund                        | 198,722,900          | 223,658,300          | 24,935,400            |
| County Fund                         | 268,554,800          | 282,118,000          | 13,563,200            |
| PDR State                           | 7,578,400            | 7,578,400            | -                     |
| PDR Federal                         | 36,422,000           | 39,327,700           | 2,905,700             |
| Federal Funds                       | <u>985,134,200</u>   | <u>1,058,599,400</u> | <u>73,465,200</u>     |
| <b>Total Funds</b>                  | <b>1,496,412,300</b> | <b>1,611,281,800</b> | <b>114,869,500</b>    |

Notes:

- 1) Nursing Facility Assessment is tracked in a separate subprogram



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 10 ALTCS Lump Sum

**Program:** SLI EPD ALTCS Services  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020         |
|--|-----------------|
| FTE  | 0.0             |
| Personal Services                          | 0.0             |
| Employee Related Expenses                  | 0.0             |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>      |
| Professional & Outside Services            | 0.0             |
| Travel In-State                            | 0.0             |
| Travel Out-of-State                        | 0.0             |
| Food                                       | 0.0             |
| Aid to Organizations & Individuals         | 23,325.3        |
| Other Operating Expenditures               | 0.0             |
| Equipment                                  | 0.0             |
| Capital Outlay                             | 0.0             |
| Debt Services                              | 0.0             |
| Cost Allocation                            | 0.0             |
| Transfers                                  | 0.0             |
| <b>Program / Fund Total:</b>               | <b>23,325.3</b> |

**Program:** SLI EPD ALTCS Services  
**Fund:** 2223-N Long Term Care System Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020         |
|--|-----------------|
| FTE  | 0.0             |
| Personal Services                          | 0.0             |
| Employee Related Expenses                  | 0.0             |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>      |
| Professional & Outside Services            | 0.0             |
| Travel In-State                            | 0.0             |
| Travel Out-of-State                        | 0.0             |
| Food                                       | 0.0             |
| Aid to Organizations & Individuals         | 73,465.2        |
| Other Operating Expenditures               | 0.0             |
| Equipment                                  | 0.0             |
| Capital Outlay                             | 0.0             |
| Debt Services                              | 0.0             |
| Cost Allocation                            | 0.0             |
| Transfers                                  | 0.0             |
| <b>Program / Fund Total:</b>               | <b>73,465.2</b> |

**Program:** SLI EPD ALTCS Services  
**Fund:** 9691-N County Funds (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 10 ALTCS Lump Sum

|                                    |          |
|------------------------------------|----------|
| Travel In-State                    | 0.0      |
| Travel Out-of-State                | 0.0      |
| Food                               | 0.0      |
| Aid to Organizations & Individuals | 13,015.3 |
| Other Operating Expenditures       | 0.0      |
| Equipment                          | 0.0      |
| Capital Outlay                     | 0.0      |
| Debt Services                      | 0.0      |
| Cost Allocation                    | 0.0      |
| Transfers                          | 0.0      |

**Program / Fund Total:** 13,015.3

|                 |   |                           |        |
|-----------------|---|---------------------------|--------|
| <b>Program:</b> | SLI EPD ALTCS Services                                  | <b>Calculated ERE:</b>    | \$0.00 |
| <b>Fund:</b>    | 2546-N Prescription Drug Rebate Fund (Non-Appropriated) | <b>Uniform Allowance:</b> | \$0.00 |

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 2,905.7        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>2,905.7</b> |

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 10 ALTCS Clawback

**Program:** SLI Long Term Care Clawback Payments  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 1,610.1        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>1,610.1</b> |

**Program:** SLI Long Term Care Clawback Payments  
**Fund:** 9691-N County Funds (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 547.9        |
| Other Operating Expenditures               | 0.0          |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>547.9</b> |





## NURSING FACILITY ASSESSMENT DECISION PACKAGE

### **Description of problem or issue and how this furthers the agency mission or goals:**

Laws 2012, Chapter 213 amended Title 36, Chapter 29 by adding Article 6, establishing an assessment on the nursing facilities within the state beginning October 1, 2012. Since the assessment is neither uniform nor broad-based, Arizona was required to obtain a waiver from CMS of these requirements. A State Plan Amendment (SPA) that describes the assessment structure was also required. On June 21, 2012, AHCCCS submitted a waiver to CMS which outlined the specifics of the assessment. CMS approval was granted on October 23, 2012. The SPA was approved by CMS on November 1, 2012.

The enacting legislation included a delayed repeal date of September 30, 2015. Laws 2015, Chapter 39 amended the legislation to extend the repeal date to September 30, 2023.

### **Actual Experience/Methodology**

The first assessment revenues were recorded in March 2013 for the period October 1, 2012 to December 31, 2012, with the first payments also going out in March. Revenues and payments for the quarter January 1, 2013 to March 31, 2013 were made in May 2013. Therefore, there is a lag of approximately one quarter. Since the inception in SFY 2013, the assessment has collected over \$91.2 million which has enabled the state to draw in an additional \$187.6 million in federal funding.

Effective September 6, 2014, an updated rule increased the assessment from \$7.50 per non-Medicare bed day and \$1.00 per non-Medicare bed day for facilities with high Medicaid utilization to \$10.50 and \$1.40 respectively.

Effective January 1, 2017, an updated rule increased the assessment from \$1.40 to \$1.80 per Nursing Facility-day, and for all other non-exempt provider form \$10.50 to \$15.63. This will result in increased collections of approximately \$10.8 million on an annualized basis. Half of the increase impacted FY 2017 and the fully annualized impact will be realized in FY 2018.

The FY 2019 and FY 2020 estimates for revenue generation are based on prior year experience adjusted for the increased rate of collection. No further increases are projected in FY 2020. There will always be a rolling fund balance that will be paid out in reconciliation the following year. The federal matching funds are based on the regular Title XIX FMAP rate. For FY 2019 this is a blended rate of one quarter at the FFY 2018 rate of 69.89% and



**LONG TERM CARE PROGRAM**  
**NURSING FACILITY ASSESSMENT**  
 FISCAL YEAR 2020  
 DECISION PACKAGE JUSTIFICATION

three quarters at the FFY 2019 rate of 69.81% for an average SFY 2019 rate of 69.83%. For FY 2020 this is a blended rate of one quarter at the FFY 2019 rate of 69.81% and three quarters at the FFY 2020 rate of 69.48% for an average SFY 2020 rate of 69.56%.

| <b>ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM</b><br><b>NURSING FACILITY ASSESSMENT</b><br><b>FISCAL YEAR 2020 BUDGET REQUEST</b> |                      |                      |                      |                      |                    |
|--|----------------------|----------------------|----------------------|----------------------|--------------------|
|  | FY 2018 Actual       | FY 2019 Approp       | FY 2019 Rebase       | FY 2020 Request      | FY 2020 Inc/(Dec)  |
| NF Assessment Fund State   | \$33,070,514         | \$32,989,400         | \$32,989,500         | \$32,989,600         | \$200              |
| NF Assessment Fund Fed   | \$76,320,529         | \$76,355,600         | \$76,355,800         | \$75,397,000         | (\$958,600)        |
| <b>Total Funds</b>   | <b>\$109,391,043</b> | <b>\$109,345,000</b> | <b>\$109,345,300</b> | <b>\$108,386,600</b> | <b>(\$958,400)</b> |

**Proposed solution to the problem or issue:**

Decrease the Nursing Facility Assessment program by \$958,400 Total Fund (an increase of \$200 State Fund and a decrease of \$958,600 Federal Fund). AHCCCS requests that the footnote language allowing AHCCCS to increase the appropriation for payments in excess of the published appropriation be continued in FY 2020.

**Performance Measures to quantify the success of the solution:**

- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**Statutory Authority:**



**LONG TERM CARE PROGRAM  
NURSING FACILITY ASSESSMENT**

**FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION**

Title 36, Chapter 29, Article 6  
A.R.S. 36-2999.51 through A.R.S. 36-2999.57



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
NURSING FACILITY ASSESSMENT  
FISCAL YEAR 2020 BUDGET REQUEST**

|                          | <b>FY 2018 Actual</b> | <b>FY 2019 Approp</b> | <b>FY 2019 Rebase</b> | <b>FY 2020 Request</b> | <b>FY 2020 Inc/(Dec)</b> |
|--------------------------|-----------------------|-----------------------|-----------------------|------------------------|--------------------------|
| NF Assessment Fund State | \$33,070,514          | \$32,989,400          | \$32,989,500          | \$32,989,600           | \$200                    |
| NF Assessment Fund Fed   | \$76,320,529          | \$76,355,600          | \$76,355,800          | \$75,397,000           | (\$958,600)              |
| <b>Total Funds</b>       | <b>\$109,391,043</b>  | <b>\$109,345,000</b>  | <b>\$109,345,300</b>  | <b>\$108,386,600</b>   | <b>(\$958,400)</b>       |



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 8 Nursing Facility Assessment

**Program:** Nursing Facility Assessment  
**Fund:** 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | (958.4)        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>(958.4)</b> |





**LTC PASS-THROUGH  
DD BASE MODIFICATION**

**LTC PASS-THROUGH – DD BASE MODIFICATION**

**Background**

The Developmentally Disabled program budget is appropriated within the Department of Economic Security Long Term Care budget unit. As the Medicaid programs moves towards more integrated delivery systems, the funding for previously non-integrated programs needs to be aligned with the payment agency.

In the FY2019 budget, \$50,390,100 Total Fund (\$15,212,700 General Fund) was shifted from the AHCCCS Children’s Rehabilitative Services (CRS) appropriation to the ADES DD appropriation to account for those services shifting on October 1, 2018. In FY2020, this amount needs to be annualized to account for the full year of services being covered by DD. This results in a shift of \$16,796,700 Total Fund (\$5,070,900 General Fund) in FY2020 from the AHCCCS Traditional appropriation (also in FY2019, the CRS appropriation was consolidated into Traditional).

Effective October 1, 2019, ADES DD will fully integrate physical and behavioral health services, therefore, the Behavioral Health appropriations that were previously appropriated to AHCCCS Traditional and paid to the RHBA’s will be moving to the ADES DD appropriation for three quarters in FY2020. This results in a shift of \$85,367,400 Total Fund (\$26,054,100 General Fund) in FY2020. This amount will need to be annualized in the FY2021 budget submittals.

As the single state Medicaid Agency for Arizona, AHCCCS passes through the Title XIX Federal funding for this program. So while the appropriations will be moving to ADES, the funding will still flow through the AHCCCS financial systems as shown on the following page.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

LTC PASS-THROUGH  
DD BASE MODIFICATION

**Proposed Solution**

Shift funding from AHCCCS appropriations to ADES appropriations as shown below:

|                   | AHCCCS       | ADES       |
|-------------------|--------------|------------|
| CRS General Fund  | (5,070,900)  | 5,070,900  |
| CRS Federal Funds | (11,725,800) | 11,725,800 |
| CRS Total         | (16,796,700) | 16,796,700 |
| BHS General Fund  | (26,054,100) | 26,054,100 |
| BHS Federal Funds | (59,313,300) | 59,313,300 |
| BHS Total         | (85,367,400) | 85,367,400 |

In Buddies, the transaction is shown below:

|                      | AHCCCS | ADES         |
|----------------------|--------|--------------|
| CRS Traditional Cap  | 1000   | (5,070,900)  |
| CRS Traditional Cap  | 2120   | (11,725,800) |
| CRS LTC-Pass-Through | 2500   | 5,070,900    |
| CRS LTC-Pass-Through | 2223   | 11,725,800   |
| BHS Traditional Cap  | 1000   | (26,054,100) |
| BHS Traditional Cap  | 2120   | (59,313,300) |
| BHS LTC-Pass-Through | 2500   | 26,054,100   |
| BHS LTC-Pass-Through | 2223   | 59,313,300   |

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 15 ADES DD LTC Pass-Through - Base Modifications

**Program:** Capitation  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020           |
|--|-------------------|
| FTE  | 0.0               |
| Personal Services                          | 0.0               |
| Employee Related Expenses                  | 0.0               |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>        |
| Professional & Outside Services            | 0.0               |
| Travel In-State                            | 0.0               |
| Travel Out-of-State                        | 0.0               |
| Food                                       | 0.0               |
| Aid to Organizations & Individuals         | (31,125.0)        |
| Other Operating Expenditures               | 0.0               |
| Equipment                                  | 0.0               |
| Capital Outlay                             | 0.0               |
| Debt Services                              | 0.0               |
| Cost Allocation                            | 0.0               |
| Transfers                                  | 0.0               |
| <b>Program / Fund Total:</b>               | <b>(31,125.0)</b> |

**Program:** Capitation  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020           |
|--|-------------------|
| FTE  | 0.0               |
| Personal Services                          | 0.0               |
| Employee Related Expenses                  | 0.0               |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>        |
| Professional & Outside Services            | 0.0               |
| Travel In-State                            | 0.0               |
| Travel Out-of-State                        | 0.0               |
| Food                                       | 0.0               |
| Aid to Organizations & Individuals         | (71,039.1)        |
| Other Operating Expenditures               | 0.0               |
| Equipment                                  | 0.0               |
| Capital Outlay                             | 0.0               |
| Debt Services                              | 0.0               |
| Cost Allocation                            | 0.0               |
| Transfers                                  | 0.0               |
| <b>Program / Fund Total:</b>               | <b>(71,039.1)</b> |

**Program:** Programmatic Pass Through Funding  
**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 15 ADES DD LTC Pass-Through - Base Modifications

|                                    |          |
|------------------------------------|----------|
| Travel In-State                    | 0.0      |
| Travel Out-of-State                | 0.0      |
| Food                               | 0.0      |
| Aid to Organizations & Individuals | 31,125.0 |
| Other Operating Expenditures       | 0.0      |
| Equipment                          | 0.0      |
| Capital Outlay                     | 0.0      |
| Debt Services                      | 0.0      |
| Cost Allocation                    | 0.0      |
| Transfers                          | 0.0      |
| <b>Program / Fund Total:</b>       | 31,125.0 |

**Program:** Programmatic Pass Through Funding  
**Fund:** 2223-N Long Term Care System Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020  |
|--|----------|
| FTE  | 0.0      |
| Personal Services                          | 0.0      |
| Employee Related Expenses                  | 0.0      |
| <b>Subtotal Personal Services and ERE:</b> | 0.0      |
| Professional & Outside Services            | 0.0      |
| Travel In-State                            | 0.0      |
| Travel Out-of-State                        | 0.0      |
| Food                                       | 0.0      |
| Aid to Organizations & Individuals         | 71,039.1 |
| Other Operating Expenditures               | 0.0      |
| Equipment                                  | 0.0      |
| Capital Outlay                             | 0.0      |
| Debt Services                              | 0.0      |
| Cost Allocation                            | 0.0      |
| Transfers                                  | 0.0      |
| <b>Program / Fund Total:</b>               | 71,039.1 |



## ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

### TITLE OF ISSUE: Support Service Provider (SSP)

AHCCCS is requesting funding to provide Support Service Provider (SSP) service as a physical health covered benefit for individuals with a combined vision and hearing loss.

#### **Description of problem or issue and how this furthers the agency mission or goals:**

Individuals with a combined vision and hearing loss have their physical health, mental health and safety and welfare impacted by their impairments. SSPs provide visual, auditory and environmental information that supports individuals to lead self-directed independent lives. Without this service, individuals are unable to maximize their health and welfare, and therefore, are unserved or underserved.

According to the American Association of the Deaf-Blind, SSPs:

- 1) Provide access to the community making transportation available
- 2) Provide human guide service while access their environment
- 3) Relay visual, auditory, and environmental information using the individuals preferred language and communication mode

Examples of supports provided by SSPs outside of the home include:

- Medical appointments
- Pharmacy pick-up
- Grocery shopping

Examples of supports provided by SSPs inside of the home include:

- Reading and responding to mail
- Paying bills
- Assistance with household tasks (i.e. identifying stains on laundry)



**Proposed solution to the problem or issue:**

AHCCCS is requesting funding within the Traditional and ALTCS programs to provide these critical services to members with vision and hearing impairments. The funding analysis is based on an annual cost of \$5,200 per member based on utilization and cost per hour from the Texas experience with these services. The requested amounts shown below are annual amounts; the actual services if approved may not actually begin until October 1, 2018.

|              | Estimated<br>Members | Total<br>Fund      | State<br>Match   | Federal          |       |
|--------------|----------------------|--------------------|------------------|------------------|-------|
|              |                      |                    |                  | Funds            | Funds |
| Acute        | 114                  | \$592,800          | \$180,400        | \$412,400        |       |
| ALTCS EPD    | 49                   | \$254,800          | \$77,600         | \$177,200        |       |
| ALTCS DD     | 89                   | \$462,800          | \$140,900        | \$321,900        |       |
| <b>Total</b> | <b>252</b>           | <b>\$1,310,400</b> | <b>\$398,900</b> | <b>\$911,500</b> |       |

**Performance Measures to quantify the success of the solution:**

**Strategic Goal #1 - AHCCCS must pursue and implement long term strategies that bend the cost curve while improving member health outcomes.** Without SSPs, individuals with a combined vision and hearing loss are unable to fully access and participate in their integrated health care experience. The support of an SSP to access and follow-up on health care visits can improve member health outcomes.

**Legislation Required:**

These services need to be added as a covered benefit under A.R.S. § 36-2907.

**Impact of not funding this fiscal year:**

These frail members will be unable to maximize their health and welfare.

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 18 Services for Members with Vision and Hearing Loss

**Program:** Capitation  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 180.4        |
| Other Operating Expenditures               | 0.0          |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>180.4</b> |

**Program:** Capitation  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 412.4        |
| Other Operating Expenditures               | 0.0          |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>412.4</b> |

**Program:** SLI EPD ALTCS Services  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020    |
|--|------------|
| FTE  | 0.0        |
| Personal Services                          | 0.0        |
| Employee Related Expenses                  | 0.0        |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b> |
| Professional & Outside Services            | 0.0        |

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 18 Services for Members with Vision and Hearing Loss

|                                    |      |
|------------------------------------|------|
| Travel In-State                    | 0.0  |
| Travel Out-of-State                | 0.0  |
| Food                               | 0.0  |
| Aid to Organizations & Individuals | 38.8 |
| Other Operating Expenditures       | 0.0  |
| Equipment                          | 0.0  |
| Capital Outlay                     | 0.0  |
| Debt Services                      | 0.0  |
| Cost Allocation                    | 0.0  |
| Transfers                          | 0.0  |
| <b>Program / Fund Total:</b>       | 38.8 |

**Program:** SLI EPD ALTCS Services  
**Fund:** 9691-N County Funds (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020 |
|--|---------|
| FTE  | 0.0     |
| Personal Services                          | 0.0     |
| Employee Related Expenses                  | 0.0     |
| <b>Subtotal Personal Services and ERE:</b> | 0.0     |
| Professional & Outside Services            | 0.0     |
| Travel In-State                            | 0.0     |
| Travel Out-of-State                        | 0.0     |
| Food                                       | 0.0     |
| Aid to Organizations & Individuals         | 38.8    |
| Other Operating Expenditures               | 0.0     |
| Equipment                                  | 0.0     |
| Capital Outlay                             | 0.0     |
| Debt Services                              | 0.0     |
| Cost Allocation                            | 0.0     |
| Transfers                                  | 0.0     |
| <b>Program / Fund Total:</b>               | 38.8    |

**Program:** SLI EPD ALTCS Services  
**Fund:** 2223-N Long Term Care System Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020 |
|--|---------|
| FTE  | 0.0     |
| Personal Services                          | 0.0     |
| Employee Related Expenses                  | 0.0     |
| <b>Subtotal Personal Services and ERE:</b> | 0.0     |
| Professional & Outside Services            | 0.0     |
| Travel In-State                            | 0.0     |
| Travel Out-of-State                        | 0.0     |
| Food                                       | 0.0     |
| Aid to Organizations & Individuals         | 177.2   |
| Other Operating Expenditures               | 0.0     |
| Equipment                                  | 0.0     |
| Capital Outlay                             | 0.0     |
| Debt Services                              | 0.0     |
| Cost Allocation                            | 0.0     |
| Transfers                                  | 0.0     |
| <b>Program / Fund Total:</b>               | 177.2   |

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 18 Services for Members with Vision and Hearing Loss

|                 |  |                           |        |
|-----------------|--|---------------------------|--------|
| <b>Program:</b> | Programmatic Pass Through Funding          | <b>Calculated ERE:</b>    | \$0.00 |
| <b>Fund:</b>    | 2500-N IGA and ISA Fund (Non-Appropriated) | <b>Uniform Allowance:</b> | \$0.00 |

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
|  |              |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 140.9        |
| Other Operating Expenditures               | 0.0          |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>140.9</b> |

|                 |  |                           |        |
|-----------------|--|---------------------------|--------|
| <b>Program:</b> | Programmatic Pass Through Funding                    | <b>Calculated ERE:</b>    | \$0.00 |
| <b>Fund:</b>    | 2223-N Long Term Care System Fund (Non-Appropriated) | <b>Uniform Allowance:</b> | \$0.00 |

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
|  |              |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 321.9        |
| Other Operating Expenditures               | 0.0          |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>321.9</b> |





## ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

### DIVISION: ISD

### TITLE OF ISSUE: Provider Management System Upgrade

**BLUF: AHCCCS is requesting \$4,774,600 TF (\$779,900 GF) for operational costs of the Provider Management System Upgrade.**

#### **Description of problem or issue and how this furthers the agency mission or goals:**

Situation: AHCCCS business relies on a Medicaid Management Information System (MMIS) which is currently built on a mainframe using 1980s technology. In order to continue to receive federal funding, we must replace this system using modular, reusable components. The replacement of the provider management component is the first project aimed at modernizing the agency's MMIS system. The current provider management processes rely on manual, burdensome workflows which must be streamlined. This also makes the provider management processes the easiest to replace with a commercial off-the-shelf (COTS) or software-as-a-service (SaaS) module repurposing existing technology in our environment. The intent of consolidating and streamlining the provider enrollment process is to reduce the processing time and duplication of work by AHCCCS, Med-QUEST Division (MQD), and providers by allowing providers to submit data once, whether the provider is enrolling or revalidating, in one program or in multiple state-supported programs. In addition, because much of the same information is collected both by AHCCCS or MQD (for registering and enrolling providers) and its contracted managed care entities (for provider credentialing), AHCCCS envisions that the System will have the capacity to share some provider enrollment data with managed care credentialing entities. Sharing this data allows for streamlining the enrollment and credentialing process and further reduces the provider's administrative burden.

**Problem:** Current systems are manual and take weeks, if not months, to adjudicate a decision for a given provider request. As back logs build up, the system gets further behind in responding to the oldest requests, leaving providers unable to provide services to members. The potential for waste, fraud and abuse escalates as re-registration efforts also become overwhelmed.

#### **Proposed solution to the problem or issue:**

This solution will transform the current system which is almost 100% paper driven into an efficient model, providing almost 95% automation for the Provider Registration processes in place for both Arizona Health Care Cost Containment System (AHCCCS) and Med-QUEST Division (MQD). The solution consists of a web portal to be used by providers to submit their registration documentation and any supporting information needed.



**Performance Measures to quantify the success of the solution:**  
AHCCCS Strategic Goal: 1/4

- Reduce manual submittal of provider documents (new applications, reactivations, revalidations, updates) from 100% to 15% within 12 months of implementation.
- Reduce number of days to process new provider documents from 19 to 12 calendar days within 12 months of implementation.
- Reduce return mail from 5660 returned provider documents to 2831 within 12 months of implementation.

**Alternatives considered and reasons for rejection:**

Do Nothing -

Rejected due to: The processes maintained by the current, paper driven system are unsustainable in any long-term fashion. As costs continue to increase, states must automate as many of their systems as possible to keep up with increased demand for their services. Additionally, ensuring accurate and timely response to providers is key to maintaining a broad system for our members that is reliable, safe and secure for their medical needs.

Build a custom system in house -

Rejected due to: While Arizona maintains a robust staff of business analysts and programmers capable of building a custom system that fully integrates into our existing mainframe MMIS, this type of build is not in line with either CMS' vision for future MMIS development nor the State of Arizona's initiatives for IT expansions. In both cases, the request is that the states invest in COTS technology which is reliable and reusable in lieu of custom home built systems. Neither agency would have received approval for funding or authorization for expenditures if a custom-built solution was chosen.

**Impact of not funding this fiscal year:**

\$779,900 Direct General Fund Expenditure, \$4,774,600 Total Fund Expenditure; no offsetting Revenue for SFY 2020

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 17 Provider Management System

**Program:** Central Administration  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 0.0          |
| Other Operating Expenditures               | 779.9        |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>779.9</b> |

**Program:** Central Administration  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | 0.0            |
| Other Operating Expenditures               | 3,994.7        |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>3,994.7</b> |





**PRESCRIPTION DRUG REBATE FUNDING**

**PRESCRIPTION DRUG REBATE FUNDING**

**Background**

The Patient Protection and Affordable Care Act of 2010 (ACA) made payments under the Medicaid Drug Rebate program available to the state Medicaid programs for drugs purchased through Medicaid Managed Care Organizations (MCOs). Previously, only fee-for-service (FFS) drug purchases were eligible to participate. Prior to the ACA, Arizona’s 1115 waiver exempted it from the FFS drug rebate program due to the low volume of FFS drug expenditures.

The resulting rebates are shared between the states and the federal government. The percentage amount for calculating the rebates was also increased, although the entire amount of the increase is returned to the federal government. This percentage (known as the ACA percentage) is currently estimated to be 5.86% (based on actual activity since inception), with the remaining 94.14% being split between the state and federal government based on the Federal Medical Assistance Percentage (FMAP) in effect on the date of service.

Laws 2011, Chapter 24, Section 14 created the Prescription Drug Rebate (PDR) Fund. In FY 2011, AHCCCS contracted with Magellan Medicaid Administration Inc. (Magellan) to provide drug rebate administrative services. Administrative costs are matched at 50% Federal Financial Participation. AHCCCS was appropriated 2.0 FTE for SFY 2012 for administrative functions related to the prescription drug rebate program. In SFY 2018, AHCCCS was appropriated funding for an additional 5.0 FTE from the PDR Fund to staff its Prescription Drug Review initiative.

In May 2015, CMS approved a state plan amendment to allow AHCCCS to initiate supplemental drug rebate agreements with manufacturers for certain drug classes. The first supplemental drug rebate invoices went out in March 2016.

**Collections Experience**

Through June 2018, AHCCCS has collected nearly \$3.2 billion in Total Fund Prescription Drug Rebates since the program’s inception. The collection rate, adjusted for credit balances, is approximately 98%. In the first few years of the program, there were several invoicing/encounter issues that impacted billing and collections, making future projection more difficult. It appears that most of those issues have been rectified. However, since the invoicing is based on encounters and encounter submission can fluctuate, it is possible that there may be future fluctuations in rebate billing. Collections increased substantially in SFY 2016 (see the chart on the following page), which is attributed to caseload growth in SFY 2014-2015.

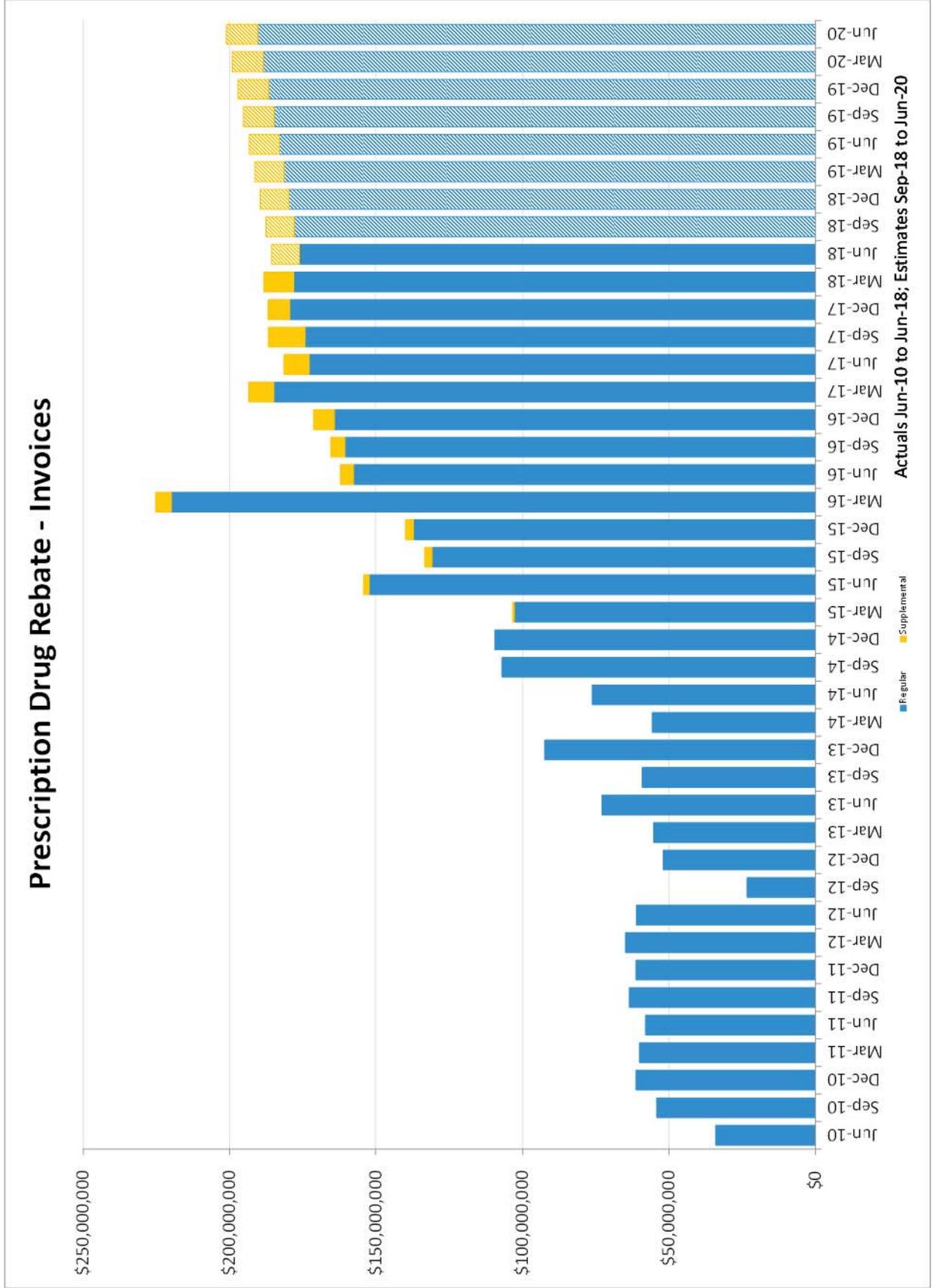
Magellan invoices labelers four times per year in February, May, August, and November for the prior quarter (so the February invoice is for the October-December quarter). The timing of the invoice billing impacts the available cash for each State Fiscal Year. For example, June collections that



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**PRESCRIPTION DRUG REBATE FUNDING**

come in after the monthly capitation invoice is paid are not available as an expenditure fund source in the Fiscal Year in which the monies are actually collected.





### **FY 2019 and FY 2020 Methodology**

AHCCCS is projecting total fund collections of \$753.1 million in FY 2019 and \$781.0 million in FY 2020, as shown in the attached Table A.

For regular rebates, invoices for FY 2019 and FY 2020 are projected at \$176.0 million per quarter based on the average invoice amounts for the most recent four quarters. \$41.3 million was backed out of the December 2017 quarter due to a one-time adjustment for late submittals for previous quarters prior to computing the four quarter average. For supplemental rebates, invoices for FY 2019 and FY 2020 are projected at \$9.8 million per quarter, based on the actual March 2018 invoice. The combined projected quarterly invoice amount is \$185.8 million. Both invoice amounts are grown quarterly at the rate of 0.6% based on the projected AHCCCS overall population growth for the same periods.

Regular and supplemental rebate amounts continue to be somewhat volatile because they are dependent on a combination of factors, including clinical and policy decisions made by the AHCCCS Pharmacy and Therapeutics (P&T) Committee and pricing decisions made by pharmaceutical manufacturers. The P&T Committee is advisory to the AHCCCS Administration and is responsible for evaluating scientific evidence of the relative safety, efficacy, effectiveness, and clinical appropriateness of prescription drugs. The Committee evaluates pharmaceutical policies on an ongoing basis and may make policy changes that impact utilization and unit costs for prescription drugs. Pharmaceutical manufacturers are engaged in a variety of strategies to negotiate competitive pricing, including between brand name drugs that are discounted by rebates and generic drugs that are less expensive up-front. The Committee determines how the State can minimize the net cost of pharmaceuticals when considering the value of negotiated drug rebates. Each individual policy decision may have a positive or negative impact on future drug rebate collections, so it would be difficult to estimate the potential aggregate, net impacts.

The state and federal splits are based on the ACA percentage (100% Federal) of collections with the remaining amount split at a weighted FMAP. The projected federal share is expected to increase in future years due to growth in the Newly Eligible Adults (NEA) and Prop 204 Expansion State Adults (ESA) populations, which are both eligible for higher than traditional FMAP.

### **FY 2020 Decision Package**

In FY 2020, AHCCCS is estimating an increase in federal disbursements of \$61,458,800 Federal Funds, compared to the FY 2019 appropriation. AHCCCS is also estimating a decrease in non-appropriated federal collections of \$27,900,800 Federal Funds, compared to the FY 2019 estimate. See the attached Table B for additional detail

The split between Acute and ALTCS disbursements is based on utilization units. These utilization unit percentages vary by quarter. For the FY 2020 request, AHCCCS is using the average split of the most recent four quarters, which is 93.57% Acute and 6.43% ALTCS. This applies only to the current year collections.



Note that if Federal collections exceed the amount of Prescription Drug Rebate Federal Funds included in the appropriation, AHCCCS is still required to return the full amount collected to the Federal government.

### **Prescription Drug Rebate Fund Balance**

The beginning and ending fund balances shown in Table B represent the Total Fund balance. The attached Table C shows the funding flows of State and Federal shares of the Prescription Drug Rebate Fund. Note that collections in the Prescription Drug Rebate Fund are not recorded as revenue, but as non-appropriated contra expenditures. PDRF State Disbursements are projected to remain at the current FY 2019 appropriated amount of \$145,691,200. Although this amount is less than the projected annual State collections amounts of \$185.5 M in FY 2019, a fund sweep of \$52.6 M during FY 2019 is expected to result in a lower ending balance for FY 2019 ( \$61.7 M) than the beginning balance for FY 2019 ( \$102.7 M). For FY 2020, the ending balance will increase to \$80.1 M in the absence of additional fund sweeps.

### **Performance Measures to quantify the success of the solution:**

- Increase supplemental drug rebates received by the State.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
PRESCRIPTION DRUG REBATE PROJECTIONS  
FISCAL YEAR 2019-2020  
TABLE A**

| <b>Actual Based on CMS 64</b> | TF Savings           | Fed Savings          | State Savings<br>(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               |
| <b>Grand Total</b>            | <b>3,288,634,826</b> | <b>2,494,100,491</b> | <b>794,534,335</b>        |

| Invoice Date                     | Total Fund         | Federal Share      | State Share        | Date of Service           | Effective<br>FMAP with<br>ACA % |
|----------------------------------|--------------------|--------------------|--------------------|---------------------------|---------------------------------|
| May 2018 (Note 3)                | 94,217,200         | 74,733,000         | 19,484,200         | FFY18 Q2 (Jan-Mar 2018)   | 79.32%                          |
| August 2018                      | 185,877,450        | 146,203,600        | 39,673,850         | FFY18 Q3 (Apr-June 2018)  | 78.66%                          |
| November 2018                    | 187,712,000        | 147,664,200        | 40,047,800         | FFY18 Q4 (July-Sept 2018) | 78.67%                          |
| February 2019                    | 189,564,800        | 148,979,000        | 40,585,800         | FFY19 Q1 (Oct-Dec 2018)   | 78.59%                          |
| May 2019 (Note 4)                | 95,717,900         | 75,431,900         | 20,286,000         | FFY19 Q2 (Jan-Apr 2019)   | 78.81%                          |
| <b>Total SFY 2019 Projection</b> | <b>753,089,350</b> | <b>593,011,700</b> | <b>160,077,650</b> |                           |                                 |

| Invoice Date                     | Total Fund         | Federal Share      | State Share        | Date of Service           | Effective<br>FMAP with<br>ACA % |
|----------------------------------|--------------------|--------------------|--------------------|---------------------------|---------------------------------|
| May 2019 (Note 4)                | 95,717,900         | 75,431,900         | 20,286,000         | FFY18 Q2 (Jan-Mar 2018)   | 78.81%                          |
| August 2019                      | 193,325,300        | 152,352,900        | 40,972,400         | FFY18 Q3 (Apr-June 2018)  | 78.81%                          |
| November 2019                    | 195,233,400        | 153,856,600        | 41,376,800         | FFY18 Q4 (July-Sept 2018) | 78.81%                          |
| February 2020                    | 197,160,400        | 154,892,700        | 42,267,700         | FFY19 Q1 (Oct-Dec 2018)   | 78.56%                          |
| May 2020 (Note 4)                | 99,553,200         | 77,564,100         | 21,989,100         | FFY19 Q2 (Jan-Apr 2019)   | 77.91%                          |
| <b>Total SFY 2020 Projection</b> | <b>780,990,200</b> | <b>614,098,200</b> | <b>166,892,000</b> |                           |                                 |

Notes and Assumptions:

- 1) Future collections assumes 99% collection rate.
- 2) Future fund sourcing assumes ACA rate (100% Federal return) of 5.86% (based on average since inception).
- 3) This represents approximately 50% of the May 2018 invoices which is expected to be received in SFY 2019.
- 4) While shown as a SFY 2019 collection, a portion of this invoice will be collected in late June 2019, and the funding will be received too late to utilize in SFY 2019. Likewise, a portion of the May 2020 invoice will be received in FY 2019, however, AHCCCS will not be able to utilize it until FY 2021.
- 5) Beginning 1/1/14 AHCCCS started receiving the expansion state FMAP for the Prop 204 Childless Adult (AHCCCS Care) populations and 100% FMAP for Newly Eligible Adults, therefore, a portion of the drug rebate collections will also need to be returned to the federal government at these higher rates. AHCCCS is estimating this impact by using a weighted FMAP for the projected growth for the respective populations.
- 6) Invoice amounts are adjusted based on population growth.
- 7) State savings used to offset state match is subject to legislative appropriation.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
 PRESCRIPTION DRUG REBATE PROJECTIONS  
 FISCAL YEAR 2017-2020  
 TABLE B**

|                                       | <u>FY18 Actual</u>   | <u>FY19 Approp</u> | <u>FY19 Rebase</u>   | <u>FY20 Request</u>  | <u>FY20 DP</u>    |
|---------------------------------------|----------------------|--------------------|----------------------|----------------------|-------------------|
| Beginning Balance                     | (152,004,100)        | NA                 | (183,348,700)        | (137,131,222)        | NA                |
| Total Collections (Non-Approp Fund)   | (811,445,900)        |                    | (753,089,400)        | (780,990,200)        | (27,900,800)      |
| Total Available (BB plus Collections) | <u>(963,450,000)</u> | <u>NA</u>          | <u>(936,438,100)</u> | <u>(918,121,422)</u> | <u>NA</u>         |
| State Disbursements                   |                      |                    |                      |                      |                   |
| Traditional Capitation                | 137,191,000          | 140,158,600        | 140,158,600          | 140,158,600          | -                 |
| ALTCS                                 | 7,578,400            | 7,578,400          | 7,578,400            | 7,578,400            | -                 |
| Administration                        | 515,700              | 720,900            | 720,900              | 720,900              | -                 |
| Subtotal State Disbursements          | <u>145,285,100</u>   | <u>148,457,900</u> | <u>148,457,900</u>   | <u>148,457,900</u>   | <u>-</u>          |
| Federal Disbursements                 |                      |                    |                      |                      | -                 |
| Traditional Capitation                | 570,758,190          | 514,085,200        | 559,802,800          | 572,638,300          | 58,553,100        |
| ALTCS                                 | 34,308,700           | 36,422,000         | 38,446,178           | 39,327,700           | 2,905,700         |
| Subtotal Return of Federal Share      | <u>605,066,890</u>   | <u>550,507,200</u> | <u>598,248,978</u>   | <u>611,966,000</u>   | <u>61,458,800</u> |
| State Share Fund Sweep                | 30,000,000           | 52,600,000         | 52,600,000           | -                    | -                 |
| Total Disbursements                   | <u>780,351,990</u>   | <u>751,565,100</u> | <u>799,306,878</u>   | <u>760,423,900</u>   | <u>61,458,800</u> |
| Other Adjustments                     | (250,698)            | -                  | -                    | -                    | -                 |
| Ending Balance                        | (183,348,708)        | NA                 | (137,131,222)        | (157,697,522)        | NA                |

Notes:

- 1) Collections are recorded as contra expenditures, therefore, a credit balance (shown in parenthesis above) represents a positive cash balance in the fund.
- 2) See Table C for the Ending Balance breakout of State and Federal Share.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
PRESCRIPTION DRUG REBATES - FUNDING ANALYSIS  
TABLE C**

|  | STATE               | FEDERAL             | TOTAL               |
|--|---------------------|---------------------|---------------------|
| FY18 Fund Balance (June 2018) <sup>1</sup> | 102,679,530         | 80,669,178          | 183,348,708         |
| Projected FY19 Collections                 | 160,077,650         | 593,011,700         | 753,089,350         |
| Less Unable to Utilize June Collections    | <u>(20,286,000)</u> | <u>(75,431,900)</u> | <u>(95,717,900)</u> |
| FY19 Available to Spend in FY19            | 242,471,180         | 598,248,978         | 840,720,158         |
| Fund Sweep                                 | 52,600,000          | -                   | -                   |
| FY19 Spending Plan                         | <u>148,457,900</u>  | <u>598,248,978</u>  | <u>746,706,878</u>  |
| Estimated FY19 Ending Balance              | 61,699,280          | 75,431,900          | 137,131,180         |
| Projected FY20 Collections                 | 166,892,000         | 614,098,200         | 780,990,200         |
| Less Unable to Utilize June Collections    | <u>(21,989,100)</u> | <u>(77,564,100)</u> | <u>(99,553,200)</u> |
| FY20 Expenditure Plan                      | 148,457,900         | 611,966,000         | 760,423,900         |
| FY19 Appropriation Base                    | 148,457,900         | 550,507,200         | 698,965,100         |
| Surplus/Shortfall to Appropriation         | -                   | 61,458,800          | 61,458,800          |
| Estimated FY20 Ending Balance              | 80,133,380          | 77,564,100          | 157,697,480         |

NOTES:

1) State beginning balance includes estimated collections in June from the May 25th invoices (for dates of service in January - March). While recorded in the year collected, this funding arrives too late in the fiscal year to be utilized in the year received. This will be an annual phenomena that needs to be taken into account when determining funding utilization by year.

2) Note that if Federal collections exceed the amount of Prescription Drug Rebate Federal Funds included in the appropriation, AHCCCS is still required to return the full amount collected to the Federal government.



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 12 Prescription Drug Collections

**Program:** Capitation  
**Fund:** 2546-N Prescription Drug Rebate Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020           |
|--|-------------------|
| FTE  | 0.0               |
| Personal Services                          | 0.0               |
| Employee Related Expenses                  | 0.0               |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>        |
| Professional & Outside Services            | 0.0               |
| Travel In-State                            | 0.0               |
| Travel Out-of-State                        | 0.0               |
| Food                                       | 0.0               |
| Aid to Organizations & Individuals         | (27,900.8)        |
| Other Operating Expenditures               | 0.0               |
| Equipment                                  | 0.0               |
| Capital Outlay                             | 0.0               |
| Debt Services                              | 0.0               |
| Cost Allocation                            | 0.0               |
| Transfers                                  | 0.0               |
| <b>Program / Fund Total:</b>               | <b>(27,900.8)</b> |





FISCAL YEAR 2020

DECISION PACKAGE JUSTIFICATION

LONG TERM CARE PASS-THROUGH

**LONG TERM CARE PASS-THROUGH**

**DEPARTMENT OF ECONOMIC SECURITY DEVELOPMENTALLY DISABLED (DES DD) – PASS-THROUGH**

**PROGRAM DESCRIPTION/BACKGROUND**

The Developmentally Disabled program budget is appropriated within the Department of Economic Security Long Term Care budget unit. As the single state Medicaid Agency for Arizona, AHCCCS passes through the Title XIX Federal funding for this program. The funding flows through the AHCCCS financial systems as follows:

- 1) DES transfers the state match (General Fund) to AHCCCS via the Intergovernmental/Interagency Service fund (IGA and ISA Fund 2500).
- 2) AHCCCS draws down the federal match based on the Title XIX FMAP into the LTC System Fund (2223).
- 3) AHCCCS transfers both the federal match and state match back to DES in the respective funds.

The official budget request for this program will come from ADES. ADES provided the following figures to AHCCCS to more accurately reflect the revenue, sources, and uses schedule:

| LTC - 2003 | FY18 Actual   | FY19 Approp/Est | FY20 Request  | FY20 DP     |
|------------|---------------|-----------------|---------------|-------------|
| DES DD     | 452,875,400   | 509,200,900     | 581,915,600   | 72,714,700  |
|            | 1,032,144,800 | 1,152,220,400   | 1,342,024,500 | 189,804,100 |
| TF         | 1,485,020,200 | 1,661,421,300   | 1,923,940,100 | 262,518,800 |

Note: Decision Package amount above includes Base Modifications and Services for Individuals with a Combined Vision and Hearing Impairment.

**STATUTORY AUTHORITY**  
A.R.S. §41-1954.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
 FY2018-FY2020  
 PROGRAMMATIC PASS-THROUGH LINES**

| LTC - 2003 |      | <u>FY18 Actual</u> | <u>FY19 Approp/Est</u> | <u>FY20 Request</u> | <u>FY20 DP</u> |
|------------|------|--------------------|------------------------|---------------------|----------------|
| DES DD     | 2500 | 452,875,400        | 509,200,900            | 581,915,600         | 72,714,700     |
|            | 2223 | 1,032,144,800      | 1,152,220,400          | 1,342,024,500       | 189,804,100    |
|            | TF   | 1,485,020,200      | 1,661,421,300          | 1,923,940,100       | 262,518,800    |



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 13 LTC Pass-Through - DD

**Program:** Programmatic Pass Through Funding  
**Fund:** 2223-N Long Term Care System Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | 118,443.1        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>118,443.1</b> |

**Program:** Programmatic Pass Through Funding  
**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020         |
|--|-----------------|
| FTE  | 0.0             |
| Personal Services                          | 0.0             |
| Employee Related Expenses                  | 0.0             |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>      |
| Professional & Outside Services            | 0.0             |
| Travel In-State                            | 0.0             |
| Travel Out-of-State                        | 0.0             |
| Food                                       | 0.0             |
| Aid to Organizations & Individuals         | 41,448.8        |
| Other Operating Expenditures               | 0.0             |
| Equipment                                  | 0.0             |
| Capital Outlay                             | 0.0             |
| Debt Services                              | 0.0             |
| Cost Allocation                            | 0.0             |
| Transfers                                  | 0.0             |
| <b>Program / Fund Total:</b>               | <b>41,448.8</b> |





FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**SCHOOL BASED SERVICES**

**SCHOOL BASED SERVICES – PROGRAMMATIC PASS-THROUGH**

**DIRECT SERVICE CLAIMS (DSC) PROGRAM DESCRIPTION/BACKGROUND**

Under the Individuals with Disabilities Education Act (IDEA), Part B, states are required to make available special education and related services that are necessary for students with disabilities to obtain a free and appropriate public education. Some of these services provided to Title XIX eligible children by the school under IDEA are covered by Title XIX, which reimburses schools as qualified providers.

AHCCCS, in cooperation with the Arizona Department of Education (ADOE), launched the program in January 2001. Under the program, the local education agencies (LEAs) which include public school districts, certain charter schools and the Arizona School for the Deaf and Blind, are allowed to bill AHCCCS directly on a cost-based methodology for the provision of certain AHCCCS covered services. These services must be provided to Title XIX and IDEA eligible children.

As a result of the CMS approved Arizona State Plan Amendment (SPA) No. 11-007, the reimbursement methodology for school-based claiming was revised in order to enhance the identification of actual costs and improve the accuracy of claims reimbursement. Prior to July 1, 2011, LEAs billed AHCCCS using a fee-for-service fee schedule; it is now paid on a cost-based methodology. The cost-based methodology includes an interim fee-for-service payment and a reconciliation of final costs versus estimated costs within a two-year period after the end of a fiscal year. The SFY2018 reconciliation payment estimate of \$19,300,300 is for SFY2015. The SFY2019 reconciliation payment estimate of \$18,500,000 is for SFY2016.

Currently, there are 97 LEAs participating in the program. The LEAs submit their claims through a third party vendor. The Centers for Medicare and Medicaid Services (CMS) reimburses LEAs according to the applicable FMAP for the contract year the Medicaid services are provided and also 50% of the third party vendor’s administrative charges.

It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 68.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

As the single state Medicaid Agency for Arizona, AHCCCS draws down the Title XIX Federal Match for this program and passes those dollars through to the LEAs. Although AHCCCS only passes-through the Federal portion of the claims to the LEAs, by contract, each LEA must certify that it has met the state match requirement.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**SCHOOL BASED SERVICES**

**DSC METHODOLOGY**

Expenditures are forecasted by inflating the average expenditures from October 2017 through June 2018 every October, by a factor of 2.7%. The inflation factor is based on a weighted average of the Global Insights Hospital Market Basket inflation forecasts.

**FY 2020 DSC EXPENDITURES**

The DSC program Federal share expenditures are expected to increase by \$401,400 compared to the FY 2019 estimate. The primary cause of the increase is that there is no change in the estimated reconciliation payment for SFY 2017 in FY 2020. See the table below for further explanation.

|                       | FY 2018<br><u>Actual</u> | FY 2019<br><u>Rebase</u> | FY 2020<br><u>Request</u> | FY 2020<br><u>Change</u> |
|-----------------------|--------------------------|--------------------------|---------------------------|--------------------------|
| Direct Service        | 28,658,266               | 33,778,500               | 34,676,500                | 898,000                  |
| TPA Fee               | 129,645                  | 132,100                  | 135,500                   | 3,400                    |
| Reconciliation Pymnts | <u>19,300,338</u>        | <u>18,500,000</u>        | <u>18,000,000</u>         | <u>(500,000)</u>         |
| DSC Total             | 48,088,249               | 52,410,600               | 52,812,000                | 401,400                  |

**MEDICAID ADMINISTRATIVE CLAIMING (MAC) PROGRAM DESCRIPTION/BACKGROUND**

The Federal government permits state Medicaid agencies to claim reimbursement for activities that are necessary for the proper and efficient administration of the Medicaid state plan. Children receiving appropriate health services are better prepared to succeed in school, and in life, since poor health can interfere with the learning process.

The program, which was initiated in May 1997, reimburses LEAs for the cost of administrative activities, such as outreach, which support the Medicaid program. Schools are often involved in informing families of their potential eligibility for Medicaid or in helping them arrange medical appointments for the children. These activities are considered “administrative,” and schools are able to receive reimbursement through Medicaid.



FISCAL YEAR 2020  
DECISION PACKAGE JUSTIFICATION

**SCHOOL BASED SERVICES**

In May 2003, CMS published a comprehensive guide, entitled: "Medicaid School-Based Administrative Claiming Guide." The purpose of the guide was to inform schools, state Medicaid agencies, and other interested parties on the appropriate methods for claiming federal reimbursement for the costs of Medicaid administrative activities performed in the school setting.

The CMS guide, which was effective October 1, 2003, contains many significant changes related to the definition of claimable administrative costs and the time study procedure. AHCCCS experienced a significant decrease in claims following implementation of the guide.

**MAC METHODOLOGY**

MAC expenditures have been volatile since FY2005; therefore, AHCCCS assumed the MAC cost to be maintained at the FY 2018 amount for both FY 2019 and FY 2020.

**FY 2020 MAC EXPENDITURES**

The following table summarizes cost estimates (Federal share only):

|              | FY 2018<br><u>Actual</u> | FY 2019<br><u>Rebase</u> | FY 2020<br><u>Request</u> | FY 2020<br><u>Change</u> |
|--------------|--------------------------|--------------------------|---------------------------|--------------------------|
| MAC          | 5,066,066                | 5,066,000                | 5,066,000                 | -                        |
| Disallowance | -                        | -                        | -                         | -                        |
| MAC Total    | 5,066,066                | 5,066,000                | 5,066,000                 | -                        |

**SCHOOL BASED SERVICES - FY 2020 REQUEST**

The school based services programs are expected to require \$401,400 more in federal authority compared to the rebased FY 2019 estimate. This is a non-appropriated program that utilizes continuously appropriated funding.

**Performance Measures to quantify the success of the solution:**

- Increase the % of newly-enrolled CMDP Children who receive a behavioral health service at least once per month to 60%.

**STATUTORY AUTHORITY**

Individuals with Disabilities Education Act (IDEA)

Section 504 of the Rehabilitation Act of 1973

EPSDT (42 CFR Part 441, subpart B)

Allowable administrative claiming procedures (45 CFR parts 74 and 75)  
SPA Amendment No. 11-007

- Attachment 3.1-A Limitations, pages 3-5(b)
- Attachment 4.19-B, pages 10-16

**Arizona Health Care Cost Containment System  
Fiscal Year 2020 Budget Submittal  
School Based Services Program**

|                       | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Rebase</u> | <u>FY 2020<br/>Request</u> | <u>FY 2020<br/>Change</u> |
|-----------------------|---------------------------|---------------------------|----------------------------|---------------------------|
| Direct Service        | 28,658,266                | 33,778,500                | 34,676,500                 | 898,000                   |
| TPA Fee               | 129,645                   | 132,100                   | 135,500                    | 3,400                     |
| Reconciliation Pymnts | 19,300,338                | 18,500,000                | 18,000,000                 | (500,000)                 |
| DSC Total             | <u>48,088,249</u>         | <u>52,410,600</u>         | <u>52,812,000</u>          | <u>401,400</u>            |
| MAC                   | 5,066,066                 | 5,066,000                 | 5,066,000                  | -                         |
| Disallowance          | -                         | -                         | -                          | -                         |
| MAC Total             | <u>5,066,066</u>          | <u>5,066,000</u>          | <u>5,066,000</u>           | <u>-</u>                  |
| Total                 | <u><u>53,154,314</u></u>  | <u><u>57,476,600</u></u>  | <u><u>57,878,000</u></u>   | <u><u>401,400</u></u>     |

Notes:

1. Budget is federal funds only.



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 14 School Based Services

**Program:** Medicaid in the Public Schools  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 401.4        |
| Other Operating Expenditures               | 0.0          |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>401.4</b> |





## ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

### DIVISION: DMS/OIG

### TITLE OF ISSUE: Asset Verification System (AVS)

**BLUF: \*Federal Mandate\* AHCCCS is requesting \$449,700 TF (\$125,100 GF) for operational costs of the Asset Verification System (AVS).**

#### **Description of problem or issue and how this furthers the agency mission or goals:**

Situation: The Supplemental Appropriations Act of 2008 (P.L. 110-252), which added section 1940 of the Social Security Act (the Act) and a new subsection 1903(i)(X24) of the Act, requires all states to implement a system for verifying the assets of individuals aged 65 and older and individuals living with blindness or disability who are applying for, or receiving, Medicaid. In Arizona, this population is covered under the ALTCS (Arizona Long Term Care System) program which currently covers approximately 60,000 people within the state. All eligibility determinations are made through the Health-e-Arizona Plus (HEAplus) system. AHCCCS already has an approved PJJ for this project. AHCCCS is paying for the development out of base funding.

The Asset Verification System, at minimum, must:

- Use electronic means for all request and response
- Be secure based on recognized industry standards
- Establish and maintain a database of financial institutions to participate
- Send requests to financial institutions other than those identified by applicants
- Respond with information on both open and closed accounts for up to 5 years
- Provide evidence that the search was completed, even if no assets are located

**Problem:** AHCCCS needs a system that is flexible enough to allow both manual and automated requests and responses to allow us to stand up a system in the time required, while also continuing to develop automation to reduce or eliminate human intervention wherever possible.

#### **Proposed solution to the problem or issue:**

Procure the AVS solution contracted through NESCSO - NESCSO has negotiated a pricing structure for a system that complies with all CMS requirements for asset verification. The system is already in implementation or operation in 20 states and the vendor is known to CMS for its compliance with Sections 1940 and 1903 of the Social Security Act. The system can be accessed for requests through a batch file exchange direct integration with the HEAplus eligibility system, as well as direct Web Portal access for manual requests. The implementation period for the PCG product is less than 90 days which should allow the agency to have the system operational by the CMS deadline of February 6, 2019.



The AHCCCS, Office of the Inspector General (OIG) believes that the ability to have access to the AVS will save investigative time, reduce investigator case hours, validate financial institution information timely, and ensure the OIG returns AHCCCS funds back to the state of Arizona. The OIG anticipate benefitting from the Asset Verification System (AVS) in several ways, to include but not limited to the following:

First, the OIG will be able to access financial information in a timely manner regarding those individuals who have applied for AHCCCS benefits, but their eligibility remains in question. The OIG does not have a current capability that allows the OIG to attempt to verify assets; this is due to the longer time period to access the data, through alternative means.

Second, AVS will provide accurate and timely financial institution information on current AHCCCS members being investigated for receiving state Medicaid funds and benefits; but failed to report income or self-employment, for example. The OIG's current process for obtaining financial information requires the issuance of a subpoena. The subpoena process can be time consuming, as it can take up to six weeks to obtain information that the AHCCCS member failed to or inadvertently did not disclose. The AVS is anticipated to reduce the time to confirm from the financial institution, or institutions, potential evidence identified during the course of the investigation.

Third, AVS is anticipated to allow Investigators to identify both AHCCCS Members and Providers' assets earlier in an investigation for the purpose of seeking forfeiture.

Fourth, AVS should save AHCCCS funding by assisting the OIG identify fraudulent applications and stopping the individual from becoming a member. This would reduce the loss from the system.

**Performance Measures to quantify the success of the solution:**

AHCCCS Strategic Goal: 1

- From 0 to 25,000 unique customers queried in the Asset Verification portal by 6 months post-implementation
- From 0% to 85% or greater of verifications returned from AVS within 5 post-implementation
- Portal is accessible 95% or greater during standard business hours (6:00 am to 6:00 pm, Monday through Friday) by 1 month post-implementation

**Alternatives considered and reasons for rejection:**

Do Nothing -

Rejected due to: If nothing is done to incorporate an Asset Verification Program for the covered applicants under section 1940 of the Social Security Act (the Act) and subsection 1903(iX24) of the Act, AHCCCS will be out of compliance with federal law and will face loss of our federal financial



participation funds. The agency will also continue to be exposed to waste, fraud and abuse of Medicaid services provided to members who would otherwise be deemed ineligible through an asset verification process.

Self-contract for an AVS solution -

Rejected due to: Both CMS and the State of Arizona are driving agencies towards modular technologies which are reusable by other agencies. A custom-procured, custom-built system would serve neither of those purposes. The RFP process would be lengthy and resource intensive on the agency at a time when we are engaged in a number of very large projects and our resources are already stretched due to competing, simultaneous federal and state mandates. It is also doubtful that a COTS solution could be identified at a cost lower than that already negotiated through NESCSO.

**Impact of not funding this fiscal year:**

\$125,100 Direct General Fund Expenditure, \$449,700 Total Fund Expenditure; no offsetting Revenue for SFY 2020



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 16 Asset Verification System

**Program:** Central Administration  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 0.0          |
| Other Operating Expenditures               | 125.1        |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>125.1</b> |

**Program:** Central Administration  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020      |
|--|--------------|
| FTE  | 0.0          |
| Personal Services                          | 0.0          |
| Employee Related Expenses                  | 0.0          |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>   |
| Professional & Outside Services            | 0.0          |
| Travel In-State                            | 0.0          |
| Travel Out-of-State                        | 0.0          |
| Food                                       | 0.0          |
| Aid to Organizations & Individuals         | 0.0          |
| Other Operating Expenditures               | 324.6        |
| Equipment                                  | 0.0          |
| Capital Outlay                             | 0.0          |
| Debt Services                              | 0.0          |
| Cost Allocation                            | 0.0          |
| Transfers                                  | 0.0          |
| <b>Program / Fund Total:</b>               | <b>324.6</b> |





**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)**

**DIVISION: DHCM**

**TITLE OF ISSUE: Electronic Visit Verification System (EVV)**

**BLUF:**

**\*Federal Mandate\* AHCCCS is requesting Contingent upon RFP TF (TBD GF) for operational costs of the Electronic Visit Verification System (EVV).**

**Description of problem or issue and how this furthers the agency mission or goals:**

Situation: Pursuant to Section 1903 of the Social Security Act (42 U.S.C. 1396b), AHCCCS is mandated to implement Electronic Visit Verification (EVV) for non-skilled in-home services (attendant care, personal care, homemaker, habilitation, respite) by January 1, 2020 and for in-home skilled nursing services (home health) by January 1, 2023. AHCCCS is working off the following timeline to implement EVV: September 2018 release Request for Proposal (RFP), January 2019 select a state-wide vendor, April 2019 award contract, October 2019 fully implement EVV. PIJ is currently being prepared for review. AHCCCS is paying for the development out of base funding.

The EVV system, must at a minimum, electronically verify the:

- Type of service performed
- Individual receiving the service
- Date of the service
- Location of service delivery
- Individual providing the service
- Time the service begins and ends

Problem: States are required to implement EVV for personal care services by January 1, 2020, or otherwise be subject to FMAP reductions as follows:

- 25 percentage points for calendar quarters in 2020,
- 5 percentage points for calendar quarters in 2021
- 75 percentage points for calendar quarters in 2022,
- 1 percentage point for calendar quarters in 2023 and each year thereafter

Providers of these services operate under very narrow margins. Most recently, as a result of the Prop 206 Minimum Wage increases and the Department of Labor Companionship Exemption under the Fair Labor Standards Act, providers are not in a position to assume cost for the State's compliance of



the 21st Century Cures Act. Therefore, in an effort to maintain access to care standards, AHCCCS must pay for the development costs of the one statewide EVV system.

**Proposed solution to the problem or issue:**

AHCCCS contracts with 3rd party vendor using commercial off the shelf (COTS) product in order to provide EVV capability funded from operating lump sum.

AHCCCS plans to implement an open vendor model contracting with one statewide EVV vendor that will be an option available for use by Providers and Managed Care Organizations (MCOs). Providers and MCOs may continue to use an existing EVV system or choose to use an alternate EVV vendor. The statewide EVV vendor will offer a data collection system for Providers without a legacy/alternate verification system and a mandated data aggregator.

**Performance Measures to quantify the success of the solution:**

AHCCCS Strategic Goal: 1

Ensuring timely service delivery for members including real time service gap reporting and monitoring. Reducing administrative burden associated with hard copy timesheet processing by AHCCCS providers. Support the federal goal to generate cost savings from the prevention of fraud, waste and abuse.

**Alternatives considered and reasons for rejection:**

AHCCCS programmatically funds COTS EVV by increasing capitation rates. A provider rate increase for EVV-specific services sufficient to cover subscription/transaction fees and require MCOs to pass-on the increase directly to providers.

Rejected due to: Providers using the one state-wide system for reasons noted under the problem description may not have the resources to pay for costs upfront while awaiting reimbursement for costs of services by the MCOs. Additionally, the Federal matching rate is higher (75%) if the agency claims these costs as administrative costs rather than programmatic expenses.

**Impact of not funding this fiscal year:**

TBD Direct General Fund Expenditure, Contingent upon RFP Total Fund Expenditure; no offsetting Revenue for SFY 2020

## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 19 Electronic Visit Verification System

**Program:** Central Administration  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020 |
|--|---------|
| FTE  | 0.0     |
| Personal Services                          | 0.0     |
| Employee Related Expenses                  | 0.0     |
| <b>Subtotal Personal Services and ERE:</b> | 0.0     |
| Professional & Outside Services            | 0.0     |
| Travel In-State                            | 0.0     |
| Travel Out-of-State                        | 0.0     |
| Food                                       | 0.0     |
| Aid to Organizations & Individuals         | 0.0     |
| Other Operating Expenditures               | 0.0     |
| Equipment                                  | 0.0     |
| Capital Outlay                             | 0.0     |
| Debt Services                              | 0.0     |
| Cost Allocation                            | 0.0     |
| Transfers                                  | 0.0     |
| <b>Program / Fund Total:</b>               | 0.0     |





**COMPREHENSIVE MEDICAL AND DENTAL PLAN**

**PROGRAM DESCRIPTION:**

The Comprehensive Medical and Dental Program (CMDP) is the health plan responsible for ensuring, in partnership with foster care providers, the provision of appropriate and quality health care services for the well-being of Arizona’s children in foster care. For those children in foster care, not qualifying for long-term care services, who are Title XIX or KidsCare eligible, CMDP is also the assigned AHCCCS health plan. CMDP pays for health care services for Arizona’s children in foster care placed in and outside of the state of Arizona and cares for children and youth in out-of-home placement from birth to 18 years, and up to age 21 in rare instances when the member is not Title XIX eligible. CMDP is a program within the Arizona Department of Economic Security (DES), Division of Children, Youth and Families (DCYF) formed in July 1970 by state law (A.R.S. 8-512).

The SFY18 budget appropriated acute care funding for this population within the Traditional Medical Services line and behavioral health funding with the Medicaid Behavioral Health CMDP line. Beginning in SFY19, to reflect AHCCCS’s new integration of care contracts, funding was consolidated under the CMDP line. Beginning in SFY19, AHCCCS will contract with “AHCCCS Complete Care” health plans for services covering the full spectrum of physical and behavioral health services for most populations including CMDP.

Effective October 1, 2018, several significant program changes will take place in order to integrate the provision of physical and behavioral health services by MCOs. Capitation rates for these programs were developed as integrated rates. In addition to physical health services, DCS/CMDP now covers services previously provided under the Children’s Rehabilitative Services (CRS) program. All behavioral health services will be provided by the RBHAs, including those for members previously enrolled in CRS.

To reflect this change, appropriations for physical health services and behavioral health services for CMDP are now consolidated into a single line. RBHAs will continue to provide behavioral health services in SFY20 to foster children enrolled in CMDP.



FISCAL YEAR 2020  
**COMPREHENSIVE MEDICAL AND DENTAL PLAN      DECISION PACKAGE JUSTIFICATION**

**COMPREHENSIVE MEDICAL AND DENTAL PLAN APPROPRIATION**

In FY 2020, AHCCCS requests a Total Fund decrease of \$3,713,600 (General Fund decrease of \$655,400).

**Description of the Problem:**

AHCCCS is requesting a decrease for FY 2020 from the FY 2019 appropriation for the CMDP appropriation due to a reduction of the number children in foster care. In FY 2020, AHCCCS requests a reduction of \$3,713,600 in Total Funds (\$655,400 decrease in State Match).

|                          | FY 2018     |             | FY 2019     |             | FY 2020     |  |
|--------------------------|-------------|-------------|-------------|-------------|-------------|--|
|                          | Actual      | Allocation  | Rebase      | Request     | Inc/(Dec)   |  |
| General Fund             | 55,172,809  | 60,213,900  | 56,522,500  | 59,558,500  | (655,400)   |  |
| Subtotal State Match     | 55,172,809  | 60,213,900  | 56,522,500  | 59,558,500  | (655,400)   |  |
| Federal Title XIX        | 127,568,903 | 139,700,600 | 131,481,100 | 136,642,400 | (3,058,200) |  |
| Subtotal Federal Funding | 127,568,903 | 139,700,600 | 131,481,100 | 136,642,400 | (3,058,200) |  |
| Grand Total              | 182,741,712 | 199,914,500 | 188,003,600 | 196,200,900 | (3,713,600) |  |

**CMDP Budget Methodology:**



FISCAL YEAR 2020  
**COMPREHENSIVE MEDICAL AND DENTAL PLAN**      **DECISION PACKAGE JUSTIFICATION**

***Member Growth***

The following table shows actual and projected member months for CMDP as of June of each year for FY 2018 through FY 2020.

| <b>Fiscal Year</b>    | <b>Total CMDP</b> |
|-----------------------|-------------------|
| June 2018 (actual)    | 14,451            |
| June 2019 (projected) | 13,568            |
| June 2020 (projected) | 13,516            |

Member months are forecast based on an estimated 0.39% annual percent decrease provided to AHCCCS by DCS.

***CMDP Rates***

The changes in rates for SFY 2018 through SFY 2020 are shown below. To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the CMDP for CYE 19. Before this, rates had been set separately for prospective and prior period.

| <b>CAPITATION RATES</b> |                   |
|-------------------------|-------------------|
| <b>Rate Period</b>      | <b>CMDP Rates</b> |
| 2018 (Eff. 7/1/18)      | \$279.18          |
| 2019 (Eff. 10/1/18)     | \$298.38          |
| 2019 (Eff. 7/1/19)      | \$302.09          |
| 2020 (Eff. 10/1/19)     | \$305.84          |

The overall rate adjustment for CMDP in CYE 2019 is an increase of 23.2% from the most recently submitted rates effective January 1, 2018. Several factors contributed to this increase:

- 7.2 percentage points are attributable to rebasing gross medical expenses to reflect the more current actual experience of the program. The observed increase in expenses is likely attributable to higher utilization resulting from the care management “onboarding” initiative by CMDP to ensure new members receive timely services, as well as the potential higher acuity of current CMDP members.
- 6.2 percentage points are attributable to benefit cost assumptions, including utilization and unit cost trends.
- 6.8 percentage points are attributable to recognition of care management costs as a non-benefit cost component of the CMDP rate. Previous rate certifications for CMDP did not discretely identify and fund allowable care management activities performed by CMDP program staff. DCS/CMDP has since identified the costs of specific care management activities, which are now included in the capitation rate.
- 1.7 percentage points are attributable to increased administrative expenses, including spreading fixed administrative costs across fewer member months.
- 1.3 percentage points are attributable to the addition of care management and administrative expenses associated with the anticipated transition of Children’s Rehabilitative Services (CRS) activities to CMDP, effective October 1, 2018. In advance of the programmatic transition, CMDP is required to hire and train staff for this purpose, effective July 1, 2018.

The CYE 2019 rate increase of 23.2% is in contrast to rate decreases of -9.4% in CYE 2017 and -3.3% in CYE 2018. In the same period July 2016 to April 2018, enrollment in CMDP has declined by -19.6%.

The significant contraction of program membership in a short period of time means that fixed administrative and care management costs are now spread out across fewer member months, and so reflect a higher proportion of the overall capitation rate. The steep decline in membership has also resulted in more volatility in medical expenses due to changes in the acuity mix within a smaller risk group.



FISCAL YEAR 2020  
COMPREHENSIVE MEDICAL AND DENTAL PLAN DECISION PACKAGE JUSTIFICATION

**FMAP**

It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

**PROPOSED SOLUTION:**

AHCCCS is requesting decrease of \$3,713,600 Total Fund (\$655,400 General Fund decrease) for the Comprehensive Medical and Dental Plan (CMDP) compared to the FY 2019 appropriation.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in Comprehensive Medical and Dental Plan.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**Statutory Authority:**

A.R.S. Chapter 4, Article 4, 8-512.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
 COMPREHENSIVE MEDICAL AND DENTAL PROGRAM  
 CMDP ALL EXPENDITURES**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 55,172,809        | 60,213,900            | 56,522,500        | 59,558,500         | (655,400)            |
| Subtotal State Match     | 55,172,809        | 60,213,900            | 56,522,500        | 59,558,500         | (655,400)            |
| Federal Title XIX        | 127,568,903       | 139,700,600           | 131,481,100       | 136,642,400        | (3,058,200)          |
| Subtotal Federal Funding | 127,568,903       | 139,700,600           | 131,481,100       | 136,642,400        | (3,058,200)          |
| Grand Total              | 182,741,712       | 199,914,500           | 188,003,600       | 196,200,900        | (3,713,600)          |



## Funding Issue Detail

**Agency:** Arizona Health Care Cost Containment System

**Issue:** 11 CMDP

**Program:** SLI Comprehensive Medical and Dental Program  
**Fund:** 1000-A General Fund (Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020        |
|--|----------------|
| FTE  | 0.0            |
| Personal Services                          | 0.0            |
| Employee Related Expenses                  | 0.0            |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>     |
| Professional & Outside Services            | 0.0            |
| Travel In-State                            | 0.0            |
| Travel Out-of-State                        | 0.0            |
| Food                                       | 0.0            |
| Aid to Organizations & Individuals         | (655.4)        |
| Other Operating Expenditures               | 0.0            |
| Equipment                                  | 0.0            |
| Capital Outlay                             | 0.0            |
| Debt Services                              | 0.0            |
| Cost Allocation                            | 0.0            |
| Transfers                                  | 0.0            |
| <b>Program / Fund Total:</b>               | <b>(655.4)</b> |

**Program:** SLI Comprehensive Medical and Dental Program  
**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Calculated ERE:** \$0.00  
**Uniform Allowance:** \$0.00

| Expenditure Categories                     | FY 2020          |
|--|------------------|
| FTE  | 0.0              |
| Personal Services                          | 0.0              |
| Employee Related Expenses                  | 0.0              |
| <b>Subtotal Personal Services and ERE:</b> | <b>0.0</b>       |
| Professional & Outside Services            | 0.0              |
| Travel In-State                            | 0.0              |
| Travel Out-of-State                        | 0.0              |
| Food                                       | 0.0              |
| Aid to Organizations & Individuals         | (3,058.2)        |
| Other Operating Expenditures               | 0.0              |
| Equipment                                  | 0.0              |
| Capital Outlay                             | 0.0              |
| Debt Services                              | 0.0              |
| Cost Allocation                            | 0.0              |
| Transfers                                  | 0.0              |
| <b>Program / Fund Total:</b>               | <b>(3,058.2)</b> |



# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Administration

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|--|-------------------|-----------------------|------------------------|--------------------------|
| <b>Program Summary</b>                                 |                   |                       |                        |                          |
| 1-1 Central Administration                             | 105,024.8         | 105,545.1             | 5,224.3                | 110,769.4                |
| 1-2 ADOA Data Center                                   | 15,999.1          | 19,325.8              | 0.0                    | 19,325.8                 |
| 1-4 SLI DES Eligibility                                | 75,561.8          | 88,874.5              | 0.0                    | 88,874.5                 |
| 1-6 Title XIX Pass-Through - DHS                       | 742.8             | 0.0                   | 0.0                    | 0.0                      |
| 1-7 Title XIX Pass-Through - DES                       | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 1-11 Children's Health Insurance Program Administratio | 2,512.3           | 5,565.8               | 0.0                    | 5,565.8                  |
| 1-12 SLI Proposition 206 Study                         | 61.7              | 0.0                   | 0.0                    | 0.0                      |
| <b>Program Summary Total:</b>                          | <b>199,902.5</b>  | <b>219,311.2</b>      | <b>5,224.3</b>         | <b>224,535.5</b>         |

**Expenditure Categories**

|   |                  |                  |                |                  |
|---|------------------|------------------|----------------|------------------|
| 0000 FTE Positions                        | 1,908.2          | 1,908.2          | 0.0            | 1,908.2          |
| 6000 Personal Services                    | 47,392.5         | 47,027.2         | 0.0            | 47,027.2         |
| 6100 Employee Related Expenses            | 20,067.1         | 19,893.5         | 0.0            | 19,893.5         |
| 6200 Professional and Outside Services    | 12,740.9         | 12,954.6         | 0.0            | 12,954.6         |
| 6500 Travel In-State                      | 124.2            | 117.6            | 0.0            | 117.6            |
| 6600 Travel Out of State                  | 27.2             | 26.8             | 0.0            | 26.8             |
| 6700 Food                                 | 0.0              | 0.0              | 0.0            | 0.0              |
| 6800 Aid to Organizations and Individuals | 6,479.8          | 6,479.8          | 0.0            | 6,479.8          |
| 7000 Other Operating Expenses             | 34,857.4         | 37,964.5         | 5,224.3        | 43,188.8         |
| 8000 Equipment                            | 1,165.7          | 1,272.6          | 0.0            | 1,272.6          |
| 8100 Capital Outlay                       | 0.0              | 0.0              | 0.0            | 0.0              |
| 8600 Debt Service                         | 0.0              | 0.0              | 0.0            | 0.0              |
| 9000 Cost Allocation                      | 0.0              | 0.0              | 0.0            | 0.0              |
| 9100 Transfers                            | 77,047.7         | 93,574.6         | 0.0            | 93,574.6         |
| <b>Expenditure Categories Total:</b>      | <b>199,902.5</b> | <b>219,311.2</b> | <b>5,224.3</b> | <b>224,535.5</b> |

**Fund Source**

|   |           |           |         |           |
|---|-----------|-----------|---------|-----------|
| <b>Appropriated Funds</b>                                 |           |           |         |           |
| 1000-A General Fund (Appropriated)                        | 59,708.1  | 59,894.5  | 905.0   | 60,799.5  |
| 2227-A Substance Abuse Services Fund (Appropriated)       | 0.0       | 0.0       | 0.0     | 0.0       |
| 2409-A Children's Health Insurance Program (Appropriated) | 2,524.7   | 5,725.8   | 0.0     | 5,725.8   |
| 2546-A Prescription Drug Rebate Fund (Appropriated)       | 454.5     | 660.9     | 0.0     | 660.9     |
| <b>Non-Appropriated Funds</b>                             |           |           |         |           |
| 2000-N Federal Grant (Non-Appropriated)                   | 8,924.4   | 8,906.7   | 0.0     | 8,906.7   |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 116,520.3 | 133,194.5 | 4,319.3 | 137,513.8 |

## Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System  
 Program: Administration

|   | FY 2018   | FY 2019    | FY 2020     | FY 2020       |
|---|-----------|------------|-------------|---------------|
|   | Actual    | Expd. Plan | Fund. Issue | Total Request |
| 2130-N Delivery System Reform Incentive Payment Fund(   | 0.0       | 0.0        | 0.0         | 0.0           |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Ap    | 6,542.0   | 8,713.9    | 0.0         | 8,713.9       |
| 2449-N Employee Recognition Fund (Non-Appropriated)     | 0.5       | 2.0        | 0.0         | 2.0           |
| 2500-N IGA and ISA Fund (Non-Appropriated)              | 4,658.9   | 1,643.8    | 0.0         | 1,643.8       |
| 2532-N Hospital Loan Residency Fund (Non-Appropriated)  | 0.0       | 0.0        | 0.0         | 0.0           |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated) | 0.0       | 0.0        | 0.0         | 0.0           |
| 2567-N Nursing Facility Provider Assessment Fund (Non-A | 569.1     | 569.1      | 0.0         | 569.1         |
|   | 137,215.2 | 153,030.0  | 4,319.3     | 157,349.3     |
|   | 199,902.5 | 219,311.2  | 5,224.3     | 224,535.5     |

**Fund Source Total:**

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018         |                 | FY 2019      |                 | FY 2020 |  | FY 2020 |  |
|---|--|-----------------|-----------------|--------------|-----------------|---------|--|---------|--|
| Program: Administration                             |  | Actual          | Expd. Plan      | Fund. Issue  | Total Request   |         |  |         |  |
| <b>Fund:</b>  | <b>1000-A General Fund (Appropriated)</b>        |                 |                 |              |                 |         |  |         |  |
| <b>Program Expenditures</b>                         |  |                 |                 |              |                 |         |  |         |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |                 |                 |              |                 |         |  |         |  |
| 1-1   | Central Administration                           | 30,366.6        | 28,487.9        | 905.0        | 29,392.9        |         |  |         |  |
| 1-2   | ADOA Data Center                                 | 4,694.0         | 5,915.4         | 0.0          | 5,915.4         |         |  |         |  |
| 1-4   | SLI DES Eligibility                              | 24,647.5        | 25,491.2        | 0.0          | 25,491.2        |         |  |         |  |
| 1-7   | Title XIX Pass-Through - DES                     | 0.0             | 0.0             | 0.0          | 0.0             |         |  |         |  |
| 1-11  | Children's Health Insurance Program Administrati | 0.0             | 0.0             | 0.0          | 0.0             |         |  |         |  |
| <b>Total</b>  |  | <b>59,708.1</b> | <b>59,894.5</b> | <b>905.0</b> | <b>60,799.5</b> |         |  |         |  |
| <b>Appropriated Funding</b>                         |  |                 |                 |              |                 |         |  |         |  |
| <b>Expenditure Categories</b>                       |  |                 |                 |              |                 |         |  |         |  |
| FTE Positions                                       |  |                 |                 |              |                 |         |  |         |  |
|   | Personal Services                                | 854.9           | 854.9           | 0.0          | 854.9           |         |  |         |  |
|   | Employee Related Expenses                        | 16,293.3        | 15,305.3        | 0.0          | 15,305.3        |         |  |         |  |
|   | Professional and Outside Services                | 6,876.6         | 6,458.4         | 0.0          | 6,458.4         |         |  |         |  |
|   | Travel In-State                                  | 2,385.4         | 2,245.7         | 0.0          | 2,245.7         |         |  |         |  |
|   | Travel Out of State                              | 38.7            | 36.2            | 0.0          | 36.2            |         |  |         |  |
|   | Food   | 12.1            | 11.3            | 0.0          | 11.3            |         |  |         |  |
|   | Aid to Organizations and Individuals             | 0.0             | 0.0             | 0.0          | 0.0             |         |  |         |  |
|   | Other Operating Expenses                         | 8,069.1         | 9,028.8         | 905.0        | 9,933.8         |         |  |         |  |
|   | Equipment  | 340.4           | 337.3           | 0.0          | 337.3           |         |  |         |  |
|   | Capital Outlay                                   | 0.0             | 0.0             | 0.0          | 0.0             |         |  |         |  |
|   | Debt Service                                     | 0.0             | 0.0             | 0.0          | 0.0             |         |  |         |  |
|   | Cost Allocation                                  | 0.0             | 0.0             | 0.0          | 0.0             |         |  |         |  |
|   | Transfers  | 25,692.5        | 26,471.5        | 0.0          | 26,471.5        |         |  |         |  |
| <b>Expenditure Categories Total:</b>                |  | <b>59,708.1</b> | <b>59,894.5</b> | <b>905.0</b> | <b>60,799.5</b> |         |  |         |  |
| <b>Fund 1000-A Total:</b>                           |  | <b>59,708.1</b> | <b>59,894.5</b> | <b>905.0</b> | <b>60,799.5</b> |         |  |         |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

|                 |   |                |                   |                    |                      |
|-----------------|---|----------------|-------------------|--------------------|----------------------|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |                |                   |                    |                      |
| <b>Program:</b> | Administration                              |                |                   |                    |                      |
|                 |   | <b>FY 2018</b> | <b>FY 2019</b>    | <b>FY 2020</b>     | <b>FY 2020</b>       |
|                 |   | <b>Actual</b>  | <b>Expd. Plan</b> | <b>Fund. Issue</b> | <b>Total Request</b> |

|                                 |   |                |                |            |                |
|---------------------------------|---|----------------|----------------|------------|----------------|
| <b>Fund:</b>                    | 2000-N Federal Grant (Non-Appropriated) |                |                |            |                |
| <b>Program Expenditures</b>     |   |                |                |            |                |
| COST CENTER/PROGRAM BUDGET UNIT |   |                |                |            |                |
| 1-1                             | Central Administration                  | 8,910.8        | 8,906.7        | 0.0        | 8,906.7        |
| 1-2                             | ADOA Data Center                        | 13.6           | 0.0            | 0.0        | 0.0            |
| 1-6                             | Title XIX Pass-Through - DHS            | 0.0            | 0.0            | 0.0        | 0.0            |
|                                 | <b>Total</b>                            | <b>8,924.4</b> | <b>8,906.7</b> | <b>0.0</b> | <b>8,906.7</b> |

|                                 |                                      |                |                |            |                |
|---------------------------------|--------------------------------------|----------------|----------------|------------|----------------|
| <b>Non-Appropriated Funding</b> |                                      |                |                |            |                |
| <b>Expenditure Categories</b>   |                                      |                |                |            |                |
|                                 | Personal Services                    | 601.8          | 600.9          | 0.0        | 600.9          |
|                                 | Employee Related Expenses            | 231.1          | 230.7          | 0.0        | 230.7          |
|                                 | Professional and Outside Services    | 1,426.9        | 1,426.8        | 0.0        | 1,426.8        |
|                                 | Travel In-State                      | 4.1            | 0.0            | 0.0        | 0.0            |
|                                 | Travel Out of State                  | 2.4            | 2.4            | 0.0        | 2.4            |
|                                 | Food                                 | 0.0            | 0.0            | 0.0        | 0.0            |
|                                 | Aid to Organizations and Individuals | 6,479.8        | 6,479.8        | 0.0        | 6,479.8        |
|                                 | Other Operating Expenses             | 160.3          | 150.4          | 0.0        | 150.4          |
|                                 | Equipment                            | 18.0           | 15.7           | 0.0        | 15.7           |
|                                 | Capital Outlay                       | 0.0            | 0.0            | 0.0        | 0.0            |
|                                 | Debt Service                         | 0.0            | 0.0            | 0.0        | 0.0            |
|                                 | Cost Allocation                      | 0.0            | 0.0            | 0.0        | 0.0            |
|                                 | Transfers                            | 0.0            | 0.0            | 0.0        | 0.0            |
|                                 | <b>Expenditure Categories Total:</b> | <b>8,924.4</b> | <b>8,906.7</b> | <b>0.0</b> | <b>8,906.7</b> |

|                           |  |         |         |     |         |
|---------------------------|--|---------|---------|-----|---------|
| <b>Fund 2000-N Total:</b> |  | 8,924.4 | 8,906.7 | 0.0 | 8,906.7 |
|---------------------------|--|---------|---------|-----|---------|

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018          |                  | FY 2019        |                  | FY 2020 |  | FY 2020 |  |  |
|---|--|------------------|------------------|----------------|------------------|---------|--|---------|--|--|
| Program: Administration                             |  | Actual           | Expd. Plan       | Fund. Issue    | Total Request    |         |  |         |  |  |
| <b>Fund:</b>  | <b>2120-N AHCCCS Fund (Non-Appropriated)</b> |                  |                  |                |                  |         |  |         |  |  |
| <b>Program Expenditures</b>                         |  |                  |                  |                |                  |         |  |         |  |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |                  |                  |                |                  |         |  |         |  |  |
| 1-1   | Central Administration                       | 56,598.5         | 56,560.8         | 4,319.3        | 60,880.1         |         |  |         |  |  |
| 1-2   | ADOA Data Center                             | 11,275.6         | 13,250.4         | 0.0            | 13,250.4         |         |  |         |  |  |
| 1-4   | SLI DES Eligibility                          | 48,274.8         | 63,383.3         | 0.0            | 63,383.3         |         |  |         |  |  |
| 1-6   | Title XIX Pass-Through - DHS                 | 371.4            | 0.0              | 0.0            | 0.0              |         |  |         |  |  |
| 1-7   | Title XIX Pass-Through - DES                 | 0.0              | 0.0              | 0.0            | 0.0              |         |  |         |  |  |
| <b>Total</b>  |  | <b>116,520.3</b> | <b>133,194.5</b> | <b>4,319.3</b> | <b>137,513.8</b> |         |  |         |  |  |
| <b>Non-Appropriated Funding</b>                     |  |                  |                  |                |                  |         |  |         |  |  |
| <b>Expenditure Categories</b>                       |  |                  |                  |                |                  |         |  |         |  |  |
| FTE Positions                                       |  |                  |                  |                |                  |         |  |         |  |  |
|   | Personal Services                            | 1,013.1          | 1,013.1          | 0.0            | 1,013.1          |         |  |         |  |  |
|   | Employee Related Expenses                    | 27,165.7         | 27,184.8         | 0.0            | 27,184.8         |         |  |         |  |  |
|   | Professional and Outside Services            | 11,496.4         | 11,502.6         | 0.0            | 11,502.6         |         |  |         |  |  |
|   | Travel In-State                              | 8,186.5          | 8,208.4          | 0.0            | 8,208.4          |         |  |         |  |  |
|   | Travel Out of State                          | 80.2             | 80.2             | 0.0            | 80.2             |         |  |         |  |  |
|   | Food   | 12.1             | 12.1             | 0.0            | 12.1             |         |  |         |  |  |
|   | Aid to Organizations and Individuals         | 0.0              | 0.0              | 0.0            | 0.0              |         |  |         |  |  |
|   | Other Operating Expenses                     | 19,865.9         | 21,667.5         | 4,319.3        | 25,986.8         |         |  |         |  |  |
|   | Equipment                                    | 772.1            | 860.6            | 0.0            | 860.6            |         |  |         |  |  |
|   | Capital Outlay                               | 0.0              | 0.0              | 0.0            | 0.0              |         |  |         |  |  |
|   | Debt Service                                 | 0.0              | 0.0              | 0.0            | 0.0              |         |  |         |  |  |
|   | Cost Allocation                              | 0.0              | 0.0              | 0.0            | 0.0              |         |  |         |  |  |
|   | Transfers                                    | 48,941.4         | 63,678.3         | 0.0            | 63,678.3         |         |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |  | <b>116,520.3</b> | <b>133,194.5</b> | <b>4,319.3</b> | <b>137,513.8</b> |         |  |         |  |  |
| <b>Fund 2120-N Total:</b>                           |  | <b>116,520.3</b> | <b>133,194.5</b> | <b>4,319.3</b> | <b>137,513.8</b> |         |  |         |  |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Administration

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       | FY 2020       |
|--|---------|------------|-------------|---------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request | Total Request |

**Fund:** 2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)

**Program Expenditures**

COST CENTER/PROGRAM BUDGET UNIT

|              |                        |     |     |     |     |
|--------------|------------------------|-----|-----|-----|-----|
| 1-1          | Central Administration | 0.0 | 0.0 | 0.0 | 0.0 |
| <b>Total</b> |                        | 0.0 | 0.0 | 0.0 | 0.0 |

**Non-Appropriated Funding**

**Expenditure Categories**

|                                      |            |            |            |            |
|--------------------------------------|------------|------------|------------|------------|
| Personal Services                    | 0.0        | 0.0        | 0.0        | 0.0        |
| Employee Related Expenses            | 0.0        | 0.0        | 0.0        | 0.0        |
| Professional and Outside Services    | 0.0        | 0.0        | 0.0        | 0.0        |
| Travel In-State                      | 0.0        | 0.0        | 0.0        | 0.0        |
| Travel Out of State                  | 0.0        | 0.0        | 0.0        | 0.0        |
| Food                                 | 0.0        | 0.0        | 0.0        | 0.0        |
| Aid to Organizations and Individuals | 0.0        | 0.0        | 0.0        | 0.0        |
| Other Operating Expenses             | 0.0        | 0.0        | 0.0        | 0.0        |
| Equipment                            | 0.0        | 0.0        | 0.0        | 0.0        |
| Capital Outlay                       | 0.0        | 0.0        | 0.0        | 0.0        |
| Debt Service                         | 0.0        | 0.0        | 0.0        | 0.0        |
| Cost Allocation                      | 0.0        | 0.0        | 0.0        | 0.0        |
| Transfers                            | 0.0        | 0.0        | 0.0        | 0.0        |
| <b>Expenditure Categories Total:</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Fund 2130-N Total:** 0.0 0.0 0.0 0.0

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |                                      | FY 2018   |            | FY 2019     |               | FY 2020 |     | FY 2020 |     |
|---|--------------------------------------|---|------------|-------------|---------------|---------|-----|---------|-----|
| Program: Administration                             |                                      | Actual  | Expd. Plan | Fund. Issue | Total Request |         |     |         |     |
| <b>Fund:</b>  | 2227-A                               | <b>Substance Abuse Services Fund (Appropriated)</b> |            |             |               |         |     |         |     |
| <b>Program Expenditures</b>                         |                                      |   |            |             |               |         |     |         |     |
| COST CENTER/PROGRAM BUDGET UNIT                     |                                      |   |            |             |               |         |     |         |     |
| 1-6   | Title XIX Pass-Through - DHS         | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
| Total   |                                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
| <b>Appropriated Funding</b>                         |                                      |   |            |             |               |         |     |         |     |
| <b>Expenditure Categories</b>                       |                                      |   |            |             |               |         |     |         |     |
|   | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
| <b>Expenditure Categories Total:</b>                |                                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
| <b>Fund 2227-A Total:</b>                           |                                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018   |            | FY 2019     |               | FY 2020 |  | FY 2020 |  |
|---|--|---|------------|-------------|---------------|---------|--|---------|--|
| Program: Administration                             |  | Actual  | Expd. Plan | Fund. Issue | Total Request |         |  |         |  |
| <b>Fund:</b>  | <b>2409-A</b>                                    | <b>Children's Health Insurance Program (Appropriated)</b> |            |             |               |         |  |         |  |
| <b>Program Expenditures</b>                         |  |   |            |             |               |         |  |         |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |   |            |             |               |         |  |         |  |
| 1-2   | ADOA Data Center                                 | 12.4  | 160.0      | 0.0         | 0.0           | 160.0   |  |         |  |
| 1-7   | Title XIX Pass-Through - DES                     | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
| 1-11  | Children's Health Insurance Program Administrati | 2,512.3   | 5,565.8    | 0.0         | 0.0           | 5,565.8 |  |         |  |
|   | Total  | 2,524.7   | 5,725.8    | 0.0         | 0.0           | 5,725.8 |  |         |  |
| <b>Appropriated Funding</b>                         |  |   |            |             |               |         |  |         |  |
| <b>Expenditure Categories</b>                       |  |   |            |             |               |         |  |         |  |
|   | FTE Positions                                    | 38.2  | 38.2       | 0.0         | 0.0           | 38.2    |  |         |  |
|   | Personal Services                                | 492.0   | 1,085.3    | 0.0         | 0.0           | 1,085.3 |  |         |  |
|   | Employee Related Expenses                        | 193.1   | 425.8      | 0.0         | 0.0           | 425.8   |  |         |  |
|   | Professional and Outside Services                | 84.0  | 185.0      | 0.0         | 0.0           | 185.0   |  |         |  |
|   | Travel In-State                                  | 0.5   | 1.2        | 0.0         | 0.0           | 1.2     |  |         |  |
|   | Travel Out of State                              | 0.3   | 0.7        | 0.0         | 0.0           | 0.7     |  |         |  |
|   | Food   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Aid to Organizations and Individuals             | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Other Operating Expenses                         | 555.0   | 1,380.3    | 0.0         | 0.0           | 1,380.3 |  |         |  |
|   | Equipment  | 19.7  | 43.5       | 0.0         | 0.0           | 43.5    |  |         |  |
|   | Capital Outlay                                   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Debt Service                                     | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Cost Allocation                                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Transfers  | 1,180.1   | 2,604.0    | 0.0         | 0.0           | 2,604.0 |  |         |  |
|   | <b>Expenditure Categories Total:</b>             | 2,524.7   | 5,725.8    | 0.0         | 0.0           | 5,725.8 |  |         |  |
|   | <b>Fund 2409-A Total:</b>                        | 2,524.7   | 5,725.8    | 0.0         | 0.0           | 5,725.8 |  |         |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|--|---------|------------|-------------|---------------|
| Program: Administration                             |  | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)</b> |         |            |             |               |
| <b>Program Expenditures</b>                         |  |         |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |
| 1-1   | Central Administration   | 6,542.0 | 8,713.9    | 0.0         | 8,713.9       |
| Total   |  | 6,542.0 | 8,713.9    | 0.0         | 8,713.9       |
| <b>Non-Appropriated Funding</b>                     |  |         |            |             |               |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |
|   | Personal Services  | 1,688.8 | 1,688.8    | 0.0         | 1,688.8       |
|   | Employee Related Expenses  | 581.6   | 581.6      | 0.0         | 581.6         |
|   | Professional and Outside Services                                      | 4.5     | 4.5        | 0.0         | 4.5           |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State  | 0.3     | 0.3        | 0.0         | 0.3           |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                                   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Other Operating Expenses   | 3,328.1 | 5,500.0    | 0.0         | 5,500.0       |
|   | Equipment  | 15.5    | 15.5       | 0.0         | 15.5          |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Transfers  | 923.2   | 923.2      | 0.0         | 923.2         |
| <b>Expenditure Categories Total:</b>                |  | 6,542.0 | 8,713.9    | 0.0         | 8,713.9       |
| <b>Fund 2438-N Total:</b>                           |  | 6,542.0 | 8,713.9    | 0.0         | 8,713.9       |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Administration

FY 2018      FY 2019      FY 2020      FY 2020  
**Actual      Expd. Plan      Fund. Issue      Total Request**

**Fund:** 2449-N Employee Recognition Fund (Non-Appropriated)

**Program Expenditures**

COST CENTER/PROGRAM BUDGET UNIT

|                            |            |            |            |            |
|----------------------------|------------|------------|------------|------------|
| 1-1 Central Administration | 0.5        | 2.0        | 0.0        | 2.0        |
| <b>Total</b>               | <b>0.5</b> | <b>2.0</b> | <b>0.0</b> | <b>2.0</b> |

**Non-Appropriated Funding**

**Expenditure Categories**

|                                      |            |            |            |            |
|--------------------------------------|------------|------------|------------|------------|
| Personal Services                    | 0.0        | 0.0        | 0.0        | 0.0        |
| Employee Related Expenses            | 0.0        | 0.0        | 0.0        | 0.0        |
| Professional and Outside Services    | 0.0        | 0.0        | 0.0        | 0.0        |
| Travel In-State                      | 0.0        | 0.0        | 0.0        | 0.0        |
| Travel Out of State                  | 0.0        | 0.0        | 0.0        | 0.0        |
| Food                                 | 0.0        | 0.0        | 0.0        | 0.0        |
| Aid to Organizations and Individuals | 0.0        | 0.0        | 0.0        | 0.0        |
| Other Operating Expenses             | 0.5        | 2.0        | 0.0        | 2.0        |
| Equipment                            | 0.0        | 0.0        | 0.0        | 0.0        |
| Capital Outlay                       | 0.0        | 0.0        | 0.0        | 0.0        |
| Debt Service                         | 0.0        | 0.0        | 0.0        | 0.0        |
| Cost Allocation                      | 0.0        | 0.0        | 0.0        | 0.0        |
| Transfers                            | 0.0        | 0.0        | 0.0        | 0.0        |
| <b>Expenditure Categories Total:</b> | <b>0.5</b> | <b>2.0</b> | <b>0.0</b> | <b>2.0</b> |

**Fund 2449-N Total:** 0.5      2.0      0.0      2.0

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018 |            | FY 2019     |               | FY 2020 |  | FY 2020 |  |  |
|---|---|---------|------------|-------------|---------------|---------|--|---------|--|--|
| Program: Administration                             |   | Actual  | Expd. Plan | Fund. Issue | Total Request |         |  |         |  |  |
| <b>Fund:</b>  | <b>2500-N IGA and ISA Fund (Non-Appropriated)</b> |         |            |             |               |         |  |         |  |  |
| <b>Program Expenditures</b>                         |   |         |            |             |               |         |  |         |  |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |         |            |             |               |         |  |         |  |  |
| 1-1   | Central Administration                            | 1,644.5 | 1,643.8    | 0.0         | 1,643.8       |         |  |         |  |  |
| 1-2   | ADOA Data Center                                  | 3.5     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
| 1-4   | SLI DES Eligibility                               | 2,639.5 | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
| 1-6   | Title XIX Pass-Through - DHS                      | 371.4   | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
| 1-7   | Title XIX Pass-Through - DES                      | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
| Total   |   | 4,658.9 | 1,643.8    | 0.0         | 1,643.8       |         |  |         |  |  |
| <b>Non-Appropriated Funding</b>                     |   |         |            |             |               |         |  |         |  |  |
| <b>Expenditure Categories</b>                       |   |         |            |             |               |         |  |         |  |  |
|   | Personal Services                                 | 1,083.7 | 1,083.7    | 0.0         | 1,083.7       |         |  |         |  |  |
|   | Employee Related Expenses                         | 550.9   | 550.9      | 0.0         | 550.9         |         |  |         |  |  |
|   | Professional and Outside Services                 | 1.0     | 1.0        | 0.0         | 1.0           |         |  |         |  |  |
|   | Travel In-State                                   | 0.7     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Travel Out of State                               | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Food  | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Aid to Organizations and Individuals              | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Other Operating Expenses                          | 2,651.2 | 8.2        | 0.0         | 8.2           |         |  |         |  |  |
|   | Equipment   | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Capital Outlay                                    | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Debt Service                                      | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Cost Allocation                                   | 0.0     | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
|   | Transfers   | 371.4   | 0.0        | 0.0         | 0.0           |         |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |   | 4,658.9 | 1,643.8    | 0.0         | 1,643.8       |         |  |         |  |  |
| <b>Fund 2500-N Total:</b>                           |   | 4,658.9 | 1,643.8    | 0.0         | 1,643.8       |         |  |         |  |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Administration

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Fund:** 2532-N Hospital Loan Residency Fund (Non-Appropriated)

**Program Expenditures**

COST CENTER/PROGRAM BUDGET UNIT

|              |                              |     |     |     |     |
|--------------|------------------------------|-----|-----|-----|-----|
| 1-6          | Title XIX Pass-Through - DHS | 0.0 | 0.0 | 0.0 | 0.0 |
| <b>Total</b> |                              | 0.0 | 0.0 | 0.0 | 0.0 |

**Non-Appropriated Funding**

**Expenditure Categories**

|                                      |            |            |            |            |
|--------------------------------------|------------|------------|------------|------------|
| Personal Services                    | 0.0        | 0.0        | 0.0        | 0.0        |
| Employee Related Expenses            | 0.0        | 0.0        | 0.0        | 0.0        |
| Professional and Outside Services    | 0.0        | 0.0        | 0.0        | 0.0        |
| Travel In-State                      | 0.0        | 0.0        | 0.0        | 0.0        |
| Travel Out of State                  | 0.0        | 0.0        | 0.0        | 0.0        |
| Food                                 | 0.0        | 0.0        | 0.0        | 0.0        |
| Aid to Organizations and Individuals | 0.0        | 0.0        | 0.0        | 0.0        |
| Other Operating Expenses             | 0.0        | 0.0        | 0.0        | 0.0        |
| Equipment                            | 0.0        | 0.0        | 0.0        | 0.0        |
| Capital Outlay                       | 0.0        | 0.0        | 0.0        | 0.0        |
| Debt Service                         | 0.0        | 0.0        | 0.0        | 0.0        |
| Cost Allocation                      | 0.0        | 0.0        | 0.0        | 0.0        |
| Transfers                            | 0.0        | 0.0        | 0.0        | 0.0        |
| <b>Expenditure Categories Total:</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Fund 2532-N Total:** 0.0 0.0 0.0 0.0

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 |            | FY 2019     |               | FY 2020 |  |
|---|--|---------|------------|-------------|---------------|---------|--|
| Program: Administration                             |  | Actual  | Expd. Plan | Fund. Issue | Total Request |         |  |
| <b>Fund:</b>  | <b>2546-A Prescription Drug Rebate Fund (Appropriated)</b> |         |            |             |               |         |  |
| <b>Program Expenditures</b>                         |  |         |            |             |               |         |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |         |  |
| 1-1   | Central Administration                                     | 392.8   | 660.9      | 0.0         | 0.0           | 660.9   |  |
| 1-12  | SLI Proposition 206 Study                                  | 61.7    | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Total  | 454.5   | 660.9      | 0.0         | 0.0           | 660.9   |  |
| <b>Appropriated Funding</b>                         |  |         |            |             |               |         |  |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |         |  |
|   | FTE Positions  | 2.0     | 2.0        | 0.0         | 0.0           | 2.0     |  |
|   | Personal Services  | 16.3    | 27.5       | 0.0         | 0.0           | 27.5    |  |
|   | Employee Related Expenses                                  | 8.5     | 14.6       | 0.0         | 0.0           | 14.6    |  |
|   | Professional and Outside Services                          | 490.6   | 721.2      | 0.0         | 0.0           | 721.2   |  |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Aid to Organizations and Individuals                       | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Other Operating Expenses                                   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |
|   | Transfers  | (60.9)  | (102.4)    | 0.0         | 0.0           | (102.4) |  |
|   | <b>Expenditure Categories Total:</b>                       | 454.5   | 660.9      | 0.0         | 0.0           | 660.9   |  |
|   | <b>Fund 2546-A Total:</b>                                  | 454.5   | 660.9      | 0.0         | 0.0           | 660.9   |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|--|---------|------------|-------------|---------------|
| Program: Administration                             |  | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2546-N Prescription Drug Rebate Fund (Non-Appropriated)</b> |         |            |             |               |
| <b>Program Expenditures</b>                         |  |         |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |
| 1-1   | Central Administration   | 0.0     | 0.0        | 0.0         | 0.0           |
| Total   |  | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funding</b>                     |  |         |            |             |               |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |
|   | Personal Services  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services                              | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                           | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Other Operating Expenses                                       | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Transfers  | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |  | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Fund 2546-N Total:</b>                           |  | 0.0     | 0.0        | 0.0         | 0.0           |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018   |            | FY 2019     |               | FY 2020 |  | FY 2020 |  |  |
|---|--|-----------|------------|-------------|---------------|---------|--|---------|--|--|
| Program: Administration                             |  | Actual    | Expd. Plan | Fund. Issue | Total Request |         |  |         |  |  |
| <b>Fund:</b>  | <b>2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)</b> |           |            |             |               |         |  |         |  |  |
| <b>Program Expenditures</b>                         |  |           |            |             |               |         |  |         |  |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |           |            |             |               |         |  |         |  |  |
| 1-1   | Central Administration   | 569.1     | 569.1      | 569.1       | 0.0           | 569.1   |  |         |  |  |
| Total   |  | 569.1     | 569.1      | 0.0         | 0.0           | 569.1   |  |         |  |  |
| <b>Non-Appropriated Funding</b>                     |  |           |            |             |               |         |  |         |  |  |
| <b>Expenditure Categories</b>                       |  |           |            |             |               |         |  |         |  |  |
|   | Personal Services  | 50.9      | 50.9       | 0.0         | 0.0           | 50.9    |  |         |  |  |
|   | Employee Related Expenses  | 128.9     | 128.9      | 0.0         | 0.0           | 128.9   |  |         |  |  |
|   | Professional and Outside Services  | 162.0     | 162.0      | 0.0         | 0.0           | 162.0   |  |         |  |  |
|   | Travel In-State  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Travel Out of State  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Food   | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Aid to Organizations and Individuals                                       | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Other Operating Expenses   | 227.3     | 227.3      | 0.0         | 0.0           | 227.3   |  |         |  |  |
|   | Equipment  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Capital Outlay   | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Debt Service   | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Cost Allocation  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Transfers  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |  | 569.1     | 569.1      | 0.0         | 0.0           | 569.1   |  |         |  |  |
| <b>Fund 2567-N Total:</b>                           |  | 569.1     | 569.1      | 0.0         | 0.0           | 569.1   |  |         |  |  |
| <b>Program 1 Total:</b>                             |  | 199,902.5 | 219,311.2  | 5,224.3     | 224,535.5     |         |  |         |  |  |





FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

CENTRAL ADMINISTRATION

**CENTRAL ADMINISTRATION**

**BUDGET JUSTIFICATION**

These expenditures are appropriated for administration and operation of the Title XIX program. Administration responsibilities include eligibility determinations, rate negotiations, health plan auditing and financial oversight, and assisting with the formulation of new health plans. Other major Administration responsibilities include the development and maintenance of the management information system, policy development and research, and agency finance and accounting.

Children's Health Insurance Program (CHIP) administrative appropriations have been rolled into the Central Administration appropriation, however, for purposes of this budget submittal, it is being reported in its respective cost center. Also included in the Central Administration appropriation is the Prescription Drug Rebate admin appropriation of \$660,900.

The FY 2019 appropriation is \$91,485,300 Total Fund (\$28,487,900 General Fund).





FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

CENTRAL ADMINISTRATION

**AHCCCS ADMINISTRATION**

**FUND SUMMARY JUSTIFICATION**

**1000 – OPERATING LUMP SUM – GENERAL FUND**

This fund contains all general fund expenditures that are part of the operating lump sum appropriation. These expenditures are appropriated for administration and operation of the Title XIX program.

**2120 – OPERATING LUMP SUM – AHCCCS FUND**

This fund contains all Federal Title XIX expenditures that are part of the operating lump sum appropriation. In addition, during FY 2019 this fund is used for School Based Claims and Imaging expenditures.

**2546 – OPERATING LUMP SUM – PRESCRIPTION DRUG REBATE FUND**

This fund contains all prescription drug rebate expenditures that are part of the operating lump sum appropriation. These expenditures are appropriated for administration and operation of the Prescription Drug Rebate program.

**2438 – AHCCCS INTERGOVERNMENTAL SERVICE FUND**

This fund is used to report expenditures related to the agreement between AHCCCS and the State of Hawaii for the development and management of its Medicaid Information System.

**2000 – FEDERAL GRANT**

This fund is used for various federal grants.

**2500 – IGA AND ISA FUND**

This fund is used for expenditures resulting from intergovernmental agreements with other Arizona state agencies for facilities, equipment, or services. Expenditures in FY 2019 consist of the cost of providing services to agencies such as Department of Economic Services, Department of Health Services, Maricopa County, Pima County, and Department of Corrections. Services provided to these entities include eligibility and health care for inmates in county jails and Arizona prisons.

**2449 – EMPLOYEE RECOGNITION FUND**

This fund is used for expenditures related to activities held by the Employee Recognition Committee (ERC) to honor and recognize employees for the work they do at AHCCCS.

**2567 – NURSING FACILITY ASSESSMENT FUND**

This fund, as it relates to central administration expenditures, is used to report administrative costs related to the Nursing Facility Tax Assessment.



**AHCCCS ADMINISTRATION**

**COMPTROLLER SOURCE GROUP 6200 - PROFESSIONAL AND OUTSIDE SERVICES**

**6219 – OTHER EXTERNAL FINANCIAL SERVICES**

The agency, during the course of the fiscal year, will acquire services from external entities that will be charged under this Source Group. These external services will include, but are not be limited to, some internal auditing as set forth by the Single Audit Act of 1984 and the Single Audit Act Amendments of 1996 (P.L. 98-502 and P.L. 104-156 respectively), rate setting, and researching historical and present financial data in areas of interest to the agency, the legislature, and the public. The detailed and extensive services provided by such vendors increase the accuracy of the agency's financial expectation calculations and in turn, eliminate the need of time-consuming adjustments and requests.

**6222 – EXTERNAL LEGAL SERVICES**

External legal services will be obtained for legal proceeding representation, complaint responding, and research. The need for these services may increase during the fiscal year due to changes in the AHCCCS programs and other legislative changes that may result in additional litigation.

**6241 – TEMPORARY AGENCY SERVICES**

Temporary services are usually required when full-time employees are on extended leave due to illness or maternity leave or while the agency is waiting to fill positions, especially during peak workload periods. AHCCCS has continued its efforts to reduce the use of temporary services; however, temporary services are still required for the timely processing of provider registration and claims imaging in the Office of Inspector General.

**6259 – OTHER MEDICAL SERVICES**

Physician Consultants are regularly acquired by the agency to complete medical assessments that need further analysis to determine eligibility. This area is also used for Reinsurance research, concurrent FFS Medical Reviews, Medical Audits, and External Quality Review Organizations (EQRO) Annual Reports.

**6271 – EDUCATION & TRAINING**

External companies or individuals occasionally provide AHCCCS' employees training services such as coding for medical billing training and certification.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

**6291 – NON-EMPLOYEE TRAVEL**

At times, the agency may be obligated to pay travel expenses for consultants.

**6299 – OTHER PROFESSIONAL & OUTSIDE SERVICES**

Services that are categorized and paid under this comptroller Source Group include language interpretation services for program members and form translation. Additional services in this category include agency security, IKON facilities management, ComPsych (employee assistance program), programmatic and management research, and fingerprint processing for AHCCCS employees through the Arizona Department of Public Safety.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 6500 – TRAVEL IN-STATE

All expenses associated with in-state travel are charged to this line. Expenditures in this Comptroller Source Group include mileage, motor pool charges, lodging, meals and incidentals, travel advances and other miscellaneous travel expenditures. However, operations have changed significantly and have resulted in reduced travel. For example, travel needs have decreased greatly for hiring and training staff due to the use of e-learning and telephonic interviewing. In addition, meetings, regional conferences, workshops, and other trips that used to require travel are now being done through Web Ex (web conferencing tool). Due to the current budget situation, in-state travel is subject to scrutiny and only the most important or required travel will occur.

**In-State Travel for Program Support Administration:**  
Office of Eligibility Training

In the past, training related activities in the agency involving eligibility and ACE would require extensive travel; however, much of the current training is done via e-learning and does not require travel.

**In-State Travel for ALTCSC Eligibility Administration:**  
Central Office Middle Management On-Site Visits

Previously, these visits were scheduled in each Regional/Branch office on an annual or bi-annual basis; however, these bi-annual conferences are now done almost exclusively via telephone and/or Web Ex. Travel for this purpose is now on an as-needed basis and reserved for situations that cannot be resolved otherwise. In these cases, Management staff utilizes state vehicles and frequently delivers goods from other divisions to minimize additional trips and save on postage. Travel costs could include overnight accommodations at a hotel within the allowable cost and per diem when visits occur outside the metro Phoenix area.

Central Office Medical PAS, Quality Control and Quality Assurance (Financial) On-Site Visits

Many of these visits have also moved from on-site visits to electronic communication. The QA/QC process has been revised to allow for more system review and less travel to field offices to reduce travel expenses. The one exception to this is the PAS evaluations which must occur in person in the home setting.

Regional Managers Meetings

Previously, these meetings were held at Central Office every two months. Regional Managers from Kingman, Flagstaff, Tucson, and Casa Grande would incur accommodations and per diem expenses; however, these meetings are now conducted as needed via electronic means of communication.

General Travel In-State

This includes all other travel expenses that may be incurred throughout the Agency. This may include, but is not limited to, Contracts Management and field office maintenance, the Agency's Native American Coordinator to meet with IHS and other tribal organizations, and agency representation in informational seminars or gatherings.





FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 6600 – TRAVEL OUT-OF-STATE

All expenses associated with out-of-state travel are charged to this line. These expenditures include airfare, car rental, lodging, per diem, and other miscellaneous out-of-state travel costs. Due to the current budget climate all out-of-state travel is subject to scrutiny, and only the most important or required travel will be approved.

**Travel-Out for Compliance**

At certain times during the fiscal year, agency staff will be subject to travel out-of-state. This is requested to comply with CMS' requests for AHCCCS attendance at meetings at the home office in Washington or other sites. Typically the Office of the Director is responsible for attending these meetings or functions.

**Travel-Out for Seminars and/or Research**

Travel out-of-state is done by the agency for seminars in addition to the above-mentioned meetings. Seminars are not attended frequently, but do occur throughout the fiscal year.





FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 7000 – OTHER OPERATING EXPENDITURES

7110 – INSURANCE AND RELATED CHARGES

The agency pays risk management charges in this area. These charges are published in the Appropriation Report and must be paid to ADOA.

7150 – INFORMATION TECHNOLOGY SERVICES

This expenditure area is needed for mainframe programming and services, internal and external programming and services, data processing, and telecommunication charges; including the mandatory AZNET payments.

7180 – UTILITIES

The agency is responsible for paying utility costs of its central and outlying field offices across Arizona which provides AHCCCS program administrative services to its members. Recent reductions in rental space have reduced utility costs within the Agency. Additionally, the Agency has implemented a number of cost saving energy initiatives over the past years.

7200 – RENTAL EXPENDITURES

As mentioned above in 7180, the agency has a number of outlying field offices across Arizona. All rent and lease costs are paid under this Comptroller Source Group. Expenditures have been reduced in this Com Obj. due to our ongoing efforts to renegotiate rental agreements and reduce rental space.

7230 – INTEREST PAYMENTS

Interest charges for lease purchases are paid under this Comptroller Source Group.

7250 – REPAIR & MAINTENANCE

Repairs and maintenance to all AHCCCS office buildings (including outlying field offices), equipment, and agency vehicles are paid under this Comptroller Source Group. Repairs and maintenance includes, but is not limited to, IT equipment, facilities (air conditioning/ heat/ ventilation), and vehicles.

7300 – OPERATING SUPPLIES

As with all other state agencies, this area is a general operating supplies category. A variety of agency supply expenditures are paid for under this Comptroller Source Group including office supplies, data processing supplies, housekeeping supplies, building and non-building repair, and maintenance supplies.

7450 – CONFERENCE, EDUCATION, AND TRAINING

Eligible employees may apply for and receive tuition reimbursement and other training to promote employee education and better work ethics. Included in this Comptroller Source Group are things such as continuing education classes, seminars, and workshops.

DATE PREPARED

08/28/18



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

**7460 – ADVERTISING**  
AHCCCS’ advertising expenses include advertising for outreach programs. Generally, recruitment advertising contributes to the greatest percentage of expenditures under this Comptroller Source Group.

**7470 – PRINTING AND PHOTOGRAPHY**  
Agency printing and photography for all program brochures and flyers are paid under this Comptroller Source Group. Also, many reports and informational packets that are mandated reporting requirements handed down from the legislature, the Governor, and CMS are included under this Comptroller Source Group.

**7480 – POSTAGE AND DELIVERY**  
All mailings of forms, brochures, flyers, change notifications, status letters, reports, and informational packets are charged under Postage and Delivery. The costs in this area have increased over the last few years due to increases in postage rates. The agency uses electronic mailing when feasible.

**7500 – MISCELLANEOUS OPERATING**  
Operating expenses not covered elsewhere are charged under this Comptroller Source Group.

**7900 – DEPRECIATION EXPENSE**  
AHCCCS complies with depreciation accounting methods and requirements as set forth by the General Accounting Office (GAO).

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Central Administration

| Expenditure Categories                    | FY 2018          | FY 2019          | FY 2020        | FY 2020          | FY 2020          |
|---|------------------|------------------|----------------|------------------|------------------|
|   | Actual           | Expd. Plan       | Fund. Issue    | Total Request    | Total Request    |
| 0000 FTE                                  | 977.3            | 977.3            | 0.0            | 977.3            | 977.3            |
| 6000 Personal Services                    | 46,627.6         | 45,616.9         | 0.0            | 45,616.9         | 45,616.9         |
| 6100 Employee Related Expenses            | 19,771.3         | 19,345.5         | 0.0            | 19,345.5         | 19,345.5         |
| 6200 Professional and Outside Services    | 12,415.2         | 12,556.1         | 0.0            | 12,556.1         | 12,556.1         |
| 6500 Travel In-State                      | 123.7            | 116.4            | 0.0            | 116.4            | 116.4            |
| 6600 Travel Out of State                  | 26.9             | 26.1             | 0.0            | 26.1             | 26.1             |
| 6700 Food                                 | 0.0              | 0.0              | 0.0            | 0.0              | 0.0              |
| 6800 Aid to Organizations and Individuals | 6,479.8          | 6,479.8          | 0.0            | 6,479.8          | 6,479.8          |
| 7000 Other Operating Expenses             | 16,797.3         | 18,745.7         | 5,224.3        | 23,970.0         | 23,970.0         |
| 8000 Equipment                            | 580.5            | 562.5            | 0.0            | 562.5            | 562.5            |
| 8100 Capital Outlay                       | 0.0              | 0.0              | 0.0            | 0.0              | 0.0              |
| 8600 Debt Service                         | 0.0              | 0.0              | 0.0            | 0.0              | 0.0              |
| 9000 Cost Allocation                      | 0.0              | 0.0              | 0.0            | 0.0              | 0.0              |
| 9100 Transfers                            | 2,202.5          | 2,096.1          | 0.0            | 2,096.1          | 2,096.1          |
| <b>Expenditure Categories Total:</b>      | <b>105,024.8</b> | <b>105,545.1</b> | <b>5,224.3</b> | <b>110,769.4</b> | <b>110,769.4</b> |

**Fund Source**

| Appropriated Funds                                      | 2018             | 2019             | 2020           | 2020             | 2020             |
|---|------------------|------------------|----------------|------------------|------------------|
|   | Actual           | Expd. Plan       | Fund. Issue    | Total Request    | Total Request    |
| 1000-A General Fund (Appropriated)                      | 30,366.6         | 28,487.9         | 905.0          | 29,392.9         | 29,392.9         |
| 2546-A Prescription Drug Rebate Fund (Appropriated)     | 392.8            | 660.9            | 0.0            | 660.9            | 660.9            |
| <b>Appropriated Funds Total:</b>                        | <b>30,759.4</b>  | <b>29,148.8</b>  | <b>905.0</b>   | <b>30,053.8</b>  | <b>30,053.8</b>  |
| <b>Non-Appropriated Funds</b>                           |                  |                  |                |                  |                  |
| 2000-N Federal Grant (Non-Appropriated)                 | 8,910.8          | 8,906.7          | 0.0            | 8,906.7          | 8,906.7          |
| 2120-N AHCCCS Fund (Non-Appropriated)                   | 56,598.5         | 56,560.8         | 4,319.3        | 60,880.1         | 60,880.1         |
| 2130-N Delivery System Reform Incentive Payment Fund(   | 0.0              | 0.0              | 0.0            | 0.0              | 0.0              |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-App   | 6,542.0          | 8,713.9          | 0.0            | 8,713.9          | 8,713.9          |
| 2449-N Employee Recognition Fund (Non-Appropriated)     | 0.5              | 2.0              | 0.0            | 2.0              | 2.0              |
| 2500-N IGA and ISA Fund (Non-Appropriated)              | 1,644.5          | 1,643.8          | 0.0            | 1,643.8          | 1,643.8          |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated) | 0.0              | 0.0              | 0.0            | 0.0              | 0.0              |
| 2567-N Nursing Facility Provider Assessment Fund (Non-A | 569.1            | 569.1            | 0.0            | 569.1            | 569.1            |
| <b>Non-Appropriated Funds Total:</b>                    | <b>74,265.4</b>  | <b>76,396.3</b>  | <b>4,319.3</b> | <b>80,715.6</b>  | <b>80,715.6</b>  |
| <b>Fund Source Total:</b>                               | <b>105,024.8</b> | <b>105,545.1</b> | <b>5,224.3</b> | <b>110,769.4</b> | <b>110,769.4</b> |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                 |              |                 |
|---|---|-----------------|--------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020      | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue  | Total Request   |
| <b>Program:</b> Central Administration    |   |                 |              |                 |
| <b>Fund:</b> 1000-A General Fund          |   |                 |              |                 |
| <b>Appropriated</b>                       |   |                 |              |                 |
| 0000 FTE                                  | 404.6                                       | 404.6           | 0.0          | 404.6           |
| 6000 Personal Services                    | 16,232.6                                    | 15,228.6        | 0.0          | 15,228.6        |
| 6100 Employee Related Expenses            | 6,854.0                                     | 6,429.8         | 0.0          | 6,429.8         |
| 6200 Professional and Outside Services    | 2,360.6                                     | 2,214.5         | 0.0          | 2,214.5         |
| 6500 Travel In-State                      | 38.7  | 36.2            | 0.0          | 36.2            |
| 6600 Travel Out of State                  | 12.1  | 11.3            | 0.0          | 11.3            |
| 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             | 3,539.3                                     | 3,320.6         | 905.0        | 4,225.6         |
| 8000 Equipment                            | 284.3                                       | 266.6           | 0.0          | 266.6           |
| 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                            | 1,045.0                                     | 980.3           | 0.0          | 980.3           |
| <b>Appropriated Total:</b>                | <b>30,366.6</b>                             | <b>28,487.9</b> | <b>905.0</b> | <b>29,392.9</b> |
| <b>Fund Total:</b>                        | <b>30,366.6</b>                             | <b>28,487.9</b> | <b>905.0</b> | <b>29,392.9</b> |
| <b>Fund:</b> 2000-N Federal Grant Fund    |   |                 |              |                 |
| <b>Non-Appropriated</b>                   |   |                 |              |                 |
| 6000 Personal Services                    | 600.9                                       | 600.9           | 0.0          | 600.9           |
| 6100 Employee Related Expenses            | 230.7                                       | 230.7           | 0.0          | 230.7           |
| 6200 Professional and Outside Services    | 1,426.8                                     | 1,426.8         | 0.0          | 1,426.8         |
| 6500 Travel In-State                      | 4.1   | 0.0             | 0.0          | 0.0             |
| 6600 Travel Out of State                  | 2.4   | 2.4             | 0.0          | 2.4             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0          | 0.0             |
| 6800 Aid to Organizations and Individuals | 6,479.8                                     | 6,479.8         | 0.0          | 6,479.8         |
| 7000 Other Operating Expenses             | 150.4                                       | 150.4           | 0.0          | 150.4           |
| 8000 Equipment                            | 15.7  | 15.7            | 0.0          | 15.7            |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0          | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   |                                      | Arizona Health Care Cost Containment System |            |             |               |
|---|--------------------------------------|---|------------|-------------|---------------|
|   |                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   |                                      | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Central Administration                            |                                      |   |            |             |               |
| <b>Fund:</b> 2000-N Federal Grant Fund                            |                                      |   |            |             |               |
| <b>Non-Appropriated</b>   |                                      |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                                    |                                      | 8,910.8                                     | 8,906.7    | 0.0         | 8,906.7       |
| <b>Fund Total:</b>  |                                      | 8,910.8                                     | 8,906.7    | 0.0         | 8,906.7       |
| <b>Fund:</b> 2120-N AHCCCS Fund                                   |                                      |   |            |             |               |
| <b>Non-Appropriated</b>   |                                      |   |            |             |               |
| 0000  | FTE                                  | 570.7                                       | 570.7      | 0.0         | 570.7         |
| 6000  | Personal Services                    | 26,954.4                                    | 26,936.5   | 0.0         | 26,936.5      |
| 6100  | Employee Related Expenses            | 11,416.7                                    | 11,409.0   | 0.0         | 11,409.0      |
| 6200  | Professional and Outside Services    | 8,031.4                                     | 8,026.1    | 0.0         | 8,026.1       |
| 6500  | Travel In-State                      | 80.2  | 80.2       | 0.0         | 80.2          |
| 6600  | Travel Out of State                  | 12.1  | 12.1       | 0.0         | 12.1          |
| 6700  | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000  | Other Operating Expenses             | 9,543.5                                     | 9,537.2    | 4,319.3     | 13,856.5      |
| 8000  | Equipment                            | 265.0                                       | 264.7      | 0.0         | 264.7         |
| 8100  | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600  | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                            | 295.2                                       | 295.0      | 0.0         | 295.0         |
| <b>Non-Appropriated Total:</b>                                    |                                      | 56,598.5                                    | 56,560.8   | 4,319.3     | 60,880.1      |
| <b>Fund Total:</b>  |                                      | 56,598.5                                    | 56,560.8   | 4,319.3     | 60,880.1      |
| <b>Fund:</b> 2130-N Delivery System Reform Incentive Payment Fund |                                      |   |            |             |               |
| <b>Non-Appropriated</b>   |                                      |   |            |             |               |
| 6000  | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |

All dollars are presented in thousands (not FTE).

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                | Arizona Health Care Cost Containment System          |            |             |               |
|--|--|------------|-------------|---------------|
|  | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|  | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Central Administration |  |            |             |               |
| <b>Fund:</b> 2130-N                    | <b>Delivery System Reform Incentive Payment Fund</b> |            |             |               |
| <b>Non-Appropriated</b>                |  |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>         | <b>0.0</b>   | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                     | <b>0.0</b>   | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2438-N                    | <b>AHCCCS Intergovernmental Service Fund</b>         |            |             |               |
| <b>Non-Appropriated</b>                |  |            |             |               |
| 6000                                   | 1,688.8  | 1,688.8    | 0.0         | 1,688.8       |
| 6100                                   | 581.6  | 581.6      | 0.0         | 581.6         |
| 6200                                   | 4.5  | 4.5        | 0.0         | 4.5           |
| 6500                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| 6600                                   | 0.3  | 0.3        | 0.0         | 0.3           |
| 6700                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| 6800                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| 7000                                   | 3,328.1  | 5,500.0    | 0.0         | 5,500.0       |
| 8000                                   | 15.5   | 15.5       | 0.0         | 15.5          |
| 8100                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| 8600                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| 9000                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| 9100                                   | 923.2  | 923.2      | 0.0         | 923.2         |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Central Administration                     |   |            |             |               |
| <b>Fund:</b> 2438-N AHCCCS Intergovernmental Service Fund  |   |            |             |               |
| <b>Non-Appropriated</b>                                    |   |            |             |               |
| <b>Non-Appropriated Total:</b> 6,542.0 8,713.9 0.0 8,713.9 |   |            |             |               |
| <b>Fund Total:</b> 6,542.0 8,713.9 0.0 8,713.9             |   |            |             |               |
| <b>Fund:</b> 2449-N Employee Recognition Fund              |   |            |             |               |
| <b>Non-Appropriated</b>                                    |   |            |             |               |
| 6000   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800   | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000   | 0.5   | 2.0        | 0.0         | 2.0           |
| 8000   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b> 0.5 2.0 0.0 2.0             |   |            |             |               |
| <b>Fund Total:</b> 0.5 2.0 0.0 2.0                         |   |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund                       |   |            |             |               |
| <b>Non-Appropriated</b>                                    |   |            |             |               |
| 6000   | 1,083.7                                     | 1,083.7    | 0.0         | 1,083.7       |
| 6100   | 550.9                                       | 550.9      | 0.0         | 550.9         |
| 6200   | 1.0   | 1.0        | 0.0         | 1.0           |
| 6500   | 0.7   | 0.0        | 0.0         | 0.0           |
| 6600   | 0.0   | 0.0        | 0.0         | 0.0           |

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# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |                                      | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|--------------------------------------|---------|------------|-------------|---------------|
|   |                                      | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Central Administration              |                                      |         |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund                |                                      |         |            |             |               |
| <b>Non-Appropriated</b>                             |                                      |         |            |             |               |
| 6700  | Food                                 | 0.0     | 0.0        | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 0.0     | 0.0        | 0.0         | 0.0           |
| 7000  | Other Operating Expenses             | 8.2     | 8.2        | 0.0         | 8.2           |
| 8000  | Equipment                            | 0.0     | 0.0        | 0.0         | 0.0           |
| 8100  | Capital Outlay                       | 0.0     | 0.0        | 0.0         | 0.0           |
| 8600  | Debt Service                         | 0.0     | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0     | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                            | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                      |                                      | 1,644.5 | 1,643.8    | 0.0         | 1,643.8       |
| <b>Fund Total:</b>                                  |                                      | 1,644.5 | 1,643.8    | 0.0         | 1,643.8       |
| <b>Fund:</b> 2546-A Prescription Drug Rebate Fund   |                                      |         |            |             |               |
| <b>Appropriated</b>                                 |                                      |         |            |             |               |
| 0000  | FTE                                  | 2.0     | 2.0        | 0.0         | 2.0           |
| 6000  | Personal Services                    | 16.3    | 27.5       | 0.0         | 27.5          |
| 6100  | Employee Related Expenses            | 8.5     | 14.6       | 0.0         | 14.6          |
| 6200  | Professional and Outside Services    | 428.9   | 721.2      | 0.0         | 721.2         |
| 6500  | Travel In-State                      | 0.0     | 0.0        | 0.0         | 0.0           |
| 6600  | Travel Out of State                  | 0.0     | 0.0        | 0.0         | 0.0           |
| 6700  | Food                                 | 0.0     | 0.0        | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 0.0     | 0.0        | 0.0         | 0.0           |
| 7000  | Other Operating Expenses             | 0.0     | 0.0        | 0.0         | 0.0           |
| 8000  | Equipment                            | 0.0     | 0.0        | 0.0         | 0.0           |
| 8100  | Capital Outlay                       | 0.0     | 0.0        | 0.0         | 0.0           |
| 8600  | Debt Service                         | 0.0     | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0     | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                            | (60.9)  | (102.4)    | 0.0         | (102.4)       |
| <b>Appropriated Total:</b>                          |                                      | 392.8   | 660.9      | 0.0         | 660.9         |
| <b>Fund Total:</b>                                  |                                      | 392.8   | 660.9      | 0.0         | 660.9         |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Central Administration                        |   |            |             |               |
| <b>Fund:</b> 2546-N Prescription Drug Rebate Fund             |   |            |             |               |
| <b>Non-Appropriated</b>                                       |   |            |             |               |
| 6000 Personal Services  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                        | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers  | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                                | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>  | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Fund:</b> 2567-N Nursing Facility Provider Assessment Fund |   |            |             |               |
| <b>Non-Appropriated</b>                                       |   |            |             |               |
| 6000 Personal Services  | 50.9  | 50.9       | 0.0         | 50.9          |
| 6100 Employee Related Expenses                                | 128.9                                       | 128.9      | 0.0         | 128.9         |
| 6200 Professional and Outside Services                        | 162.0                                       | 162.0      | 0.0         | 162.0         |
| 6500 Travel In-State  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                                 | 227.3                                       | 227.3      | 0.0         | 227.3         |
| 8000 Equipment  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay   | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |                  |                |                  |
|---|---|------------------|----------------|------------------|
|   | FY 2018                                     | FY 2019          | FY 2020        | FY 2020          |
|   | Actual                                      | Expd. Plan       | Fund. Issue    | Total Request    |
| <b>Program:</b> Central Administration                        |   |                  |                |                  |
| <b>Fund:</b> 2567-N Nursing Facility Provider Assessment Fund |   |                  |                |                  |
| <b>Non-Appropriated</b>                                       |   |                  |                |                  |
| 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              |
| <b>Non-Appropriated Total:</b>                                | <b>569.1</b>                                | <b>569.1</b>     | <b>0.0</b>     | <b>569.1</b>     |
| <b>Fund Total:</b>  | <b>569.1</b>                                | <b>569.1</b>     | <b>0.0</b>     | <b>569.1</b>     |
| <b>Program Total For Selected Funds:</b>                      | <b>105,024.8</b>                            | <b>105,545.1</b> | <b>5,224.3</b> | <b>110,769.4</b> |



## Program Expenditure Schedule

| Agency:  | Arizona Health Care Cost Containment System |                       |
|--|---|-----------------------|
| Program:   | Central Administration                      |                       |
|  | FY 2018<br>Actual                           | FY 2019<br>Expd. Plan |
| FTE  | 977.3                                       | 977.3                 |
| <b>Expenditure Category Total</b>                                  | <b>977.3</b>                                | <b>977.3</b>          |
| <b>Appropriated</b>  |   |                       |
| 1000-A General Fund (Appropriated)                                 | 404.6                                       | 404.6                 |
| 2546-A Prescription Drug Rebate Fund (Appropriated)                | 2.0   | 2.0                   |
|  | <b>406.6</b>                                | <b>406.6</b>          |
| <b>Non-Appropriated</b>  |   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                              | 570.7                                       | 570.7                 |
|  | <b>570.7</b>                                | <b>570.7</b>          |
| <b>Fund Source Total</b>   | <b>977.3</b>                                | <b>977.3</b>          |
| <hr/>  |   |                       |
| Personal Services  | 46,628.0                                    | 45,616.9              |
| Boards and Commissions   | (0.4)                                       | 0.0                   |
| <b>Expenditure Category Total</b>                                  | <b>46,627.6</b>                             | <b>45,616.9</b>       |
| <b>Appropriated</b>  |   |                       |
| 1000-A General Fund (Appropriated)                                 | 16,232.6                                    | 15,228.6              |
| 2546-A Prescription Drug Rebate Fund (Appropriated)                | 16.3  | 27.5                  |
|  | <b>16,248.9</b>                             | <b>15,256.1</b>       |
| <b>Non-Appropriated</b>  |   |                       |
| 2000-N Federal Grant (Non-Appropriated)                            | 600.9                                       | 600.9                 |
| 2120-N AHCCCS Fund (Non-Appropriated)                              | 26,954.4                                    | 26,936.5              |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)    | 1,688.8                                     | 1,688.8               |
| 2500-N IGA and ISA Fund (Non-Appropriated)                         | 1,083.7                                     | 1,083.7               |
| 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate) | 50.9  | 50.9                  |
|  | <b>30,378.7</b>                             | <b>30,360.8</b>       |
| <b>Fund Source Total</b>   | <b>46,627.6</b>                             | <b>45,616.9</b>       |
| <hr/>  |   |                       |
| Employee Related Expenses  | 19,771.3                                    | 19,345.5              |
| <b>Expenditure Category Total</b>                                  | <b>19,771.3</b>                             | <b>19,345.5</b>       |
| <b>Appropriated</b>  |   |                       |
| 1000-A General Fund (Appropriated)                                 | 6,854.0                                     | 6,429.8               |
| 2546-A Prescription Drug Rebate Fund (Appropriated)                | 8.5   | 14.6                  |
|  | <b>6,862.5</b>                              | <b>6,444.4</b>        |
| <b>Non-Appropriated</b>  |   |                       |
| 2000-N Federal Grant (Non-Appropriated)                            | 230.7                                       | 230.7                 |
| 2120-N AHCCCS Fund (Non-Appropriated)                              | 11,416.7                                    | 11,409.0              |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)    | 581.6                                       | 581.6                 |
| 2500-N IGA and ISA Fund (Non-Appropriated)                         | 550.9                                       | 550.9                 |
| 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate) | 128.9                                       | 128.9                 |
|  | <b>12,908.8</b>                             | <b>12,901.1</b>       |
| <b>Fund Source Total</b>   | <b>19,771.3</b>                             | <b>19,345.5</b>       |
| <hr/>  |   |                       |
| Professional and Outside Services                                  |   | 12,556.1              |
| External Prof/Outside Serv Budg And Appn                           | 0.0   |                       |
| External Investment Services                                       | 0.0   |                       |
| Other External Financial Services                                  | 21.0  |                       |
| Attorney General Legal Services                                    | 0.0   |                       |
| External Legal Services  | 582.4                                       |                       |
| External Engineer/Architect Cost - Exp                             | 0.0   |                       |
| External Engineer/Architect Cost- Cap                              | 0.0   |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Other Design  | 0.0               |                       |
| Temporary Agency Services   | 989.8             |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services  | 987.7             |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training  | 80.6              |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca         | 0.0               |                       |
| Vendor Travel - Non Reportable                                    | 0.0               |                       |
| External Telecom Consulting Services                              | 0.0               |                       |
| Costs related to those in custody of the State                    | 0.0               |                       |
| Non - Confidential Specialist Fees                                | 0.0               |                       |
| Confidential Specialist Fees                                      | 0.0               |                       |
| Outside Actuarial Costs   | 0.0               |                       |
| Other Professional And Outside Services                           | 9,753.7           |                       |
| <b>Expenditure Category Total</b>                                 | <b>12,415.2</b>   | <b>12,556.1</b>       |
| <b>Appropriated</b>   |                   |                       |
| 1000-A General Fund (Appropriated)                                | 2,360.6           | 2,214.5               |
| 2546-A Prescription Drug Rebate Fund (Appropriated)               | 428.9             | 721.2                 |
|   | <b>2,789.5</b>    | <b>2,935.7</b>        |
| <b>Non-Appropriated</b>   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                           | 1,426.8           | 1,426.8               |
| 2120-N AHCCCS Fund (Non-Appropriated)                             | 8,031.4           | 8,026.1               |
| 2130-N Delivery System Reform Incentive Payment Fund(Non-Appro    | 0.0               | 0.0                   |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated    | 4.5               | 4.5                   |
| 2500-N IGA and ISA Fund (Non-Appropriated)                        | 1.0               | 1.0                   |
| 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate | 162.0             | 162.0                 |
|   | <b>9,625.7</b>    | <b>9,620.4</b>        |
| <b>Fund Source Total</b>  | <b>12,415.2</b>   | <b>12,556.1</b>       |
| <hr/>   |                   |                       |
| Travel In-State   | 123.7             | 116.4                 |
| <b>Expenditure Category Total</b>                                 | <b>123.7</b>      | <b>116.4</b>          |
| <b>Appropriated</b>   |                   |                       |
| 1000-A General Fund (Appropriated)                                | 38.7              | 36.2                  |
|   | <b>38.7</b>       | <b>36.2</b>           |
| <b>Non-Appropriated</b>   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                           | 4.1               | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                             | 80.2              | 80.2                  |
| 2500-N IGA and ISA Fund (Non-Appropriated)                        | 0.7               | 0.0                   |
|   | <b>85.0</b>       | <b>80.2</b>           |
| <b>Fund Source Total</b>  | <b>123.7</b>      | <b>116.4</b>          |
| <hr/>   |                   |                       |
| Travel Out of State   | 26.9              | 26.1                  |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                               | <b>26.9</b>       | <b>26.1</b>           |
| <b>Appropriated</b>   |                   |                       |
| 1000-A General Fund (Appropriated)                              | 12.1              | 11.3                  |
|   | <b>12.1</b>       | <b>11.3</b>           |
| <b>Non-Appropriated</b>   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                         | 2.4               | 2.4                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                           | 12.1              | 12.1                  |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated) | 0.3               | 0.3                   |
|   | <b>14.8</b>       | <b>14.8</b>           |
| <b>Fund Source Total</b>  | <b>26.9</b>       | <b>26.1</b>           |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                               | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                            | 6,479.8           | 6,479.8               |
| <b>Expenditure Category Total</b>                               | <b>6,479.8</b>    | <b>6,479.8</b>        |
| <b>Non-Appropriated</b>   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                         | 6,479.8           | 6,479.8               |
|   | <b>6,479.8</b>    | <b>6,479.8</b>        |
| <b>Fund Source Total</b>  | <b>6,479.8</b>    | <b>6,479.8</b>        |
| <hr/>   |                   |                       |
| Other Operating Expenses  |                   | 18,745.7              |
| Other Operating Expenditures Budg Approp                        | (216.8)           |                       |
| Other Operating Expenditures Excluded from Cost Allocati        | 0.0               |                       |
| Risk Management Charges To State Agency                         | 168.0             |                       |
| Risk Management Deductible - Indemnity                          | 0.0               |                       |
| Risk Management Deductible - Legal                              | 0.0               |                       |
| Risk Management Deductible - Medical                            | 0.0               |                       |
| Risk Management Deductible - Other                              | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                        | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                            | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                        | 0.0               |                       |
| Medical Malpractice - Self-Insured                              | 0.0               |                       |
| Automobile Liability - Self Insured                             | 0.0               |                       |
| General Property Damage - Self- Insured                         | 0.0               |                       |
| Automobile Physical Damage-Self Insured                         | 0.0               |                       |
| Liability Insurance Premiums                                    | 0.0               |                       |
| Property Insurance Premiums                                     | 0.0               |                       |
| Workers Compensation Benefit Payments                           | 0.0               |                       |
| Self Insurance - Administrative Fees                            | 0.0               |                       |
| Self Insurance - Premiums                                       | 0.0               |                       |
| Self Insurance - Claim Payments                                 | 0.0               |                       |
| Self Insurance - Pharmacy Claims                                | 0.0               |                       |
| Premium Tax On Altcs  | 0.0               |                       |
| Other Insurance-Related Charges                                 | 0.0               |                       |
| Internal Service Data Processing                                | 2,711.3           |                       |
| Internal Service Data Proc- Pc/Lan                              | 0.0               |                       |
| External Programming-Mainframe/Legacy                           | 4,802.8           |                       |
| External Programming- Pc/Lan/Serv/Web                           | 656.2             |                       |
| External Data Entry   | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Othr External Data Proc-Mainframe/Legacy | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web  | 157.4             |                       |
| Pmt for AFIS Development & Usage         | 0.0               |                       |
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 1,074.0           |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 284.0             |                       |
| Electricity                              | 242.6             |                       |
| Sanitation Waste Disposal                | 0.9               |                       |
| Water                                    | 25.0              |                       |
| Gas And Fuel Oil For Buildings           | 5.8               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 13.4              |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 523.0             |                       |
| Rental Of Computer Equipment             | 1.2               |                       |
| Rental Of Other Machinery And Equipment  | 7.5               |                       |
| Miscellaneous Rent                       | 21.9              |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 163.3             |                       |
| Repair And Maintenance - Vehicles        | 49.4              |                       |
| Repair And Maint - Mainframe And Legacy  | 1.4               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 146.0             |                       |
| Other Repair And Maintenance             | 584.5             |                       |
| Software Support And Maintenance         | 2,913.7           |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 157.6             |                       |
| Computer Supplies                        | 4.6               |                       |
| Housekeeping Supplies                    | 28.3              |                       |
| Bedding And Bath Supplies                | 0.0               |                       |
| Drugs And Medicine Supplies              | 0.0               |                       |
| Medical Supplies                         | 0.0               |                       |
| Dental Supplies                          | 0.0               |                       |
| Automotive And Transportation Fuels      | 67.5              |                       |
| Automotive Lubricants And Supplies       | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build | 0.0               |                       |
| Repair And Maintenance Supplies-Building | 12.4              |                       |
| Other Operating Supplies                 | 17.2              |                       |
| Publications                             | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions   | 0.0               |                       |
| Lottery Prizes                           | 0.0               |                       |
| Lottery Distribution Costs               | 0.0               |                       |
| Material for Further Processing          | 0.0               |                       |
| Other Resale Supplies                    | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Loss On Sales Of Capital Assets                         | 0.0               |                       |
| Loss on Sales of Investments                            | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate                 | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other                 | 21.1              |                       |
| Conference Registration-Attendance Fees                 | 16.5              |                       |
| Other Education And Training Costs                      | 26.3              |                       |
| Advertising   | 4.4               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing                                       | (5.3)             |                       |
| External Printing                                       | 1,082.0           |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                    | 674.8             |                       |
| Document shredding and Destruction Services             | 3.2               |                       |
| Translation and Sign Language Services                  | 28.1              |                       |
| Distribution To State Universities                      | 0.0               |                       |
| Other Intrastate Distributions                          | 0.0               |                       |
| Awards  | 7.5               |                       |
| Entertainment And Promotional Items                     | 0.8               |                       |
| Dues  | 34.1              |                       |
| Books- Subscriptions And Publications                   | 42.1              |                       |
| Costs For Digital Image Or Microfilm                    | 0.0               |                       |
| Revolving Fund Advances                                 | 0.0               |                       |
| Credit Card Fees Over Approved Limit                    | 0.0               |                       |
| Relief Bill Expenditures                                | 0.0               |                       |
| Surplus Property Distr To State Agencies                | 0.0               |                       |
| Security Services                                       | 111.8             |                       |
| Judgments - Damages                                     | 0.0               |                       |
| ICA Payments to Claimants Confidential                  | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                | 0.0               |                       |
| Judgments - Non-Confidential Restitution                | 0.0               |                       |
| Judgments - Punitive And Compensatory                   | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                  | 0.0               |                       |
| Payments To State Inmates                               | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense                                       | 0.0               |                       |
| Employee Relocations-Nontaxable                         | 0.0               |                       |
| Employee Relocations-Taxable                            | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                   | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                  | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                 | 105.6             |                       |
| Other Miscellaneous Operating                           | 20.2              |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|  | <b>FY 2018<br/>Actual</b> | <b>FY 2019<br/>Expd. Plan</b> |
|--|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                                  | <b>16,797.3</b>           | <b>18,745.7</b>               |
| <b>Appropriated</b>  |                           |                               |
| 1000-A General Fund (Appropriated)                                 | 3,539.3                   | 3,320.6                       |
|  | <b>3,539.3</b>            | <b>3,320.6</b>                |
| <b>Non-Appropriated</b>  |                           |                               |
| 2000-N Federal Grant (Non-Appropriated)                            | 150.4                     | 150.4                         |
| 2120-N AHCCCS Fund (Non-Appropriated)                              | 9,543.5                   | 9,537.2                       |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)    | 3,328.1                   | 5,500.0                       |
| 2449-N Employee Recognition Fund (Non-Appropriated)                | 0.5                       | 2.0                           |
| 2500-N IGA and ISA Fund (Non-Appropriated)                         | 8.2                       | 8.2                           |
| 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate) | 227.3                     | 227.3                         |
|  | <b>13,258.0</b>           | <b>15,425.1</b>               |
| <b>Fund Source Total</b>   | <b>16,797.3</b>           | <b>18,745.7</b>               |

|   |       |       |
|---|-------|-------|
|   |       | 562.5 |
| Current Year Expenditures                                 |       |       |
| Capital Equipment Budget And Approp                       | 0.0   |       |
| Vehicles Capital Purchase                                 | 0.0   |       |
| Vehicles Capital Leases                                   | 0.0   |       |
| Furniture Capital Purchase                                | 2.3   |       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0   |       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0   |       |
| Furniture Capital Leases                                  | 0.0   |       |
| Computer Equipment Capital Purchase                       | 60.7  |       |
| Computer Equipment Capital Lease                          | 0.0   |       |
| Telecommunication Equip-Capital Purchase                  | 0.0   |       |
| Telecommunication Equip-Capital Lease                     | 0.0   |       |
| Other Equipment Capital Purchase                          | 0.0   |       |
| Other Equipment Capital Leases                            | 0.0   |       |
| Purchased Or Licensed Software-Website                    | 0.0   |       |
| Internally Generated Software-Website                     | 0.0   |       |
| Development in Progress                                   | 0.0   |       |
| Right-Of-Way/Easement/Extraction Rights                   | 0.0   |       |
| Oth Int Assets purchased, licensed or internally generate | 0.0   |       |
| Other intangible assets acquired by capital lease         | 0.0   |       |
| Other Capital Asset Purchases                             | 0.0   |       |
| Leasehold Improvement-Capital Purchase                    | 0.0   |       |
| Other Capital Asset Leases                                | 0.0   |       |
| Non-Capital Equip Budget And Approp                       | 0.0   |       |
| Vehicles Non-Capital Purchase                             | 0.0   |       |
| Vehicles Non-Capital Leases                               | 0.0   |       |
| Furniture Non-Capital Purchase                            | 45.0  |       |
| Works Of Art And Hist Treas-Non Capital                   | 0.0   |       |
| Furniture Non-Capital Leases                              | 0.0   |       |
| Computer Equipment Non-Capital Purchase                   | 426.4 |       |
| Computer Equipment Non-Capital Lease                      | 0.0   |       |
| Telecomm Equip Non-Capital Purchase                       | 10.2  |       |
| Telecomm Equip Non-Capital Leases                         | 0.0   |       |
| Other Equipment Non-Capital Purchase                      | 4.3   |       |
| Weapons Non-Capital Purchase                              | 0.0   |       |
| Other Equipment Non-Capital Lease                         | 0.0   |       |
| Purchased Or Licensed Software/Website                    | 31.6  |       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Internally Generated Software/Website                           | 0.0               |                       |
| LICENSES AND PERMITS  | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                            | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall      | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                        | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease               | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses                 | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation             | 0.0               |                       |
| <b>Expenditure Category Total</b>                               | <b>580.5</b>      | <b>562.5</b>          |
| <b>Appropriated</b>   |                   |                       |
| 1000-A General Fund (Appropriated)                              | 284.3             | 266.6                 |
|   | <b>284.3</b>      | <b>266.6</b>          |
| <b>Non-Appropriated</b>   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                         | 15.7              | 15.7                  |
| 2120-N AHCCCS Fund (Non-Appropriated)                           | 265.0             | 264.7                 |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated) | 15.5              | 15.5                  |
|   | <b>296.2</b>      | <b>295.9</b>          |
| <b>Fund Source Total</b>  | <b>580.5</b>      | <b>562.5</b>          |
| <hr/>   |                   |                       |
| Capital Outlay  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                               | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Debt Service  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                               | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Cost Allocation   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                               | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Transfers   | 2,202.5           | 2,096.1               |
| <b>Expenditure Category Total</b>                               | <b>2,202.5</b>    | <b>2,096.1</b>        |
| <b>Appropriated</b>   |                   |                       |
| 1000-A General Fund (Appropriated)                              | 1,045.0           | 980.3                 |
| 2546-A Prescription Drug Rebate Fund (Appropriated)             | (60.9)            | (102.4)               |
|   | <b>984.1</b>      | <b>877.9</b>          |
| <b>Non-Appropriated</b>   |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                           | 295.2             | 295.0                 |
| 2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated) | 923.2             | 923.2                 |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated)         | 0.0               | 0.0                   |
|   | <b>1,218.4</b>    | <b>1,218.2</b>        |
| <b>Fund Source Total</b>  | <b>2,202.5</b>    | <b>2,096.1</b>        |

| <b>Employee Retirement Coverage</b> |            |                          |              |
|-------------------------------------|------------|--------------------------|--------------|
| <b>Retirement System</b>            | <b>FTE</b> | <b>Personal Services</b> | <b>Fund#</b> |
| Arizona State Retirement System     | 404.6      | 15,228.6                 | 1000-A       |
| Arizona State Retirement System     | 570.7      | 26,936.5                 | 2000-N       |
| Arizona State Retirement System     | 0.0        | 27.5                     | 2546-A       |
| Arizona State Retirement System     | 0.0        | 600.9                    | 2000-N       |

# Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Central Administration</b>                      |

|                                 |     | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---------------------------------|-----|---------------------------|-------------------------------|
| Arizona State Retirement System | 0.0 | 1,688.8                   | 2438-N                        |
| Arizona State Retirement System | 0.0 | 1,083.7                   | 2500-N                        |
| Arizona State Retirement System | 0.0 | 50.9                      | 2567-N                        |



FISCAL YEAR 2020

**ARIZONA DEPARTMENT OF ADMINISTRATION**      **ADMINISTRATION JUSTIFICATION**  
**DATA CENTER**

**ARIZONA DEPARTMENT OF ADMINISTRATION (ADOA) DATA CENTER**

**BUDGET JUSTIFICATION**

These are costs associated with the agency's usage of mainframe computing services provided by ADOA. The ADOA Data Center appropriation was rolled into the Central Administration appropriation; however, for purposes of this budget submittal, the costs will be shown in the ADOA Data Center cost center.

The FY 2019 allocation (within the ADOA Data Center SLI appropriation) is \$19,325,800 (\$5,915,400 General Fund).



# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** ADOA Data Center

|   | FY 2018         |                 | FY 2019     |                 | FY 2020         |                 | FY 2020     |                 |
|---|-----------------|-----------------|-------------|-----------------|-----------------|-----------------|-------------|-----------------|
|   | Actual          | Expd. Plan      | Fund. Issue | Total Request   | Actual          | Expd. Plan      | Fund. Issue | Total Request   |
| 6000 Personal Services                    | 272.9           | 325.0           | 0.0         | 325.0           | 272.9           | 325.0           | 0.0         | 325.0           |
| 6100 Employee Related Expenses            | 102.7           | 122.2           | 0.0         | 122.2           | 102.7           | 122.2           | 0.0         | 122.2           |
| 6200 Professional and Outside Services    | 180.0           | 213.5           | 0.0         | 213.5           | 180.0           | 213.5           | 0.0         | 213.5           |
| 6500 Travel In-State                      | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 14,878.0        | 17,998.5        | 0.0         | 17,998.5        | 14,878.0        | 17,998.5        | 0.0         | 17,998.5        |
| 8000 Equipment                            | 565.5           | 666.6           | 0.0         | 666.6           | 565.5           | 666.6           | 0.0         | 666.6           |
| 8100 Capital Outlay                       | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                         | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                      | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| 9100 Transfers                            | 0.0             | 0.0             | 0.0         | 0.0             | 0.0             | 0.0             | 0.0         | 0.0             |
| <b>Expenditure Categories Total:</b>      | <b>15,999.1</b> | <b>19,325.8</b> | <b>0.0</b>  | <b>19,325.8</b> | <b>15,999.1</b> | <b>19,325.8</b> | <b>0.0</b>  | <b>19,325.8</b> |

|   | FY 2018         |                 | FY 2019     |                 | FY 2020         |                 | FY 2020     |                 |
|---|-----------------|-----------------|-------------|-----------------|-----------------|-----------------|-------------|-----------------|
|   | Actual          | Expd. Plan      | Fund. Issue | Total Request   | Actual          | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Fund Source</b>  |                 |                 |             |                 |                 |                 |             |                 |
| <b>Appropriated Funds</b>                                 |                 |                 |             |                 |                 |                 |             |                 |
| 1000-A General Fund (Appropriated)                        | 4,694.0         | 5,915.4         | 0.0         | 5,915.4         | 4,694.0         | 5,915.4         | 0.0         | 5,915.4         |
| 2409-A Children's Health Insurance Program (Appropriated) | 12.4            | 160.0           | 0.0         | 160.0           | 12.4            | 160.0           | 0.0         | 160.0           |
| <b>Non-Appropriated Funds</b>                             |                 |                 |             |                 |                 |                 |             |                 |
| 2000-N Federal Grant (Non-Appropriated)                   | 13.6            | 0.0             | 0.0         | 0.0             | 13.6            | 0.0             | 0.0         | 0.0             |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 11,275.6        | 13,250.4        | 0.0         | 13,250.4        | 11,275.6        | 13,250.4        | 0.0         | 13,250.4        |
| 2500-N IGA and ISA Fund (Non-Appropriated)                | 3.5             | 0.0             | 0.0         | 0.0             | 3.5             | 0.0             | 0.0         | 0.0             |
| <b>Fund Source Total:</b>                                 | <b>11,292.7</b> | <b>13,250.4</b> | <b>0.0</b>  | <b>13,250.4</b> | <b>11,292.7</b> | <b>13,250.4</b> | <b>0.0</b>  | <b>13,250.4</b> |
| <b>Fund Source Total:</b>                                 | <b>15,999.1</b> | <b>19,325.8</b> | <b>0.0</b>  | <b>19,325.8</b> | <b>15,999.1</b> | <b>19,325.8</b> | <b>0.0</b>  | <b>19,325.8</b> |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                    |                                      | Arizona Health Care Cost Containment System |            |             |               |         |
|----------------------------|--------------------------------------|---|------------|-------------|---------------|---------|
|                            |                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |         |
|                            |                                      | Actual                                      | Expd. Plan | Fund. Issue | Total Request |         |
| Program:                   |                                      | ADOA Data Center                            |            |             |               |         |
| Fund:                      |                                      | 1000-A General Fund                         |            |             |               |         |
| <b>Appropriated</b>        |                                      |   |            |             |               |         |
| 6000                       | Personal Services                    | 60.7  | 76.7       | 0.0         | 0.0           | 76.7    |
| 6100                       | Employee Related Expenses            | 22.6  | 28.6       | 0.0         | 0.0           | 28.6    |
| 6200                       | Professional and Outside Services    | 24.8  | 31.2       | 0.0         | 0.0           | 31.2    |
| 6500                       | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6600                       | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6700                       | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6800                       | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 7000                       | Other Operating Expenses             | 4,529.8                                     | 5,708.2    | 0.0         | 0.0           | 5,708.2 |
| 8000                       | Equipment                            | 56.1  | 70.7       | 0.0         | 0.0           | 70.7    |
| 8100                       | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 8600                       | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 9000                       | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 9100                       | Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| <b>Appropriated Total:</b> |                                      | 4,694.0                                     | 5,915.4    | 0.0         | 0.0           | 5,915.4 |
| <b>Fund Total:</b>         |                                      | 4,694.0                                     | 5,915.4    | 0.0         | 0.0           | 5,915.4 |
| Fund:                      |                                      | 2000-N Federal Grant Fund                   |            |             |               |         |
| <b>Non-Appropriated</b>    |                                      |   |            |             |               |         |
| 6000                       | Personal Services                    | 0.9   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6100                       | Employee Related Expenses            | 0.4   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6200                       | Professional and Outside Services    | 0.1   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6500                       | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6600                       | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6700                       | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 6800                       | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |
| 7000                       | Other Operating Expenses             | 9.9   | 0.0        | 0.0         | 0.0           | 0.0     |
| 8000                       | Equipment                            | 2.3   | 0.0        | 0.0         | 0.0           | 0.0     |
| 8100                       | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                 |             |                 |
|--|---|-----------------|-------------|-----------------|
|  | FY 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|  | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program:</b> ADOA Data Center                             |   |                 |             |                 |
| <b>Fund:</b> 2000-N Federal Grant Fund                       |   |                 |             |                 |
| <b>Non-Appropriated</b>                                      |   |                 |             |                 |
| 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             |
| <b>Non-Appropriated Total:</b>                               | <b>13.6</b>                                 | <b>0.0</b>      | <b>0.0</b>  | <b>0.0</b>      |
| <b>Fund Total:</b>   | <b>13.6</b>                                 | <b>0.0</b>      | <b>0.0</b>  | <b>0.0</b>      |
| <b>Fund:</b> 2120-N AHCCCS Fund                              |   |                 |             |                 |
| <b>Non-Appropriated</b>                                      |   |                 |             |                 |
| 6000 Personal Services                                       | 211.3                                       | 248.3           | 0.0         | 248.3           |
| 6100 Employee Related Expenses                               | 79.7  | 93.6            | 0.0         | 93.6            |
| 6200 Professional and Outside Services                       | 155.1                                       | 182.3           | 0.0         | 182.3           |
| 6500 Travel In-State   | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                                     | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses                                | 10,322.4                                    | 12,130.3        | 0.0         | 12,130.3        |
| 8000 Equipment   | 507.1                                       | 595.9           | 0.0         | 595.9           |
| 8100 Capital Outlay  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation   | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers   | 0.0   | 0.0             | 0.0         | 0.0             |
| <b>Non-Appropriated Total:</b>                               | <b>11,275.6</b>                             | <b>13,250.4</b> | <b>0.0</b>  | <b>13,250.4</b> |
| <b>Fund Total:</b>   | <b>11,275.6</b>                             | <b>13,250.4</b> | <b>0.0</b>  | <b>13,250.4</b> |
| <b>Fund:</b> 2409-A Children's Health Insurance Program Fund |   |                 |             |                 |
| <b>Appropriated</b>  |   |                 |             |                 |
| 6000 Personal Services                                       | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses                               | 0.0   | 0.0             | 0.0         | 0.0             |

Date Printed: 8/27/2018 8:27:44 PM All dollars are presented in thousands (not FTE).

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |              |             |               |
|--|---|--------------|-------------|---------------|
|  | FY 2018                                     | FY 2019      | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan   | Fund. Issue | Total Request |
| <b>Program:</b> ADOA Data Center                             |   |              |             |               |
| <b>Fund:</b> 2409-A Children's Health Insurance Program Fund |   |              |             |               |
| <b>Appropriated</b>  |   |              |             |               |
| 6200 Professional and Outside Services                       | 0.0   | 0.0          | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0          | 0.0         | 0.0           |
| 6600 Travel Out of State                                     | 0.0   | 0.0          | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0          | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                    | 0.0   | 0.0          | 0.0         | 0.0           |
| 7000 Other Operating Expenses                                | 12.4  | 160.0        | 0.0         | 160.0         |
| 8000 Equipment   | 0.0   | 0.0          | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0          | 0.0         | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0          | 0.0         | 0.0           |
| 9000 Cost Allocation   | 0.0   | 0.0          | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0          | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                                   | <b>12.4</b>                                 | <b>160.0</b> | <b>0.0</b>  | <b>160.0</b>  |
| <b>Fund Total:</b>   | <b>12.4</b>                                 | <b>160.0</b> | <b>0.0</b>  | <b>160.0</b>  |
| <b>Fund:</b> 2500-N IGA and ISA Fund                         |   |              |             |               |
| <b>Non-Appropriated</b>                                      |   |              |             |               |
| 6000 Personal Services                                       | 0.0   | 0.0          | 0.0         | 0.0           |
| 6100 Employee Related Expenses                               | 0.0   | 0.0          | 0.0         | 0.0           |
| 6200 Professional and Outside Services                       | 0.0   | 0.0          | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0          | 0.0         | 0.0           |
| 6600 Travel Out of State                                     | 0.0   | 0.0          | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0          | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                    | 0.0   | 0.0          | 0.0         | 0.0           |
| 7000 Other Operating Expenses                                | 3.5   | 0.0          | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0          | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0          | 0.0         | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0          | 0.0         | 0.0           |
| 9000 Cost Allocation   | 0.0   | 0.0          | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0          | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                           | Arizona Health Care Cost Containment System |            |             |               |
|-----------------------------------|---|------------|-------------|---------------|
|                                   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|                                   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| Program:                          | ADOA Data Center                            |            |             |               |
| Fund:                             | 2500-N IGA and ISA Fund                     |            |             |               |
| Non-Appropriated                  |   |            |             |               |
| Non-Appropriated Total:           | 3.5   | 0.0        | 0.0         | 0.0           |
| Fund Total:                       | 3.5   | 0.0        | 0.0         | 0.0           |
| Program Total For Selected Funds: | 15,999.1                                    | 19,325.8   | 0.0         | 19,325.8      |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ADOA Data Center</b>                            |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 272.9             | 325.0                 |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>272.9</b>      | <b>325.0</b>          |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 60.7              | 76.7                  |
|   | <b>60.7</b>       | <b>76.7</b>           |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 0.9               | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 211.3             | 248.3                 |
|   | <b>212.2</b>      | <b>248.3</b>          |
| <b>Fund Source Total</b>                                  | <b>272.9</b>      | <b>325.0</b>          |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 102.7             | 122.2                 |
| <b>Expenditure Category Total</b>                         | <b>102.7</b>      | <b>122.2</b>          |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 22.6              | 28.6                  |
| 2409-A Children's Health Insurance Program (Appropriated) | 0.0               | 0.0                   |
|   | <b>22.6</b>       | <b>28.6</b>           |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 0.4               | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 79.7              | 93.6                  |
|   | <b>80.1</b>       | <b>93.6</b>           |
| <b>Fund Source Total</b>                                  | <b>102.7</b>      | <b>122.2</b>          |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 213.5                 |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 0.0               |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 0.0               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 0.0               |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 0.0               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 0.0               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 180.0             |                       |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | ADOA Data Center                            |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                        | <b>180.0</b>      | <b>213.5</b>          |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 24.8              | 31.2                  |
|  | <b>24.8</b>       | <b>31.2</b>           |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                  | 0.1               | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 155.1             | 182.3                 |
|  | <b>155.2</b>      | <b>182.3</b>          |
| <b>Fund Source Total</b>                                 | <b>180.0</b>      | <b>213.5</b>          |
| <hr/>  |                   |                       |
| Travel In-State  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 0.0               | 0.0                   |
|  | <b>0.0</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 0.0               | 0.0                   |
|  | <b>0.0</b>        | <b>0.0</b>            |
| <b>Fund Source Total</b>                                 | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Travel Out of State                                      | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 0.0               | 0.0                   |
|  | <b>0.0</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 0.0               | 0.0                   |
|  | <b>0.0</b>        | <b>0.0</b>            |
| <b>Fund Source Total</b>                                 | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                     | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 17,998.5              |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ADOA Data Center</b>                            |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| General Property Damage - Self- Insured  | 0.0               |                       |
| Automobile Physical Damage-Self Insured  | 0.0               |                       |
| Liability Insurance Premiums             | 0.0               |                       |
| Property Insurance Premiums              | 0.0               |                       |
| Workers Compensation Benefit Payments    | 0.0               |                       |
| Self Insurance - Administrative Fees     | 0.0               |                       |
| Self Insurance - Premiums                | 0.0               |                       |
| Self Insurance - Claim Payments          | 0.0               |                       |
| Self Insurance - Pharmacy Claims         | 0.0               |                       |
| Premium Tax On Altcs                     | 0.0               |                       |
| Other Insurance-Related Charges          | 0.0               |                       |
| Internal Service Data Processing         | 14,402.1          |                       |
| Internal Service Data Proc- Pc/Lan       | 0.0               |                       |
| External Programming-Mainframe/Legacy    | 202.0             |                       |
| External Programming- Pc/Lan/Serv/Web    | 0.0               |                       |
| External Data Entry                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web  | 1.2               |                       |
| Pmt for AFIS Development & Usage         | 0.0               |                       |
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 0.0               |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 0.0               |                       |
| Electricity                              | 0.0               |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 0.0               |                       |
| Gas And Fuel Oil For Buildings           | 0.0               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 0.0               |                       |
| Rental Of Computer Equipment             | 0.0               |                       |
| Rental Of Other Machinery And Equipment  | 0.0               |                       |
| Miscellaneous Rent                       | 0.0               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 0.0               |                       |
| Repair And Maintenance - Vehicles        | 0.0               |                       |
| Repair And Maint - Mainframe And Legacy  | 9.1               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 0.0               |                       |
| Other Repair And Maintenance             | 0.0               |                       |
| Software Support And Maintenance         | 263.6             |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 0.0               |                       |
| Computer Supplies                        | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ADOA Data Center</b>                            |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Housekeeping Supplies                                   | 0.0               |                       |
| Bedding And Bath Supplies                               | 0.0               |                       |
| Drugs And Medicine Supplies                             | 0.0               |                       |
| Medical Supplies  | 0.0               |                       |
| Dental Supplies   | 0.0               |                       |
| Automotive And Transportation Fuels                     | 0.0               |                       |
| Automotive Lubricants And Supplies                      | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build                | 0.0               |                       |
| Repair And Maintenance Supplies-Building                | 0.0               |                       |
| Other Operating Supplies                                | 0.0               |                       |
| Publications  | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions                  | 0.0               |                       |
| Lottery Prizes  | 0.0               |                       |
| Lottery Distribution Costs                              | 0.0               |                       |
| Material for Further Processing                         | 0.0               |                       |
| Other Resale Supplies                                   | 0.0               |                       |
| Loss On Sales Of Capital Assets                         | 0.0               |                       |
| Loss on Sales of Investments                            | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate                 | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other                 | 0.0               |                       |
| Conference Registration-Attendance Fees                 | 0.0               |                       |
| Other Education And Training Costs                      | 0.0               |                       |
| Advertising   | 0.0               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing                                       | 0.0               |                       |
| External Printing                                       | 0.0               |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                    | 0.0               |                       |
| Document shredding and Destruction Services             | 0.0               |                       |
| Translation and Sign Language Services                  | 0.0               |                       |
| Distribution To State Universities                      | 0.0               |                       |
| Other Intrastate Distributions                          | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                     | 0.0               |                       |
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                   | 0.0               |                       |
| Costs For Digital Image Or Microfilm                    | 0.0               |                       |
| Revolving Fund Advances                                 | 0.0               |                       |
| Credit Card Fees Over Approved Limit                    | 0.0               |                       |
| Relief Bill Expenditures                                | 0.0               |                       |
| Surplus Property Distr To State Agencies                | 0.0               |                       |
| Security Services                                       | 0.0               |                       |
| Judgments - Damages                                     | 0.0               |                       |
| ICA Payments to Claimants Confidential                  | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                | 0.0               |                       |
| Judgments - Non-Confidential Restitution                | 0.0               |                       |
| Judgments - Punitive And Compensatory                   | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                  | 0.0               |                       |
| Payments To State Inmates                               | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ADOA Data Center</b>                            |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | 0.0               |                       |
| <b>Expenditure Category Total</b>                         | <b>14,878.0</b>   | <b>17,998.5</b>       |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 4,529.8           | 5,708.2               |
| 2409-A Children's Health Insurance Program (Appropriated) | 12.4              | 160.0                 |
|   | <b>4,542.2</b>    | <b>5,868.2</b>        |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 9.9               | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 10,322.4          | 12,130.3              |
| 2500-N IGA and ISA Fund (Non-Appropriated)                | 3.5               | 0.0                   |
|   | <b>10,335.8</b>   | <b>12,130.3</b>       |
| <b>Fund Source Total</b>                                  | <b>14,878.0</b>   | <b>17,998.5</b>       |

|   |       |       |
|---|-------|-------|
|   |       | 666.6 |
| Current Year Expenditures                                 |       |       |
| Capital Equipment Budget And Approp                       | 0.0   |       |
| Vehicles Capital Purchase                                 | 0.0   |       |
| Vehicles Capital Leases                                   | 0.0   |       |
| Furniture Capital Purchase                                | 0.0   |       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0   |       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0   |       |
| Furniture Capital Leases                                  | 0.0   |       |
| Computer Equipment Capital Purchase                       | 0.0   |       |
| Computer Equipment Capital Lease                          | 0.0   |       |
| Telecommunication Equip-Capital Purchase                  | 0.0   |       |
| Telecommunication Equip-Capital Lease                     | 0.0   |       |
| Other Equipment Capital Purchase                          | 0.0   |       |
| Other Equipment Capital Leases                            | 0.0   |       |
| Purchased Or Licensed Software-Website                    | 0.0   |       |
| Internally Generated Software-Website                     | 0.0   |       |
| Development in Progress                                   | 0.0   |       |
| Right-Of-Way/Easement/Extraction Rights                   | 0.0   |       |
| Oth Int Assets purchased, licensed or internally generate | 0.0   |       |
| Other intangible assets acquired by capital lease         | 0.0   |       |
| Other Capital Asset Purchases                             | 0.0   |       |
| Leasehold Improvement-Capital Purchase                    | 0.0   |       |
| Other Capital Asset Leases                                | 0.0   |       |
| Non-Capital Equip Budget And Approp                       | 0.0   |       |
| Vehicles Non-Capital Purchase                             | 0.0   |       |
| Vehicles Non-Capital Leases                               | 0.0   |       |
| Furniture Non-Capital Purchase                            | 0.0   |       |
| Works Of Art And Hist Treas-Non Capital                   | 0.0   |       |
| Furniture Non-Capital Leases                              | 0.0   |       |
| Computer Equipment Non-Capital Purchase                   | 565.5 |       |
| Computer Equipment Non-Capital Lease                      | 0.0   |       |
| Telecomm Equip Non-Capital Purchase                       | 0.0   |       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ADOA Data Center</b>                            |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 0.0               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 0.0               |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>565.5</b>      | <b>666.6</b>          |
| <b>Appropriated</b>  |                   |                       |
| 1000-A General Fund (Appropriated)                         | 56.1              | 70.7                  |
|  | <b>56.1</b>       | <b>70.7</b>           |
| <b>Non-Appropriated</b>                                    |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                    | 2.3               | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                      | 507.1             | 595.9                 |
|  | <b>509.4</b>      | <b>595.9</b>          |
| <b>Fund Source Total</b>                                   | <b>565.5</b>      | <b>666.6</b>          |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |

| <b>Employee Retirement Coverage</b> |     |                      |        |
|-------------------------------------|-----|----------------------|--------|
| Retirement System                   | FTE | Personal<br>Services | Fund#  |
| Arizona State Retirement System     | 0.0 | 76.7                 | 1000-A |
| Arizona State Retirement System     | 0.0 | 248.3                | 2120-N |



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

**DES ELIGIBILITY**

**DES ELIGIBILITY SLI**

**BUDGET JUSTIFICATION**

The DES Eligibility funding is appropriated to AHCCCS to fund eligibility for the Acute Care program. DES, through an intergovernmental agreement, performs eligibility determinations for the Acute Care program.

The FY 2019 DES Eligibility portion of the DES Eligibility SLI appropriation is \$88,874,500 (\$25,491,200 General Fund).



# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System  
 Program: SLIDES Eligibility

| Expenditure Categories                    | FY 2018         | FY 2019         | FY 2020     | FY 2020         |
|---|-----------------|-----------------|-------------|-----------------|
|   | Actual          | Expd. Plan      | Fund. Issue | Total Request   |
| 0000 FTE                                  | 885.0           | 885.0           | 0.0         | 885.0           |
| 6000 Personal Services                    | 0.0             | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses            | 0.0             | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services    | 0.0             | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                      | 0.0             | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0             | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0             | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0             | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 2,639.5         | 0.0             | 0.0         | 0.0             |
| 8000 Equipment                            | 0.0             | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                       | 0.0             | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                         | 0.0             | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                      | 0.0             | 0.0             | 0.0         | 0.0             |
| 9100 Transfers                            | 72,922.3        | 88,874.5        | 0.0         | 88,874.5        |
| <b>Expenditure Categories Total:</b>      | <b>75,561.8</b> | <b>88,874.5</b> | <b>0.0</b>  | <b>88,874.5</b> |

**Fund Source**

| Appropriated Funds                         | FY 2018         | FY 2019         | FY 2020     | FY 2020         |
|--|-----------------|-----------------|-------------|-----------------|
|  | Actual          | Expd. Plan      | Fund. Issue | Total Request   |
| 1000-A General Fund (Appropriated)         | 24,647.5        | 25,491.2        | 0.0         | 25,491.2        |
| <b>Non-Appropriated Funds</b>              |                 |                 |             |                 |
| 2120-N AHCCCS Fund (Non-Appropriated)      | 48,274.8        | 63,383.3        | 0.0         | 63,383.3        |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 2,639.5         | 0.0             | 0.0         | 0.0             |
|  | 50,914.3        | 63,383.3        | 0.0         | 63,383.3        |
| <b>Fund Source Total:</b>                  | <b>75,561.8</b> | <b>88,874.5</b> | <b>0.0</b>  | <b>88,874.5</b> |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                 |             |                 |
|---|---|-----------------|-------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program: SLIDES Eligibility</b>        |   |                 |             |                 |
| <b>Fund: 1000-A General Fund</b>          |   |                 |             |                 |
| <b>Appropriated</b>                       |   |                 |             |                 |
| 0000 FTE                                  | 442.6                                       | 442.6           | 0.0         | 442.6           |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                         | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers                            | 24,647.5                                    | 25,491.2        | 0.0         | 25,491.2        |
| <b>Appropriated Total:</b>                | <b>24,647.5</b>                             | <b>25,491.2</b> | <b>0.0</b>  | <b>25,491.2</b> |
| <b>Fund Total:</b>                        | <b>24,647.5</b>                             | <b>25,491.2</b> | <b>0.0</b>  | <b>25,491.2</b> |
| <b>Fund: 2120-N AHCCCS Fund</b>           |   |                 |             |                 |
| <b>Non-Appropriated</b>                   |   |                 |             |                 |
| 0000 FTE                                  | 442.4                                       | 442.4           | 0.0         | 442.4           |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0         | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                 |             |                 |
|---|---|-----------------|-------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program: SLIDES Eligibility</b>        |   |                 |             |                 |
| <b>Fund: 2120-N AHCCCS Fund</b>           |   |                 |             |                 |
| <b>Non-Appropriated</b>                   |   |                 |             |                 |
| 8600 Debt Service                         | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers                            | 48,274.8                                    | 63,383.3        | 0.0         | 63,383.3        |
| <b>Non-Appropriated Total:</b>            | <b>48,274.8</b>                             | <b>63,383.3</b> | <b>0.0</b>  | <b>63,383.3</b> |
| <b>Fund Total:</b>                        | <b>48,274.8</b>                             | <b>63,383.3</b> | <b>0.0</b>  | <b>63,383.3</b> |
| <b>Fund: 2500-N IGA and ISA Fund</b>      |   |                 |             |                 |
| <b>Non-Appropriated</b>                   |   |                 |             |                 |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 2,639.5                                     | 0.0             | 0.0         | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                         | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers                            | 0.0   | 0.0             | 0.0         | 0.0             |
| <b>Non-Appropriated Total:</b>            | <b>2,639.5</b>                              | <b>0.0</b>      | <b>0.0</b>  | <b>0.0</b>      |
| <b>Fund Total:</b>                        | <b>2,639.5</b>                              | <b>0.0</b>      | <b>0.0</b>  | <b>0.0</b>      |
| <b>Program Total For Selected Funds:</b>  | <b>75,561.8</b>                             | <b>88,874.5</b> | <b>0.0</b>  | <b>88,874.5</b> |

## Program Expenditure Schedule

| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |                               |
|---|--|-------------------------------|
| <b>Program:</b>   | <b>SLI DES Eligibility</b>                         |                               |
|   | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| FTE   | 885.0  | 885.0                         |
| <b>Expenditure Category Total</b>                         | <b>885.0</b>                                       | <b>885.0</b>                  |
| <b>Appropriated</b>                                       |  |                               |
| 1000-A General Fund (Appropriated)                        | 442.6  | 442.6                         |
|   | <b>442.6</b>                                       | <b>442.6</b>                  |
| <b>Non-Appropriated</b>                                   |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 442.4  | 442.4                         |
|   | <b>442.4</b>                                       | <b>442.4</b>                  |
| <b>Fund Source Total</b>                                  | <b>885.0</b>                                       | <b>885.0</b>                  |
| <hr/>   |  |                               |
| Personal Services   | 0.0  | 0.0                           |
| Boards and Commissions                                    | 0.0  | 0.0                           |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>   |  |                               |
| Employee Related Expenses                                 | 0.0  | 0.0                           |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>   | <b>0.0</b>                    |
| <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  |                               |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>   |  |                               |
| Travel In-State   | 0.0  | 0.0                           |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>   |  |                               |
| Travel Out of State                                       | 0.0  | 0.0                           |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>   |  |                               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI DES Eligibility</b>                         |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                     | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |
| General Property Damage - Self- Insured                  | 0.0               |                       |
| Automobile Physical Damage-Self Insured                  | 0.0               |                       |
| Liability Insurance Premiums                             | 0.0               |                       |
| Property Insurance Premiums                              | 0.0               |                       |
| Workers Compensation Benefit Payments                    | 0.0               |                       |
| Self Insurance - Administrative Fees                     | 0.0               |                       |
| Self Insurance - Premiums                                | 0.0               |                       |
| Self Insurance - Claim Payments                          | 0.0               |                       |
| Self Insurance - Pharmacy Claims                         | 0.0               |                       |
| Premium Tax On Altcs                                     | 0.0               |                       |
| Other Insurance-Related Charges                          | 0.0               |                       |
| Internal Service Data Processing                         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                       | 0.0               |                       |
| External Programming-Mainframe/Legacy                    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                    | 0.0               |                       |
| External Data Entry                                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0               |                       |
| Pmt for AFIS Development & Usage                         | 0.0               |                       |
| Internal Service Telecommunications                      | 0.0               |                       |
| External Telecom Long Distance-In-State                  | 0.0               |                       |
| External Telecom Long Distance-Out-State                 | 0.0               |                       |
| Other External Telecommunication Service                 | 0.0               |                       |
| Electricity  | 0.0               |                       |
| Sanitation Waste Disposal                                | 0.0               |                       |
| Water  | 0.0               |                       |
| Gas And Fuel Oil For Buildings                           | 0.0               |                       |
| Other Utilities  | 0.0               |                       |
| Building Rent Charges To State Agencies                  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI DES Eligibility</b>                         |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI DES Eligibility</b>                         |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Other Intrastate Distributions                            | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                       | 0.0               |                       |
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                     | 2,639.5           |                       |
| Costs For Digital Image Or Microfilm                      | 0.0               |                       |
| Revolving Fund Advances                                   | 0.0               |                       |
| Credit Card Fees Over Approved Limit                      | 0.0               |                       |
| Relief Bill Expenditures                                  | 0.0               |                       |
| Surplus Property Distr To State Agencies                  | 0.0               |                       |
| Security Services   | 0.0               |                       |
| Judgments - Damages                                       | 0.0               |                       |
| ICA Payments to Claimants Confidential                    | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0               |                       |
| Judgments - Non-Confidential Restitution                  | 0.0               |                       |
| Judgments - Punitive And Compensatory                     | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                    | 0.0               |                       |
| Payments To State Inmates                                 | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | 0.0               |                       |
| <b>Expenditure Category Total</b>                         | <b>2,639.5</b>    | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2500-N IGA and ISA Fund (Non-Appropriated)                | 2,639.5           | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>2,639.5</b>    | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI DES Eligibility</b>                         |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 72,922.3          | 88,874.5              |
| <b>Expenditure Category Total</b>                          | <b>72,922.3</b>   | <b>88,874.5</b>       |
| <hr/>  |                   |                       |
| <b>Appropriated</b>  |                   |                       |
| 1000-A General Fund (Appropriated)                         | 24,647.5          | 25,491.2              |
|  | <b>24,647.5</b>   | <b>25,491.2</b>       |
| <hr/>  |                   |                       |
| <b>Non-Appropriated</b>                                    |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                      | 48,274.8          | 63,383.3              |
|  | <b>48,274.8</b>   | <b>63,383.3</b>       |
| <b>Fund Source Total</b>                                   | <b>72,922.3</b>   | <b>88,874.5</b>       |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | SLI DES Eligibility                         |

| <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---------------------------|-------------------------------|
|---------------------------|-------------------------------|

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Title XIX Pass-Through - DHS

|   | FY 2018 |            | FY 2019     |               | FY 2020     |               |
|---|---------|------------|-------------|---------------|-------------|---------------|
|   | Actual  | Expd. Plan | Fund. Issue | Total Request | Fund. Issue | Total Request |
| 6000 Personal Services                    | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 6700 Food                                 | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0     | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| 9100 Transfers                            | 742.8   | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | 742.8   | 0.0        | 0.0         | 0.0           | 0.0         | 0.0           |

**Fund Source**

|  |       |     |     |     |     |     |
|--|-------|-----|-----|-----|-----|-----|
| <b>Appropriated Funds</b>                              |       |     |     |     |     |     |
| 2227-A Substance Abuse Services Fund (Appropriated)    | 0.0   | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| <b>Non-Appropriated Funds</b>                          |       |     |     |     |     |     |
| 2000-N Federal Grant (Non-Appropriated)                | 0.0   | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 2120-N AHCCCS Fund (Non-Appropriated)                  | 371.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 2500-N IGA and ISA Fund (Non-Appropriated)             | 371.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 2532-N Hospital Loan Residency Fund (Non-Appropriated) | 0.0   | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| <b>Fund Source Total:</b>                              | 742.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                      | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Title XIX Pass-Through - DHS |   |            |             |               |
| <b>Fund:</b> 2000-N Federal Grant Fund       |   |            |             |               |
| <b>Non-Appropriated</b>                      |   |            |             |               |
| 6000 Personal Services                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals    | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                               | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>               | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                           | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Fund:</b> 2120-N AHCCCS Fund              |   |            |             |               |
| <b>Non-Appropriated</b>                      |   |            |             |               |
| 6000 Personal Services                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals    | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                          | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |                                      | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|--------------------------------------|---------|------------|-------------|---------------|
|   |                                      | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Title XIX Pass-Through - DHS        |                                      |         |            |             |               |
| <b>Fund:</b> 2120-N AHCCCS Fund                     |                                      |         |            |             |               |
| <b>Non-Appropriated</b>                             |                                      |         |            |             |               |
| 8600  | Debt Service                         | 0.0     | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0     | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                            | 371.4   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                      |                                      | 371.4   | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                                  |                                      | 371.4   | 0.0        | 0.0         | 0.0           |
| <b>Fund:</b> 2227-A Substance Abuse Services Fund   |                                      |         |            |             |               |
| <b>Appropriated</b>                                 |                                      |         |            |             |               |
| 6000  | Personal Services                    | 0.0     | 0.0        | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0     | 0.0        | 0.0         | 0.0           |
| 6200  | Professional and Outside Services    | 0.0     | 0.0        | 0.0         | 0.0           |
| 6500  | Travel In-State                      | 0.0     | 0.0        | 0.0         | 0.0           |
| 6600  | Travel Out of State                  | 0.0     | 0.0        | 0.0         | 0.0           |
| 6700  | Food                                 | 0.0     | 0.0        | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 0.0     | 0.0        | 0.0         | 0.0           |
| 7000  | Other Operating Expenses             | 0.0     | 0.0        | 0.0         | 0.0           |
| 8000  | Equipment                            | 0.0     | 0.0        | 0.0         | 0.0           |
| 8100  | Capital Outlay                       | 0.0     | 0.0        | 0.0         | 0.0           |
| 8600  | Debt Service                         | 0.0     | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0     | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                            | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                          |                                      | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                                  |                                      | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Fund:</b> 2500-N IGA and ISA Fund                |                                      |         |            |             |               |
| <b>Non-Appropriated</b>                             |                                      |         |            |             |               |
| 6000  | Personal Services                    | 0.0     | 0.0        | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0     | 0.0        | 0.0         | 0.0           |

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# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Title XIX Pass-Through - DHS     |   |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund             |   |            |             |               |
| <b>Non-Appropriated</b>                          |   |            |             |               |
| 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                                   | 371.4                                       | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                   | <b>371.4</b>                                | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                               | <b>371.4</b>                                | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2532-N Hospital Loan Residency Fund |   |            |             |               |
| <b>Non-Appropriated</b>                          |   |            |             |               |
| 6000 Personal Services                           | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services           | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                             | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals        | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                             | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                                   | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|--|-------------------|-----------------------|------------------------|--------------------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |                   |                       |                        |                          |
| <b>Program:</b> Title XIX Pass-Through - DHS               |                   |                       |                        |                          |
| <b>Fund:</b> 2532-N Hospital Loan Residency Fund           |                   |                       |                        |                          |
| <b>Non-Appropriated</b>                                    |                   |                       |                        |                          |
| <b>Non-Appropriated Total:</b>                             | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| <b>Fund Total:</b>   | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| <b>Program Total For Selected Funds:</b>                   | 742.8             | 0.0                   | 0.0                    | 0.0                      |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Title XIX Pass-Through - DHS                |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 2227-A Substance Abuse Services Fund (Appropriated)       | 0.0               | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 2227-A Substance Abuse Services Fund (Appropriated)       | 0.0               | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Title XIX Pass-Through - DHS</b>                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                     | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <b>Appropriated</b>                                      |                   |                       |
| 2227-A Substance Abuse Services Fund (Appropriated)      | 0.0               | 0.0                   |
|  | <b>0.0</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                  | 0.0               | 0.0                   |
|  | <b>0.0</b>        | <b>0.0</b>            |
| <b>Fund Source Total</b>                                 | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |
| General Property Damage - Self- Insured                  | 0.0               |                       |
| Automobile Physical Damage-Self Insured                  | 0.0               |                       |
| Liability Insurance Premiums                             | 0.0               |                       |
| Property Insurance Premiums                              | 0.0               |                       |
| Workers Compensation Benefit Payments                    | 0.0               |                       |
| Self Insurance - Administrative Fees                     | 0.0               |                       |
| Self Insurance - Premiums                                | 0.0               |                       |
| Self Insurance - Claim Payments                          | 0.0               |                       |
| Self Insurance - Pharmacy Claims                         | 0.0               |                       |
| Premium Tax On Altcs                                     | 0.0               |                       |
| Other Insurance-Related Charges                          | 0.0               |                       |
| Internal Service Data Processing                         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                       | 0.0               |                       |
| External Programming-Mainframe/Legacy                    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                    | 0.0               |                       |
| External Data Entry                                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0               |                       |
| Pmt for AFIS Development & Usage                         | 0.0               |                       |
| Internal Service Telecommunications                      | 0.0               |                       |
| External Telecom Long Distance-In-State                  | 0.0               |                       |
| External Telecom Long Distance-Out-State                 | 0.0               |                       |
| Other External Telecommunication Service                 | 0.0               |                       |
| Electricity  | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Title XIX Pass-Through - DHS</b>                |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Title XIX Pass-Through - DHS</b>                |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Title XIX Pass-Through - DHS</b>                |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 742.8             | 0.0                   |

# Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Title XIX Pass-Through - DHS</b>                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                      | <b>742.8</b>      | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                  | 371.4             | 0.0                   |
| 2500-N IGA and ISA Fund (Non-Appropriated)             | 371.4             | 0.0                   |
| 2532-N Hospital Loan Residency Fund (Non-Appropriated) | 0.0               | 0.0                   |
|  | <b>742.8</b>      | <b>0.0</b>            |
| <b>Fund Source Total</b>                               | <b>742.8</b>      | <b>0.0</b>            |

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FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

CHIP ADMINISTRATION

**CHILDREN'S HEALTH INSURANCE PROGRAM (CHIP) ADMINISTRATION**

**BUDGET JUSTIFICATION**

KidsCare, also known as the Children's Health Insurance Program (CHIP), provides health insurance coverage to uninsured children whose families have an income less than 200% of the Federal Poverty Level (FPL). The CHIP Administrative appropriation was rolled into the Central Administration appropriation; however, for purposes of this budget submittal, the costs will be shown in the CHIP Administration cost center.

The total FY 2019 CHIP allocation (within the Central Administration appropriation) is \$5,565,800 Total Fund (\$0 General Fund).



# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Children's Health Insurance Program Administration

| Expenditure Categories                    | FY 2018        | FY 2019        | FY 2020     | FY 2020        |
|---|----------------|----------------|-------------|----------------|
|   | Actual         | Expd. Plan     | Fund. Issue | Total Request  |
| 0000 FTE                                  | 45.9           | 45.9           | 0.0         | 45.9           |
| 6000 Personal Services                    | 492.0          | 1,085.3        | 0.0         | 1,085.3        |
| 6100 Employee Related Expenses            | 193.1          | 425.8          | 0.0         | 425.8          |
| 6200 Professional and Outside Services    | 84.0           | 185.0          | 0.0         | 185.0          |
| 6500 Travel In-State                      | 0.5            | 1.2            | 0.0         | 1.2            |
| 6600 Travel Out of State                  | 0.3            | 0.7            | 0.0         | 0.7            |
| 6700 Food                                 | 0.0            | 0.0            | 0.0         | 0.0            |
| 6800 Aid to Organizations and Individuals | 0.0            | 0.0            | 0.0         | 0.0            |
| 7000 Other Operating Expenses             | 542.6          | 1,220.3        | 0.0         | 1,220.3        |
| 8000 Equipment                            | 19.7           | 43.5           | 0.0         | 43.5           |
| 8100 Capital Outlay                       | 0.0            | 0.0            | 0.0         | 0.0            |
| 8600 Debt Service                         | 0.0            | 0.0            | 0.0         | 0.0            |
| 9000 Cost Allocation                      | 0.0            | 0.0            | 0.0         | 0.0            |
| 9100 Transfers                            | 1,180.1        | 2,604.0        | 0.0         | 2,604.0        |
| <b>Expenditure Categories Total:</b>      | <b>2,512.3</b> | <b>5,565.8</b> | <b>0.0</b>  | <b>5,565.8</b> |

**Fund Source**

| Appropriated Funds  | FY 2018        | FY 2019        | FY 2020     | FY 2020        |
|---|----------------|----------------|-------------|----------------|
|   | Actual         | Expd. Plan     | Fund. Issue | Total Request  |
| 1000-A General Fund (Appropriated)                        | 0.0            | 0.0            | 0.0         | 0.0            |
| 2409-A Children's Health Insurance Program (Appropriated) | 2,512.3        | 5,565.8        | 0.0         | 5,565.8        |
| <b>Fund Source Total:</b>                                 | <b>2,512.3</b> | <b>5,565.8</b> | <b>0.0</b>  | <b>5,565.8</b> |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |                |                   |                    |                      |
|--|--|----------------|-------------------|--------------------|----------------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | <b>FY 2018</b> | <b>FY 2019</b>    | <b>FY 2020</b>     | <b>FY 2020</b>       |
|  |  | <b>Actual</b>  | <b>Expd. Plan</b> | <b>Fund. Issue</b> | <b>Total Request</b> |

**Program:** Children's Health Insurance Program Administration

| Fund:                      | 1000-A                               | General Fund |     |     |     |
|----------------------------|--------------------------------------|--------------|-----|-----|-----|
| <b>Appropriated</b>        |                                      |              |     |     |     |
| 0000                       | FTE                                  | 7.7          | 7.7 | 0.0 | 7.7 |
| 6000                       | Personal Services                    | 0.0          | 0.0 | 0.0 | 0.0 |
| 6100                       | Employee Related Expenses            | 0.0          | 0.0 | 0.0 | 0.0 |
| 6200                       | Professional and Outside Services    | 0.0          | 0.0 | 0.0 | 0.0 |
| 6500                       | Travel In-State                      | 0.0          | 0.0 | 0.0 | 0.0 |
| 6600                       | Travel Out of State                  | 0.0          | 0.0 | 0.0 | 0.0 |
| 6700                       | Food                                 | 0.0          | 0.0 | 0.0 | 0.0 |
| 6800                       | Aid to Organizations and Individuals | 0.0          | 0.0 | 0.0 | 0.0 |
| 7000                       | Other Operating Expenses             | 0.0          | 0.0 | 0.0 | 0.0 |
| 8000                       | Equipment                            | 0.0          | 0.0 | 0.0 | 0.0 |
| 8100                       | Capital Outlay                       | 0.0          | 0.0 | 0.0 | 0.0 |
| 8600                       | Debt Service                         | 0.0          | 0.0 | 0.0 | 0.0 |
| 9000                       | Cost Allocation                      | 0.0          | 0.0 | 0.0 | 0.0 |
| 9100                       | Transfers                            | 0.0          | 0.0 | 0.0 | 0.0 |
| <b>Appropriated Total:</b> |                                      | 0.0          | 0.0 | 0.0 | 0.0 |
| <b>Fund Total:</b>         |                                      | 0.0          | 0.0 | 0.0 | 0.0 |

| Fund:               | 2409-A                               | Children's Health Insurance Program Fund |         |     |         |
|---------------------|--------------------------------------|--|---------|-----|---------|
| <b>Appropriated</b> |                                      |  |         |     |         |
| 0000                | FTE                                  | 38.2                                     | 38.2    | 0.0 | 38.2    |
| 6000                | Personal Services                    | 492.0                                    | 1,085.3 | 0.0 | 1,085.3 |
| 6100                | Employee Related Expenses            | 193.1                                    | 425.8   | 0.0 | 425.8   |
| 6200                | Professional and Outside Services    | 84.0                                     | 185.0   | 0.0 | 185.0   |
| 6500                | Travel In-State                      | 0.5                                      | 1.2     | 0.0 | 1.2     |
| 6600                | Travel Out of State                  | 0.3                                      | 0.7     | 0.0 | 0.7     |
| 6700                | Food                                 | 0.0                                      | 0.0     | 0.0 | 0.0     |
| 6800                | Aid to Organizations and Individuals | 0.0                                      | 0.0     | 0.0 | 0.0     |
| 7000                | Other Operating Expenses             | 542.6                                    | 1,220.3 | 0.0 | 1,220.3 |
| 8000                | Equipment                            | 19.7                                     | 43.5    | 0.0 | 43.5    |
| 8100                | Capital Outlay                       | 0.0                                      | 0.0     | 0.0 | 0.0     |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Children's Health Insurance Program Administration

|              |                     |  |         |         |         |
|--------------|---------------------|--|---------|---------|---------|
| <b>Fund:</b> | 2409-A              | Children's Health Insurance Program Fund |         |         |         |
|              | <b>Appropriated</b> |  |         |         |         |
|              | 8600                | Debt Service                             | 0.0     | 0.0     | 0.0     |
|              | 9000                | Cost Allocation                          | 0.0     | 0.0     | 0.0     |
|              | 9100                | Transfers                                | 1,180.1 | 2,604.0 | 2,604.0 |
|              |                     | <b>Appropriated Total:</b>               | 2,512.3 | 5,565.8 | 5,565.8 |
|              |                     | <b>Fund Total:</b>                       | 2,512.3 | 5,565.8 | 5,565.8 |
|              |                     | <b>Program Total For Selected Funds:</b> | 2,512.3 | 5,565.8 | 5,565.8 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System        |
| <b>Program:</b> | Children's Health Insurance Program Administration |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 45.9              | 45.9                  |
| <b>Expenditure Category Total</b>                         | <b>45.9</b>       | <b>45.9</b>           |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 7.7               | 7.7                   |
| 2409-A Children's Health Insurance Program (Appropriated) | 38.2              | 38.2                  |
| <b>Fund Source Total</b>                                  | <b>45.9</b>       | <b>45.9</b>           |
| <hr/>   |                   |                       |
| Personal Services   | 492.0             | 1,085.3               |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>492.0</b>      | <b>1,085.3</b>        |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 492.0             | 1,085.3               |
| <b>Fund Source Total</b>                                  | <b>492.0</b>      | <b>1,085.3</b>        |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 193.1             | 425.8                 |
| <b>Expenditure Category Total</b>                         | <b>193.1</b>      | <b>425.8</b>          |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 193.1             | 425.8                 |
| <b>Fund Source Total</b>                                  | <b>193.1</b>      | <b>425.8</b>          |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 185.0                 |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 2.7               |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 9.7               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 45.8              |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 3.2               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 1.4               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 21.2              |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System        |
| <b>Program:</b> | Children's Health Insurance Program Administration |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                         | <b>84.0</b>       | <b>185.0</b>          |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 84.0              | 185.0                 |
| <b>Fund Source Total</b>                                  | <b>84.0</b>       | <b>185.0</b>          |
| <hr/>   |                   |                       |
| Travel In-State   | 0.5               | 1.2                   |
| <b>Expenditure Category Total</b>                         | <b>0.5</b>        | <b>1.2</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 0.5               | 1.2                   |
| <b>Fund Source Total</b>                                  | <b>0.5</b>        | <b>1.2</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.3               | 0.7                   |
| <b>Expenditure Category Total</b>                         | <b>0.3</b>        | <b>0.7</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 0.3               | 0.7                   |
| <b>Fund Source Total</b>                                  | <b>0.3</b>        | <b>0.7</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Other Operating Expenses                                  |                   | 1,220.3               |
| Other Operating Expenditures Budg Approp                  | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati  | 0.0               |                       |
| Risk Management Charges To State Agency                   | 2.6               |                       |
| Risk Management Deductible - Indemnity                    | 0.0               |                       |
| Risk Management Deductible - Legal                        | 0.0               |                       |
| Risk Management Deductible - Medical                      | 0.0               |                       |
| Risk Management Deductible - Other                        | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                  | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                      | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                  | 0.0               |                       |
| Medical Malpractice - Self-Insured                        | 0.0               |                       |
| Automobile Liability - Self Insured                       | 0.0               |                       |
| General Property Damage - Self- Insured                   | 0.0               |                       |
| Automobile Physical Damage-Self Insured                   | 0.0               |                       |
| Liability Insurance Premiums                              | 0.0               |                       |
| Property Insurance Premiums                               | 0.0               |                       |
| Workers Compensation Benefit Payments                     | 0.0               |                       |
| Self Insurance - Administrative Fees                      | 0.0               |                       |
| Self Insurance - Premiums                                 | 0.0               |                       |
| Self Insurance - Claim Payments                           | 0.0               |                       |
| Self Insurance - Pharmacy Claims                          | 0.0               |                       |
| Premium Tax On Altcs                                      | 0.0               |                       |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>        |
| <b>Program:</b> | <b>Children's Health Insurance Program Administration</b> |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Other Insurance-Related Charges          | 0.0               |                       |
| Internal Service Data Processing         | 78.0              |                       |
| Internal Service Data Proc- Pc/Lan       | 0.0               |                       |
| External Programming-Mainframe/Legacy    | 16.7              |                       |
| External Programming- Pc/Lan/Serv/Web    | 0.0               |                       |
| External Data Entry                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web  | 0.0               |                       |
| Pmt for AFIS Development & Usage         | 0.0               |                       |
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 23.7              |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 4.0               |                       |
| Electricity                              | 3.0               |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 0.3               |                       |
| Gas And Fuel Oil For Buildings           | 0.1               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 1.1               |                       |
| Rental Of Computer Equipment             | 0.0               |                       |
| Rental Of Other Machinery And Equipment  | 0.1               |                       |
| Miscellaneous Rent                       | 0.4               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 2.3               |                       |
| Repair And Maintenance - Vehicles        | 0.4               |                       |
| Repair And Maint - Mainframe And Legacy  | 0.0               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 2.5               |                       |
| Other Repair And Maintenance             | 6.2               |                       |
| Software Support And Maintenance         | 37.7              |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 13.9              |                       |
| Computer Supplies                        | 0.1               |                       |
| Housekeeping Supplies                    | 0.5               |                       |
| Bedding And Bath Supplies                | 0.0               |                       |
| Drugs And Medicine Supplies              | 0.0               |                       |
| Medical Supplies                         | 0.0               |                       |
| Dental Supplies                          | 0.0               |                       |
| Automotive And Transportation Fuels      | 0.5               |                       |
| Automotive Lubricants And Supplies       | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build | 0.0               |                       |
| Repair And Maintenance Supplies-Building | 0.2               |                       |
| Other Operating Supplies                 | 0.3               |                       |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>        |
| <b>Program:</b> | <b>Children's Health Insurance Program Administration</b> |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Publications  | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions                  | 0.0               |                       |
| Lottery Prizes  | 0.0               |                       |
| Lottery Distribution Costs                              | 0.0               |                       |
| Material for Further Processing                         | 0.0               |                       |
| Other Resale Supplies                                   | 0.0               |                       |
| Loss On Sales Of Capital Assets                         | 0.0               |                       |
| Loss on Sales of Investments                            | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate                 | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other                 | 0.3               |                       |
| Conference Registration-Attendance Fees                 | 0.2               |                       |
| Other Education And Training Costs                      | 0.3               |                       |
| Advertising   | 0.1               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing                                       | (0.1)             |                       |
| External Printing                                       | 331.7             |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                    | 11.5              |                       |
| Document shredding and Destruction Services             | 0.0               |                       |
| Translation and Sign Language Services                  | 0.0               |                       |
| Distribution To State Universities                      | 0.0               |                       |
| Other Intrastate Distributions                          | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                     | 0.1               |                       |
| Dues  | 0.4               |                       |
| Books- Subscriptions And Publications                   | 0.6               |                       |
| Costs For Digital Image Or Microfilm                    | 0.0               |                       |
| Revolving Fund Advances                                 | 0.0               |                       |
| Credit Card Fees Over Approved Limit                    | 0.0               |                       |
| Relief Bill Expenditures                                | 0.0               |                       |
| Surplus Property Distr To State Agencies                | 0.0               |                       |
| Security Services                                       | 2.1               |                       |
| Judgments - Damages                                     | 0.0               |                       |
| ICA Payments to Claimants Confidential                  | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                | 0.0               |                       |
| Judgments - Non-Confidential Restitution                | 0.0               |                       |
| Judgments - Punitive And Compensatory                   | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                  | 0.0               |                       |
| Payments To State Inmates                               | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense                                       | 0.0               |                       |
| Employee Relocations-Nontaxable                         | 0.0               |                       |
| Employee Relocations-Taxable                            | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                   | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                  | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                 | 0.2               |                       |
| Other Miscellaneous Operating                           | 0.6               |                       |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>        |
| <b>Program:</b> | <b>Children's Health Insurance Program Administration</b> |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                          | <b>542.6</b>      | <b>1,220.3</b>        |
| <b>Appropriated</b>  |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated)  | 542.6             | 1,220.3               |
| <b>Fund Source Total</b>                                   | <b>542.6</b>      | <b>1,220.3</b>        |
| <hr/>  |                   |                       |
| Current Year Expenditures                                  |                   | 43.5                  |
| Capital Equipment Budget And Approp                        | 0.0               |                       |
| Vehicles Capital Purchase                                  | 0.0               |                       |
| Vehicles Capital Leases                                    | 0.0               |                       |
| Furniture Capital Purchase                                 | 0.0               |                       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha  | 0.0               |                       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase       | 0.0               |                       |
| Furniture Capital Leases                                   | 0.0               |                       |
| Computer Equipment Capital Purchase                        | 0.0               |                       |
| Computer Equipment Capital Lease                           | 0.0               |                       |
| Telecommunication Equip-Capital Purchase                   | 0.0               |                       |
| Telecommunication Equip-Capital Lease                      | 0.0               |                       |
| Other Equipment Capital Purchase                           | 0.0               |                       |
| Other Equipment Capital Leases                             | 0.0               |                       |
| Purchased Or Licensed Software-Website                     | 0.0               |                       |
| Internally Generated Software-Website                      | 0.0               |                       |
| Development in Progress                                    | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Rights                    | 0.0               |                       |
| Oth Int Assets purchased, licensed or internally generate  | 0.0               |                       |
| Other intangible assets acquired by capital lease          | 0.0               |                       |
| Other Capital Asset Purchases                              | 0.0               |                       |
| Leasehold Improvement-Capital Purchase                     | 0.0               |                       |
| Other Capital Asset Leases                                 | 0.0               |                       |
| Non-Capital Equip Budget And Approp                        | 0.0               |                       |
| Vehicles Non-Capital Purchase                              | 0.0               |                       |
| Vehicles Non-Capital Leases                                | 0.0               |                       |
| Furniture Non-Capital Purchase                             | 0.6               |                       |
| Works Of Art And Hist Treas-Non Capital                    | 0.0               |                       |
| Furniture Non-Capital Leases                               | 0.0               |                       |
| Computer Equipment Non-Capital Purchase                    | 18.4              |                       |
| Computer Equipment Non-Capital Lease                       | 0.0               |                       |
| Telecomm Equip Non-Capital Purchase                        | 0.1               |                       |
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 0.1               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 0.5               |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System        |
| <b>Program:</b> | Children's Health Insurance Program Administration |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                         | <b>19.7</b>       | <b>43.5</b>           |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 19.7              | 43.5                  |
| <b>Fund Source Total</b>                                  | <b>19.7</b>       | <b>43.5</b>           |
| <hr/>   |                   |                       |
| Capital Outlay  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Debt Service  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Cost Allocation   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Transfers   | 1,180.1           | 2,604.0               |
| <b>Expenditure Category Total</b>                         | <b>1,180.1</b>    | <b>2,604.0</b>        |
| <b>Appropriated</b>                                       |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated) | 1,180.1           | 2,604.0               |
| <b>Fund Source Total</b>                                  | <b>1,180.1</b>    | <b>2,604.0</b>        |

| <b>Employee Retirement Coverage</b> |            |                          |              |
|-------------------------------------|------------|--------------------------|--------------|
| <b>Retirement System</b>            | <b>FTE</b> | <b>Personal Services</b> | <b>Fund#</b> |
| Arizona State Retirement System     | 45.9       | 1,085.3                  | 2409-A       |

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System  
 Program: SLI Proposition 206 Study

|   | FY 2018     | FY 2019    | FY 2020     | FY 2020       |
|---|-------------|------------|-------------|---------------|
|   | Actual      | Expd. Plan | Fund. Issue | Total Request |
| <b>Expenditure Categories</b>             |             |            |             |               |
| 6000 Personal Services                    | 0.0         | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0         | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 61.7        | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0         | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0         | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0         | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 0.0         | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0         | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0         | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0         | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0         | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0         | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0         | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>61.7</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

| <b>Fund Source</b>                                  | FY 2018     | FY 2019    | FY 2020     | FY 2020       |
|---|-------------|------------|-------------|---------------|
|   | Actual      | Expd. Plan | Fund. Issue | Total Request |
| <b>Appropriated Funds</b>                           |             |            |             |               |
| 2546-A Prescription Drug Rebate Fund (Appropriated) | 61.7        | 0.0        | 0.0         | 0.0           |
|   | 61.7        | 0.0        | 0.0         | 0.0           |
| <b>Fund Source Total:</b>                           | <b>61.7</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Proposition 206 Study

**Fund:** 2546-A Prescription Drug Rebate Fund

| Appropriated                              | FY 2018 Actual | FY 2019 Expd. Plan | FY 2020 Fund. Issue | FY 2020 Total Request |
|---|----------------|--------------------|---------------------|-----------------------|
| 6000 Personal Services                    | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 6100 Employee Related Expenses            | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 6200 Professional and Outside Services    | 61.7           | 0.0                | 0.0                 | 0.0                   |
| 6500 Travel In-State                      | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 6600 Travel Out of State                  | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 6700 Food                                 | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 6800 Aid to Organizations and Individuals | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 7000 Other Operating Expenses             | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 8000 Equipment                            | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 8100 Capital Outlay                       | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 8600 Debt Service                         | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 9000 Cost Allocation                      | 0.0            | 0.0                | 0.0                 | 0.0                   |
| 9100 Transfers                            | 0.0            | 0.0                | 0.0                 | 0.0                   |
| <b>Appropriated Total:</b>                | <b>61.7</b>    | <b>0.0</b>         | <b>0.0</b>          | <b>0.0</b>            |
| <b>Fund Total:</b>                        | <b>61.7</b>    | <b>0.0</b>         | <b>0.0</b>          | <b>0.0</b>            |
| <b>Program Total For Selected Funds:</b>  | <b>61.7</b>    | <b>0.0</b>         | <b>0.0</b>          | <b>0.0</b>            |



## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | SLI Proposition 206 Study                   |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 0.0                   |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 0.0               |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 0.0               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 0.0               |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 0.0               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 0.0               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 61.7              |                       |
| <b>Expenditure Category Total</b>                         | <b>61.7</b>       | <b>0.0</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 2546-A Prescription Drug Rebate Fund (Appropriated)       | 61.7              | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>61.7</b>       | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Proposition 206 Study</b>                   |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Aid to Organizations and Individuals                     | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |
| General Property Damage - Self- Insured                  | 0.0               |                       |
| Automobile Physical Damage-Self Insured                  | 0.0               |                       |
| Liability Insurance Premiums                             | 0.0               |                       |
| Property Insurance Premiums                              | 0.0               |                       |
| Workers Compensation Benefit Payments                    | 0.0               |                       |
| Self Insurance - Administrative Fees                     | 0.0               |                       |
| Self Insurance - Premiums                                | 0.0               |                       |
| Self Insurance - Claim Payments                          | 0.0               |                       |
| Self Insurance - Pharmacy Claims                         | 0.0               |                       |
| Premium Tax On Altcs                                     | 0.0               |                       |
| Other Insurance-Related Charges                          | 0.0               |                       |
| Internal Service Data Processing                         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                       | 0.0               |                       |
| External Programming-Mainframe/Legacy                    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                    | 0.0               |                       |
| External Data Entry                                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0               |                       |
| Pmt for AFIS Development & Usage                         | 0.0               |                       |
| Internal Service Telecommunications                      | 0.0               |                       |
| External Telecom Long Distance-In-State                  | 0.0               |                       |
| External Telecom Long Distance-Out-State                 | 0.0               |                       |
| Other External Telecommunication Service                 | 0.0               |                       |
| Electricity  | 0.0               |                       |
| Sanitation Waste Disposal                                | 0.0               |                       |
| Water  | 0.0               |                       |
| Gas And Fuel Oil For Buildings                           | 0.0               |                       |
| Other Utilities  | 0.0               |                       |
| Building Rent Charges To State Agencies                  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0               |                       |
| Rental Of Land And Buildings                             | 0.0               |                       |
| Rental Of Computer Equipment                             | 0.0               |                       |
| Rental Of Other Machinery And Equipment                  | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Proposition 206 Study</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Miscellaneous Rent                          | 0.0               |                       |
| Interest On Overdue Payments                | 0.0               |                       |
| All Other Interest Payments                 | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs           | 0.0               |                       |
| Other Internal Services                     | 0.0               |                       |
| Repair And Maintenance - Buildings          | 0.0               |                       |
| Repair And Maintenance - Vehicles           | 0.0               |                       |
| Repair And Maint - Mainframe And Legacy     | 0.0               |                       |
| Repair And Maint-Pc/Lan/Serv/Web            | 0.0               |                       |
| Repair And Maintenance - Other Equipment    | 0.0               |                       |
| Other Repair And Maintenance                | 0.0               |                       |
| Software Support And Maintenance            | 0.0               |                       |
| Uniforms                                    | 0.0               |                       |
| Inmate Clothing                             | 0.0               |                       |
| Security Supplies                           | 0.0               |                       |
| Office Supplies                             | 0.0               |                       |
| Computer Supplies                           | 0.0               |                       |
| Housekeeping Supplies                       | 0.0               |                       |
| Bedding And Bath Supplies                   | 0.0               |                       |
| Drugs And Medicine Supplies                 | 0.0               |                       |
| Medical Supplies                            | 0.0               |                       |
| Dental Supplies                             | 0.0               |                       |
| Automotive And Transportation Fuels         | 0.0               |                       |
| Automotive Lubricants And Supplies          | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build    | 0.0               |                       |
| Repair And Maintenance Supplies-Building    | 0.0               |                       |
| Other Operating Supplies                    | 0.0               |                       |
| Publications                                | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions      | 0.0               |                       |
| Lottery Prizes                              | 0.0               |                       |
| Lottery Distribution Costs                  | 0.0               |                       |
| Material for Further Processing             | 0.0               |                       |
| Other Resale Supplies                       | 0.0               |                       |
| Loss On Sales Of Capital Assets             | 0.0               |                       |
| Loss on Sales of Investments                | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate     | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other     | 0.0               |                       |
| Conference Registration-Attendance Fees     | 0.0               |                       |
| Other Education And Training Costs          | 0.0               |                       |
| Advertising                                 | 0.0               |                       |
| Sponsorships                                | 0.0               |                       |
| Internal Printing                           | 0.0               |                       |
| External Printing                           | 0.0               |                       |
| Photography                                 | 0.0               |                       |
| Postage And Delivery                        | 0.0               |                       |
| Document shredding and Destruction Services | 0.0               |                       |
| Translation and Sign Language Services      | 0.0               |                       |
| Distribution To State Universities          | 0.0               |                       |
| Other Intrastate Distributions              | 0.0               |                       |
| Awards                                      | 0.0               |                       |
| Entertainment And Promotional Items         | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Proposition 206 Study</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                     | 0.0               |                       |
| Costs For Digital Image Or Microfilm                      | 0.0               |                       |
| Revolving Fund Advances                                   | 0.0               |                       |
| Credit Card Fees Over Approved Limit                      | 0.0               |                       |
| Relief Bill Expenditures                                  | 0.0               |                       |
| Surplus Property Distr To State Agencies                  | 0.0               |                       |
| Security Services   | 0.0               |                       |
| Judgments - Damages                                       | 0.0               |                       |
| ICA Payments to Claimants Confidential                    | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0               |                       |
| Judgments - Non-Confidential Restitution                  | 0.0               |                       |
| Judgments - Punitive And Compensatory                     | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                    | 0.0               |                       |
| Payments To State Inmates                                 | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | 0.0               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
|   |                   |                       |
| Current Year Expenditures                                 |                   | 0.0                   |
| Capital Equipment Budget And Approp                       | 0.0               |                       |
| Vehicles Capital Purchase                                 | 0.0               |                       |
| Vehicles Capital Leases                                   | 0.0               |                       |
| Furniture Capital Purchase                                | 0.0               |                       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0               |                       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0               |                       |
| Furniture Capital Leases                                  | 0.0               |                       |
| Computer Equipment Capital Purchase                       | 0.0               |                       |
| Computer Equipment Capital Lease                          | 0.0               |                       |
| Telecommunication Equip-Capital Purchase                  | 0.0               |                       |
| Telecommunication Equip-Capital Lease                     | 0.0               |                       |
| Other Equipment Capital Purchase                          | 0.0               |                       |
| Other Equipment Capital Leases                            | 0.0               |                       |
| Purchased Or Licensed Software-Website                    | 0.0               |                       |
| Internally Generated Software-Website                     | 0.0               |                       |
| Development in Progress                                   | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Rights                   | 0.0               |                       |
| Oth Int Assets purchased, licensed or internally generate | 0.0               |                       |
| Other intangible assets acquired by capital lease         | 0.0               |                       |
| Other Capital Asset Purchases                             | 0.0               |                       |
| Leasehold Improvement-Capital Purchase                    | 0.0               |                       |
| Other Capital Asset Leases                                | 0.0               |                       |
| Non-Capital Equip Budget And Approp                       | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Proposition 206 Study</b>                   |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Vehicles Non-Capital Purchase                              | 0.0               |                       |
| Vehicles Non-Capital Leases                                | 0.0               |                       |
| Furniture Non-Capital Purchase                             | 0.0               |                       |
| Works Of Art And Hist Treas-Non Capital                    | 0.0               |                       |
| Furniture Non-Capital Leases                               | 0.0               |                       |
| Computer Equipment Non-Capital Purchase                    | 0.0               |                       |
| Computer Equipment Non-Capital Lease                       | 0.0               |                       |
| Telecomm Equip Non-Capital Purchase                        | 0.0               |                       |
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 0.0               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 0.0               |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
|  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
|  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
|  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
|  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |



# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Long Term Care

|  | FY 2018<br>Actual  | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|--|--------------------|-----------------------|------------------------|--------------------------|
| <b>Program Summary</b>                   |                    |                       |                        |                          |
| 2-1 SLI EPD ALTCS Services               | 1,395,497.1        | 1,457,670.7           | 112,966.3              | 1,570,637.0              |
| 2-2 Board of Nursing                     | 209.7              | 209.9                 | 0.0                    | 209.9                    |
| 2-3 Programmatic Pass Through Funding    | 1,485,020.2        | 1,661,421.3           | 262,518.8              | 1,923,940.1              |
| 2-4 SLI Long Term Care Clawback Payments | 37,039.2           | 38,741.6              | 2,158.0                | 40,899.6                 |
| 2-5 Nursing Facility Assessment          | 108,822.0          | 109,345.0             | (958.4)                | 108,386.6                |
| <b>Program Summary Total:</b>            | <b>3,026,588.2</b> | <b>3,267,388.5</b>    | <b>376,684.7</b>       | <b>3,644,073.2</b>       |

|   | FY 2018<br>Actual  | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|---|--------------------|-----------------------|------------------------|--------------------------|
| <b>Expenditure Categories</b>             |                    |                       |                        |                          |
| 0000 FTE Positions                        | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6000 Personal Services                    | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6100 Employee Related Expenses            | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6200 Professional and Outside Services    | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6500 Travel In-State                      | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6600 Travel Out of State                  | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6700 Food                                 | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6800 Aid to Organizations and Individuals | 3,026,124.5        | 3,266,921.7           | 376,684.7              | 3,643,606.4              |
| 7000 Other Operating Expenses             | 209.7              | 209.9                 | 0.0                    | 209.9                    |
| 8000 Equipment                            | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 8100 Capital Outlay                       | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 8600 Debt Service                         | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 9000 Cost Allocation                      | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 9100 Transfers                            | 254.0              | 256.9                 | 0.0                    | 256.9                    |
| <b>Expenditure Categories Total:</b>      | <b>3,026,588.2</b> | <b>3,267,388.5</b>    | <b>376,684.7</b>       | <b>3,644,073.2</b>       |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|--|-------------------|-----------------------|------------------------|--------------------------|
| <b>Fund Source</b>                                       |                   |                       |                        |                          |
| <b>Appropriated Funds</b>                                |                   |                       |                        |                          |
| 1000-A General Fund (Appropriated)                       | 185,152.6         | 198,827.9             | 24,974.2               | 223,802.1                |
| 2546-A Prescription Drug Rebate Fund (Appropriated)      | 7,578.4           | 7,578.4               | 0.0                    | 7,578.4                  |
| <b>Non-Appropriated Funds</b>                            |                   |                       |                        |                          |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 104.8             | 104.9                 | 0.0                    | 104.9                    |
| 2223-N Long Term Care System Fund (Non-Appropriated)     | 2,237,736.7       | 2,137,354.6           | 263,446.5              | 2,400,801.1              |
| 2500-N IGA and ISA Fund (Non-Appropriated)               | 452,885.0         | 509,200.9             | 72,714.7               | 581,915.6                |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated)  | 34,308.7          | 36,422.0              | 2,905.7                | 39,327.7                 |
| 2567-N Nursing Facility Provider Assessment Fund (Non-A) | 108,822.0         | 109,345.0             | (958.4)                | 108,386.6                |
| 9691-N County Funds (Non-Appropriated)                   | 0.0               | 268,554.8             | 13,602.0               | 282,156.8                |

All dollars are presented in thousands (not FTE).

## Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System  
 Program: Long Term Care

|                           | FY 2018     | FY 2019     | FY 2020     | FY 2020       |
|---------------------------|-------------|-------------|-------------|---------------|
|                           | Actual      | Expd. Plan  | Fund. Issue | Total Request |
|                           | 2,833,857.2 | 3,060,982.2 | 351,710.5   | 3,412,692.7   |
| <b>Fund Source Total:</b> | 3,026,588.2 | 3,267,388.5 | 376,684.7   | 3,644,073.2   |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Long Term Care

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

| Fund:                           | 1000-A                               | General Fund (Appropriated) |                  |                 |                  |
|---------------------------------|--------------------------------------|-----------------------------|------------------|-----------------|------------------|
| <b>Program Expenditures</b>     |                                      |                             |                  |                 |                  |
| COST CENTER/PROGRAM BUDGET UNIT |                                      |                             |                  |                 |                  |
| 2-1                             | SLI EPD ALTCS Services               | 169,806.1                   | 182,246.9        | 23,364.1        | 205,611.0        |
| 2-2                             | Board of Nursing                     | 104.9                       | 105.0            | 0.0             | 105.0            |
| 2-4                             | SLI Long Term Care Clawback Payments | 15,241.6                    | 16,476.0         | 1,610.1         | 18,086.1         |
|                                 | <b>Total</b>                         | <b>185,152.6</b>            | <b>198,827.9</b> | <b>24,974.2</b> | <b>223,802.1</b> |

| <b>Appropriated Funding</b>          |                  |                  |                 |                  |
|--------------------------------------|------------------|------------------|-----------------|------------------|
| <b>Expenditure Categories</b>        |                  |                  |                 |                  |
| FTE Positions                        | 0.0              | 0.0              | 0.0             | 0.0              |
| Personal Services                    | 0.0              | 0.0              | 0.0             | 0.0              |
| Employee Related Expenses            | 0.0              | 0.0              | 0.0             | 0.0              |
| Professional and Outside Services    | 0.0              | 0.0              | 0.0             | 0.0              |
| Travel In-State                      | 0.0              | 0.0              | 0.0             | 0.0              |
| Travel Out of State                  | 0.0              | 0.0              | 0.0             | 0.0              |
| Food                                 | 0.0              | 0.0              | 0.0             | 0.0              |
| Aid to Organizations and Individuals | 185,047.7        | 198,722.9        | 24,974.2        | 223,697.1        |
| Other Operating Expenses             | 104.9            | 105.0            | 0.0             | 105.0            |
| Equipment                            | 0.0              | 0.0              | 0.0             | 0.0              |
| Capital Outlay                       | 0.0              | 0.0              | 0.0             | 0.0              |
| Debt Service                         | 0.0              | 0.0              | 0.0             | 0.0              |
| Cost Allocation                      | 0.0              | 0.0              | 0.0             | 0.0              |
| Transfers                            | 0.0              | 0.0              | 0.0             | 0.0              |
| <b>Expenditure Categories Total:</b> | <b>185,152.6</b> | <b>198,827.9</b> | <b>24,974.2</b> | <b>223,802.1</b> |
| <b>Fund 1000-A Total:</b>            | <b>185,152.6</b> | <b>198,827.9</b> | <b>24,974.2</b> | <b>223,802.1</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Long Term Care

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Fund:** 2120-N AHCCCS Fund (Non-Appropriated)

**Program Expenditures**

|                                 | FY 2018      | FY 2019      | FY 2020     | FY 2020       |
|---------------------------------|--------------|--------------|-------------|---------------|
|                                 | Actual       | Expd. Plan   | Fund. Issue | Total Request |
| COST CENTER/PROGRAM BUDGET UNIT |              |              |             |               |
| 2-1 SLI EPD ALTCS Services      | 0.0          | 0.0          | 0.0         | 0.0           |
| 2-2 Board of Nursing            | 104.8        | 104.9        | 0.0         | 104.9         |
| <b>Total</b>                    | <b>104.8</b> | <b>104.9</b> | <b>0.0</b>  | <b>104.9</b>  |

**Non-Appropriated Funding**

**Expenditure Categories**

|                                      |              |              |            |              |
|--------------------------------------|--------------|--------------|------------|--------------|
| Personal Services                    | 0.0          | 0.0          | 0.0        | 0.0          |
| Employee Related Expenses            | 0.0          | 0.0          | 0.0        | 0.0          |
| Professional and Outside Services    | 0.0          | 0.0          | 0.0        | 0.0          |
| Travel In-State                      | 0.0          | 0.0          | 0.0        | 0.0          |
| Travel Out of State                  | 0.0          | 0.0          | 0.0        | 0.0          |
| Food                                 | 0.0          | 0.0          | 0.0        | 0.0          |
| Aid to Organizations and Individuals | 0.0          | 0.0          | 0.0        | 0.0          |
| Other Operating Expenses             | 104.8        | 104.9        | 0.0        | 104.9        |
| Equipment                            | 0.0          | 0.0          | 0.0        | 0.0          |
| Capital Outlay                       | 0.0          | 0.0          | 0.0        | 0.0          |
| Debt Service                         | 0.0          | 0.0          | 0.0        | 0.0          |
| Cost Allocation                      | 0.0          | 0.0          | 0.0        | 0.0          |
| Transfers                            | 0.0          | 0.0          | 0.0        | 0.0          |
| <b>Expenditure Categories Total:</b> | <b>104.8</b> | <b>104.9</b> | <b>0.0</b> | <b>104.9</b> |

**Fund 2120-N Total:** 104.8 104.9 0.0 104.9

# Program Group Summary of Expenditures and Budget Request for Selected Funds

|                 |   |                |                   |                    |                      |
|-----------------|---|----------------|-------------------|--------------------|----------------------|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System | <b>FY 2018</b> | <b>FY 2019</b>    | <b>FY 2020</b>     | <b>FY 2020</b>       |
| <b>Program:</b> | Long Term Care                              | <b>Actual</b>  | <b>Expd. Plan</b> | <b>Fund. Issue</b> | <b>Total Request</b> |

|                                 |  |                    |                    |                  |                    |
|---------------------------------|--|--------------------|--------------------|------------------|--------------------|
| <b>Fund:</b>                    | 2223-N Long Term Care System Fund (Non-Appropriated) |                    |                    |                  |                    |
| <b>Program Expenditures</b>     |  |                    |                    |                  |                    |
| COST CENTER/PROGRAM BUDGET UNIT |  |                    |                    |                  |                    |
| 2-1                             | SLI EPD ALTCS Services                               | 1,183,794.3        | 985,134.2          | 73,642.4         | 1,058,776.6        |
| 2-3                             | Programmatic Pass Through Funding                    | 1,032,144.8        | 1,152,220.4        | 189,804.1        | 1,342,024.5        |
| 2-4                             | SLI Long Term Care Clawback Payments                 | 21,797.6           | 0.0                | 0.0              | 0.0                |
| <b>Total</b>                    |  | <b>2,237,736.7</b> | <b>2,137,354.6</b> | <b>263,446.5</b> | <b>2,400,801.1</b> |

|                                      |  |                    |                    |                  |                    |
|--------------------------------------|--|--------------------|--------------------|------------------|--------------------|
| <b>Non-Appropriated Funding</b>      |  |                    |                    |                  |                    |
| <b>Expenditure Categories</b>        |  |                    |                    |                  |                    |
| FTE Positions                        |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Personal Services                    |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Employee Related Expenses            |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Professional and Outside Services    |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Travel In-State                      |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Travel Out of State                  |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Food                                 |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Aid to Organizations and Individuals |  | 2,237,482.7        | 2,137,354.6        | 263,446.5        | 2,400,801.1        |
| Other Operating Expenses             |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Equipment                            |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Capital Outlay                       |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Debt Service                         |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Cost Allocation                      |  | 0.0                | 0.0                | 0.0              | 0.0                |
| Transfers                            |  | 254.0              | 0.0                | 0.0              | 0.0                |
| <b>Expenditure Categories Total:</b> |  | <b>2,237,736.7</b> | <b>2,137,354.6</b> | <b>263,446.5</b> | <b>2,400,801.1</b> |

|                           |  |                    |                    |                  |                    |
|---------------------------|--|--------------------|--------------------|------------------|--------------------|
| <b>Fund 2223-N Total:</b> |  | <b>2,237,736.7</b> | <b>2,137,354.6</b> | <b>263,446.5</b> | <b>2,400,801.1</b> |
|---------------------------|--|--------------------|--------------------|------------------|--------------------|

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Long Term Care

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Fund:** 2500-N IGA and ISA Fund (Non-Appropriated)

| <b>Program Expenditures</b>     |           |           |          |           |
|---------------------------------|-----------|-----------|----------|-----------|
| COST CENTER/PROGRAM BUDGET UNIT |           |           |          |           |
| 2-1                             | 9.6       | 0.0       | 0.0      | 0.0       |
| 2-3                             | 452,875.4 | 509,200.9 | 72,714.7 | 581,915.6 |
|                                 | 452,885.0 | 509,200.9 | 72,714.7 | 581,915.6 |
| <b>Total</b>                    |           |           |          |           |

| <b>Non-Appropriated Funding</b>      |                  |                  |                 |                  |
|--------------------------------------|------------------|------------------|-----------------|------------------|
| <b>Expenditure Categories</b>        |                  |                  |                 |                  |
| FTE Positions                        | 0.0              | 0.0              | 0.0             | 0.0              |
| Personal Services                    | 0.0              | 0.0              | 0.0             | 0.0              |
| Employee Related Expenses            | 0.0              | 0.0              | 0.0             | 0.0              |
| Professional and Outside Services    | 0.0              | 0.0              | 0.0             | 0.0              |
| Travel In-State                      | 0.0              | 0.0              | 0.0             | 0.0              |
| Travel Out of State                  | 0.0              | 0.0              | 0.0             | 0.0              |
| Food                                 | 0.0              | 0.0              | 0.0             | 0.0              |
| Aid to Organizations and Individuals | 452,885.0        | 509,200.9        | 72,714.7        | 581,915.6        |
| Other Operating Expenses             | 0.0              | 0.0              | 0.0             | 0.0              |
| Equipment                            | 0.0              | 0.0              | 0.0             | 0.0              |
| Capital Outlay                       | 0.0              | 0.0              | 0.0             | 0.0              |
| Debt Service                         | 0.0              | 0.0              | 0.0             | 0.0              |
| Cost Allocation                      | 0.0              | 0.0              | 0.0             | 0.0              |
| Transfers                            | 0.0              | 0.0              | 0.0             | 0.0              |
| <b>Expenditure Categories Total:</b> | <b>452,885.0</b> | <b>509,200.9</b> | <b>72,714.7</b> | <b>581,915.6</b> |
| <b>Fund 2500-N Total:</b>            | <b>452,885.0</b> | <b>509,200.9</b> | <b>72,714.7</b> | <b>581,915.6</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |                                      | FY 2018   |            | FY 2019     |               | FY 2020 |     | FY 2020 |     |
|---|--------------------------------------|---|------------|-------------|---------------|---------|-----|---------|-----|
| Program: Long Term Care                             |                                      | Actual  | Expd. Plan | Fund. Issue | Total Request |         |     |         |     |
| <b>Fund:</b>  | 2546-A                               | <b>Prescription Drug Rebate Fund (Appropriated)</b> |            |             |               |         |     |         |     |
| <b>Program Expenditures</b>                         |                                      |   |            |             |               |         |     |         |     |
| 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       |         |     |         |     |
| <b>Appropriated Funding</b>                         |                                      |   |            |             |               |         |     |         |     |
| <b>Expenditure Categories</b>                       |                                      |   |            |             |               |         |     |         |     |
|   | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Aid to Organizations and Individuals | 7,578.4   | 7,578.4    | 0.0         | 7,578.4       | 0.0     | 0.0 | 7,578.4 | 0.0 |
|   | Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
|   | Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |
| <b>Expenditure Categories Total:</b>                |                                      | 7,578.4   | 7,578.4    | 0.0         | 7,578.4       | 0.0     | 0.0 | 7,578.4 | 0.0 |
| <b>Fund 2546-A Total:</b>                           |                                      | 7,578.4   | 7,578.4    | 0.0         | 7,578.4       | 0.0     | 0.0 | 7,578.4 | 0.0 |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System  
 Program: Long Term Care

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

Fund: 2546-N Prescription Drug Rebate Fund (Non-Appropriated)

**Program Expenditures**

COST CENTER/PROGRAM BUDGET UNIT

|       |                        |          |          |         |          |
|-------|------------------------|----------|----------|---------|----------|
| 2-1   | SLI EPD ALTCS Services | 34,308.7 | 36,422.0 | 2,905.7 | 39,327.7 |
| Total |                        | 34,308.7 | 36,422.0 | 2,905.7 | 39,327.7 |

**Non-Appropriated Funding**

**Expenditure Categories**

|                                      |          |          |         |          |          |
|--------------------------------------|----------|----------|---------|----------|----------|
| FTE Positions                        | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Personal Services                    | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Employee Related Expenses            | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Professional and Outside Services    | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Travel In-State                      | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Travel Out of State                  | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Food                                 | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Aid to Organizations and Individuals | 34,308.7 | 36,422.0 | 2,905.7 | 39,327.7 | 39,327.7 |
| Other Operating Expenses             | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Equipment                            | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Capital Outlay                       | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Debt Service                         | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Cost Allocation                      | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |
| Transfers                            | 0.0      | 0.0      | 0.0     | 0.0      | 0.0      |

**Expenditure Categories Total:** 34,308.7 36,422.0 2,905.7 39,327.7

**Fund 2546-N Total:** 34,308.7 36,422.0 2,905.7 39,327.7

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                              | Arizona Health Care Cost Containment System                                |            |             |               |               |
|--------------------------------------|--|------------|-------------|---------------|---------------|
| Program:                             | Long Term Care   |            |             |               |               |
|                                      | FY 2018  | FY 2019    | FY 2020     | FY 2020       | FY 2020       |
|                                      | Actual   | Expd. Plan | Fund. Issue | Total Request | Total Request |
| <b>Fund:</b>                         | <b>2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)</b> |            |             |               |               |
| <b>Program Expenditures</b>          |  |            |             |               |               |
| COST CENTER/PROGRAM BUDGET UNIT      |  |            |             |               |               |
| 2-5                                  | 108,822.0  | 109,345.0  | (958.4)     |               | 108,386.6     |
|                                      | 108,822.0  | 109,345.0  | (958.4)     |               | 108,386.6     |
| Total                                |  |            |             |               |               |
| <b>Non-Appropriated Funding</b>      |  |            |             |               |               |
| <b>Expenditure Categories</b>        |  |            |             |               |               |
| FTE Positions                        | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Personal Services                    | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Employee Related Expenses            | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Professional and Outside Services    | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Travel In-State                      | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Travel Out of State                  | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Food                                 | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Aid to Organizations and Individuals | 108,822.0  | 109,345.0  | (958.4)     |               | 108,386.6     |
| Other Operating Expenses             | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Equipment                            | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Capital Outlay                       | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Debt Service                         | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Cost Allocation                      | 0.0  | 0.0        | 0.0         |               | 0.0           |
| Transfers                            | 0.0  | 0.0        | 0.0         |               | 0.0           |
| <b>Expenditure Categories Total:</b> | 108,822.0  | 109,345.0  | (958.4)     |               | 108,386.6     |
| <b>Fund 2567-N Total:</b>            | 108,822.0  | 109,345.0  | (958.4)     |               | 108,386.6     |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Long Term Care

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

| Fund:                           | 9691-N                               | County Funds (Non-Appropriated) |           |          |           |
|---------------------------------|--------------------------------------|---------------------------------|-----------|----------|-----------|
| <b>Program Expenditures</b>     |                                      |                                 |           |          |           |
| COST CENTER/PROGRAM BUDGET UNIT |                                      |                                 |           |          |           |
| 2-1                             | SLI EPD ALTCS Services               | 0.0                             | 246,289.2 | 13,054.1 | 259,343.3 |
| 2-4                             | SLI Long Term Care Clawback Payments | 0.0                             | 22,265.6  | 547.9    | 22,813.5  |
|                                 | <b>Total</b>                         | 0.0                             | 268,554.8 | 13,602.0 | 282,156.8 |

| <b>Non-Appropriated Funding</b>      |     |           |          |           |     |
|--------------------------------------|-----|-----------|----------|-----------|-----|
| <b>Expenditure Categories</b>        |     |           |          |           |     |
| FTE Positions                        | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Personal Services                    | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Employee Related Expenses            | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Professional and Outside Services    | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Travel In-State                      | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Travel Out of State                  | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Food                                 | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Aid to Organizations and Individuals | 0.0 | 268,297.9 | 13,602.0 | 281,899.9 |     |
| Other Operating Expenses             | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Equipment                            | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Capital Outlay                       | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Debt Service                         | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Cost Allocation                      | 0.0 | 0.0       | 0.0      | 0.0       | 0.0 |
| Transfers                            | 0.0 | 256.9     | 0.0      | 256.9     |     |
| <b>Expenditure Categories Total:</b> | 0.0 | 268,554.8 | 13,602.0 | 282,156.8 |     |

|                           |             |             |           |             |
|---------------------------|-------------|-------------|-----------|-------------|
| <b>Fund 9691-N Total:</b> | 0.0         | 268,554.8   | 13,602.0  | 282,156.8   |
| <b>Program 2 Total:</b>   | 3,026,588.2 | 3,267,388.5 | 376,684.7 | 3,644,073.2 |

**ALTCS SERVICES**

FISCAL YEAR 2020

**LONG-TERM CARE EPD**

BUDGET JUSTIFICATION



**PROGRAM DESCRIPTION/BACKGROUND:**

The Arizona Long-Term Care System (ALTCS) was established to provide Federal Medicaid long-term care services to persons meeting federally prescribed income and resource standards and those persons at risk of being institutionalized. The program for the developmentally disabled was implemented on December 19, 1988 and the elderly and physically disabled program began January 1, 1989.

The AHCCCS administration conducts ALTCS eligibility, and is also responsible for contracting with ALTCS Contractors. ALTCS offers a complete array of acute medical care services, institutional services, behavioral health services, home and community-based services (HCBS) and case management services for all eligible persons.

The ALTCS EPD program is broken down into four components: Capitation, Fee-For-Service, Reinsurance, and Medicare Premiums. Capitation is comprised of EPD prospective, EPD prior period, and Tribal Case Management payments. Fee-For-Service is paid primarily for those enrolled with tribes. Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance.

ALTCS is unique in that all covered services are integrated into a single delivery package, coordinated and managed by ALTCS Contractors. ALTCS contractors provide services for ALTCS members in the same way that health plans provide acute care services to AHCCCS enrolled members.

**STATUTORY AUTHORITY:**

A.R.S Title 36, Chapter 29, Article 2 and A.R.S. Title 11, Chapter 2, Article 7.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

ALTCs SERVICES  
LONG-TERM CARE EPD

**ALTCs FUNDING SUMMARY**

**Description of the Problem:**

AHCCCS is requesting an increase for FY 2020 over the FY 2019 appropriation for the Arizona Long Term Care System (ALTCs) lump sum appropriation due to rate increases, demographic growth and increases in the Arizona minimum wage as a result of Proposition 206. In FY 2020, AHCCCS requires an additional \$112,711,500 in Total Funds (\$36,340,600 increase in State Match). The General Fund portion of state match increased by \$23,325,300. The SFY 2020 funding request is shown below (these amounts exclude Medicare Clawback funding). The ALTCs-EPD share of Prescription Drug Rebate (PDR) collections are included as part of the State Match (for additional information on the PDR, see the separate Decision Package).

|                    | <b>FY18 Actual</b> | <b>FY19 Approp.</b> | <b>FY19 Rebase</b> | <b>FY20 Request</b> | <b>FY20 Increase</b> |
|--------------------|--------------------|---------------------|--------------------|---------------------|----------------------|
| <b>General</b>     | \$145,987,248      | \$182,246,900       | \$194,377,100      | \$205,572,200       | \$23,325,300         |
| <b>PDR State</b>   | \$7,441,300        | \$7,578,400         | \$7,578,400        | \$7,578,400         | \$0                  |
| <b>County</b>      | \$264,673,200      | \$246,289,200       | \$262,682,000      | \$259,304,500       | \$13,015,300         |
| <b>Subtotal SM</b> | \$418,101,748      | \$436,114,500       | \$447,537,500      | \$472,455,100       | \$36,340,600         |
| <b>PDR FF</b>      | \$33,346,728       | \$36,422,000        | \$36,422,000       | \$39,327,700        | \$2,905,700          |
| <b>Federal</b>     | \$945,937,872      | \$985,134,200       | \$1,016,068,300    | \$1,058,599,400     | \$73,465,200         |
| <b>Subtotal FM</b> | \$979,284,600      | \$1,021,556,200     | \$1,052,490,300    | \$1,097,927,100     | \$76,370,900         |
| <b>Total</b>       | \$1,397,386,348    | \$1,457,670,700     | \$1,500,027,800    | \$1,570,382,200     | \$112,711,500        |

**PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:**

- AHCCCS member enrollment in ALTCS.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**COUNTY SPLIT:**

The split of State Match between General Fund and County Funds is prescribed by A.R.S. §11-292 (known internally as the “County Model”), which specifies that at least 50% of any increase in overall non-federal expenditures will be covered by the state. In addition, there are various circuit breakers specified in this law such as utilization, property tax rates, Native American population, and statutory growth caps which may further shift expenditures from the counties to the state. If after the application of all relevant circuit breakers, an individual county’s contributions divided by the most recent population estimate for that county approved by the Office of Employment and Population Statistics (EPS) exceeds the same per capita contribution for the state as a whole, the county’s contribution shall be reduced so that it is equal to the statewide average and the difference shall be paid by the state.

Based on July 1, 2017 Arizona population numbers from EPS, Arizona counties qualified for a total of \$15,917,500 as a result of the per capita circuit breaker in FY20, compared with \$8,608,144 in FY19. The benefit from the per capita cap circuit breaker to Maricopa County increased by 37.1% from \$6,392,400 in FY19 to \$8,762,000 in FY20.

At the time of this budget submittal, the most recent population figures approved by EPS were for July 1, 2017. It is anticipated that July 1, 2018 population estimates will be available in mid-December 2018.



**Methodology:**

A description of the methodology used in the SFY2020 request follows:

Demographic growth is expected in both FY 2019 and FY 2020 due to population growth and an aging population. The following table presents ALTCS member month growth for FY 2017 through FY 2020. FY 2017 and FY 2018 figures are actuals.

| SFY  | Caseload Growth - August 2018 Projections |       |       |        |       |       |
|------|---|-------|-------|--------|-------|-------|
|      | EPD                                       |       |       | Tribal |       |       |
|      | Y-o-Y                                     | J-o-J | Y-o-Y | J-o-J  | Y-o-Y | J-o-J |
| 2017 | 0.15%                                     | 0.78% | 0.90% | 1.00%  | 0.21% | 0.80% |
| 2018 | 1.86%                                     | 2.03% | 1.47% | 0.27%  | 1.83% | 1.88% |
| 2019 | 2.84%                                     | 2.48% | 0.48% | 1.09%  | 2.63% | 2.36% |
| 2020 | 0.88%                                     | 0.79% | 0.54% | 0.51%  | 0.85% | 0.76% |

AHCCCS estimates that there will be modest growth in the ALTCS population in FY 2019 and FY 2020. For the EPD population, the growth rates are based on a 120 month regression model using Arizona population from the "The Forecasting Project" at the Eller School as an independent variable. Tribal Case Management growth rates are based on a 24 month regression model using the log of transfer payments from "The Forecasting Project" as an independent variable.



### CAPITATION RATES

On October 1, 2018, ALTCS rates will increase for the new contract year based on the new RFP (see Attachment A). Overall, the CYE 2019 rates represent an approximate increase of 5.00% (500 basis points) over the CYE 2018 rates that took effect January 1, 2018.

Primary drivers of the CYE 2019 ALTCS rate increase include:

- Rebase and trend adjustments - expected impact 1.9% (190 basis points) of the overall capitation rate increase.
- Nursing facility 3.0% rate increase - expected impact 1.4% (140 basis points) of the overall capitation rate increase.
- Reinsurance adjustment for newly excluded services - expected impact 0.8% (80 basis points) of the overall capitation rate increase.
- Effective January 1, 2019, HCBS providers will receive a rate increase as a result of passage of voter initiative Prop. 206 which increases the minimum wage in Arizona. The expected impact is 0.6% (60 basis points) of the overall capitation rate increase.
- Care management and administration – 0.5% (50 basis points) of the overall capitation rate increase.
- Implementation of the Differential Adjusted Payment for Hospitals. The estimated impact is 0.30% (30 basis points) of the overall capitation rate increase (includes both baseline and non-baseline adjustments).
- An offset is provided by growth in the HCBS mix since the issuance of the new RFP which reduces the overall capitation rate increase by 0.5% (-50 basis points).

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In CYE 2020, AHCCCS expects that utilization and medical inflation increases will require a 5.0% increase in capitation rates to remain actuarially sound. This 5.0% increase includes an adjustment for the January 1, 2019 increase in the Arizona minimum wage as a result of the passage of voter initiative Proposition 206 and Flagstaff Proposition 414, which sets the minimum wage in Flagstaff at an even higher level. Both will affect EPD HCBS expenses. Proposition 206 increases the state's previous hourly minimum wage of \$8.05 in 4 steps to \$12.00 in 2020 beginning with the increase to \$10.00 on January 1, 2017. Prop. 206 also mandates 40 hours annual "earned paid sick time" for employers with 15 or more employees and 24 hours annual of "earned paid sick time" for employers with fewer than 15 employees.

Phase-in schedule for increase in the Arizona minimum wage due to Proposition 206:

- \$10 on and after January 1, 2017
- \$10.50 on and after January 1, 2018
- \$11 on and after January 1, 2019
- \$12 on and after January 1, 2020
- Subsequent years will be adjusted by cost of living

An adjustment retroactive to July 1, 2017 was made to EPD rates to adjust for the increase in the minimum wage that took effect January 1, 2017. Rates will be increased by 0.73% effective January 1, 2018 to adjust for the additional minimum wage increase that occurred on that date. As noted above, the January 1, 2019 minimum wage increase is included as part of the 3.0% overall rate increase.

On November 8, 2016 City of Flagstaff voters approved and passed Proposition 414. On November 28, 2016 Proposition 414 was proclaimed law by the Mayor and became Title 15 of the Flagstaff City Code. Proposition 414 would have increased the city minimum wage to \$12 per hour on July 1, 2017, but on March 21, 2017 the Flagstaff City Council voted to adopt Ordinance 2017-08 amending Title 15 and reducing the July 1, 2017 increase to \$10.50 per hour and also removing the requirement that the Flagstaff minimum wage be at least \$2 above the Arizona minimum wage through 2021. As it stands, the Flagstaff minimum wage will still reach \$15 an hour by 2021, increasing by \$1 per year, but a proposition to reduce increases in the minimum wage proscribed by Proposition 414 will appear on the Flagstaff ballot in November 2018. The July 1, 2017 increase in the Flagstaff minimum wage is incorporated into October 1, 2017 rates.

Tribal case management rates are also projected to increase by 2.4% in CYE 2019 and in CYE 2020 due to utilization and medical inflation.

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To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the ALTCS/EPD for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. For comparison purposes, historical rates in the following table have been converted to the new rate structure.

| <b>CAPITATION RATES</b> |                  |                               |
|-------------------------|------------------|-------------------------------|
| <b>Rate Period</b>      | <b>EPD Rates</b> | <b>Tribal Case Management</b> |
| 2018 (Eff. 1/1/18)      | \$3,455.59       | \$155.73                      |
| 2019 (Eff. 10/1/18)     | \$3,607.36       | \$159.45                      |
| 2019 (Eff. 1/1/19)      | \$3,635.79       | \$159.45                      |
| 2019 (Eff. 10/1/19)     | \$3,726.68       | \$163.26                      |

Tribal Case Management is considered an administrative expense by CMS, and therefore, matched at the FFP rate of 50% rather than the regular FMAP rate.

Rates vary by health plan and by region, so the statewide average rate paid during a contract year may differ from the statewide weighted average for that same year that would result from using weights from a different contract year. This is one reason why the percentage increase in rates reflected in the budget submittal may differ from that in the actuarial memo.



**ACA HEALTH INSURER FEE**

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

| Fee Year            | Applicable Amount  |
|---------------------|--|
| 2014                | \$ 8,000,000,000   |
| 2015                | \$11,300,000,000   |
| 2016                | \$11,300,000,000   |
| 2017                | HIF Moratorium   |
| 2018                | \$14,300,000,000   |
| 2019                | HIF Moratorium   |
| 2020 and thereafter | The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii). |

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



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In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for ALTCs EPD was \$3,269,100 Total Fund (\$984,300 State Match).

**FEE-FOR-SERVICE**

ALTCs FFS expenditures are estimated based on multiplying the PMPMs for IHS facilities and non-facility claims by projected member months for ALTCs Tribal Case Management since this is the ALTCs population that is paid FFS. The base PMPMs for both facilities and non-facility claims are calculated by dividing the total FFS expenditures for each category by Tribal Case Management member months. IHS facilities are paid at 100% FMAP, while non-facility claims are paid at the regular FMAP, which necessitates forecasting expenditures for these populations separately. Non-facility services include: Acute Care, HCBS, Nursing Facility, and Behavioral Health claims.

The FFS PMPM for January 2018 through June 2018 for IHS non-facility claims was \$4,090.23. This PMPM was used to estimate the first quarter of FY 2019. It was then inflated by 2.39%, based on a weighted average of Global Insight's Hospital Market Basket resulting in a PMPM of \$4,187.99, which was used for the remainder of FY 2019 and the first quarter of FY 2020. The same inflation rate of 2.39% was then applied to arrive at the PMPM of \$4,288.08 used for the remainder of FY 2020. Amounts were adjusted to account for the number of payment cycles in each month.

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually. The IHS rates are used to calculate the IHS Facility expenditure forecast. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87% respectively, were used for CY 2019 and CY 2020 budget calculations. A weighted average of inpatient/outpatient of 7.48% is applied to IHS PMPMs in January of each projected year.

The FFS PMPM for IHS facilities for January 2018 through June 2018 was \$618.79. This PMPM was used to estimate the first two quarters of FY 2019 and then increased by a weighted average inflation of 7.48% resulting in a PMPM of \$665.06 which was used for the final two quarters of FY 2018 and the first two quarters of FY 2019. This same inflation factor of 7.48% was applied again in January of 2020 yielding a rate of \$665.06 which was used to estimate the final two quarters of FY 2020. For further details regarding the derivation of this weighted inflation rate, see the chart on the following page.



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| Historical AHP Payment Rates |                         | 2013                               |                         | 2014                      |                            | 2015                |                  | 2016    |         | 2017                      |         | 2018                                      |                           | Average Inflation |                | Programmatic Weights for AHP Inflation |                                |                |              |
|------------------------------|-------------------------|------------------------------------|-------------------------|---------------------------|----------------------------|---------------------|------------------|---------|---------|---------------------------|---------|---|---------------------------|-------------------|----------------|--|--------------------------------|----------------|--------------|
|                              |                         | Outpatient/Inpatient               | Outpatient Rate         | Inpatient Rate            | % +/-                      | 2013                | 2014             | 2015    | 2016    | 2017                      | 2018    | % +/-                                     | 2-Year Average            | 3-Year Average    | 4-Year Average | 5-Year Average                         | OP/IP                          | Program        | Weights      |
|                              | Outpatient Rate         | \$ 330.00                          | \$ 342.00               | \$ 342.00                 | 3.64%                      |                     |                  |         |         |                           |         |   |                           | 2-Year Average    | 7.73%          | OP                                     | Traditional                    | 74.25%         | 5.10%        |
|                              | Inpatient Rate          | \$ 2,272.00                        | \$ 2,413.00             | \$ 2,413.00               | 6.21%                      |                     |                  |         |         |                           |         |   |                           | Inpatient         | 10.28%         | IP                                     | Traditional                    | 25.75%         | 2.51%        |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           |                   |                | <b>Total</b>                           | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b> |
|                              | Outpatient Rate         | \$ 342.00                          | \$ 350.00               | \$ 350.00                 | 2.34%                      |                     |                  |         |         |                           |         |   |                           | 3-Year Average    | 6.87%          | OP                                     | Proposition 204                | 76.49%         | 5.25%        |
|                              | Inpatient Rate          | \$ 2,413.00                        | \$ 2,443.00             | \$ 2,443.00               | 1.24%                      |                     |                  |         |         |                           |         |   |                           | Inpatient         | 9.75%          | IP                                     | Proposition 204                | 23.51%         | 2.29%        |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           |                   |                | <b>Total</b>                           | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b> |
|                              | Outpatient Rate         | \$ 350.00                          | \$ 368.00               | \$ 368.00                 | 5.14%                      |                     |                  |         |         |                           |         |   |                           | 4-Year Average    |                | OP                                     | Newly Eligible Children        | 89.12%         | 6.12%        |
|                              | Inpatient Rate          | \$ 2,443.00                        | \$ 2,655.00             | \$ 2,655.00               | 8.68%                      |                     |                  |         |         |                           |         |   |                           | Outpatient        | 5.73%          | IP                                     | Newly Eligible Children        | 10.88%         | 1.06%        |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           | Inpatient         | 7.62%          | <b>Total</b>                           | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b> |
|                              | Outpatient Rate         | \$ 368.00                          | \$ 391.00               | \$ 391.00                 | 6.25%                      |                     |                  |         |         |                           |         |   |                           | 5-Year Average    |                | OP                                     | Newly Eligible Adults          | 81.43%         | 5.59%        |
|                              | Inpatient Rate          | \$ 2,655.00                        | \$ 2,933.00             | \$ 2,933.00               | 10.47%                     |                     |                  |         |         |                           |         |   |                           | Outpatient        | 5.32%          | IP                                     | Newly Eligible Adults          | 18.57%         | 1.81%        |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           | Inpatient         | 7.34%          | <b>Total</b>                           | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b> |
|                              | Outpatient Rate         | \$ 391.00                          | \$ 427.00               | \$ 427.00                 | 9.21%                      |                     |                  |         |         |                           |         |   |                           |                   |                | OP                                     | ALTCS-EPD                      | 78.81%         | 5.41%        |
|                              | Inpatient Rate          | \$ 2,933.00                        | \$ 3,229.00             | \$ 3,229.00               | 10.09%                     |                     |                  |         |         |                           |         |   |                           |                   |                | IP                                     | ALTCS-EPD                      | 21.19%         | 2.06%        |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           |                   |                | <b>Total</b>                           | <b>ALTCS-EPD</b>               | <b>100.00%</b> | <b>7.48%</b> |
| <b>AHP Non-Facility</b>      |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           |                   |                |  |                                |                |              |
| Fiscal Year                  |                         | AHP Non-Facility Inflation Factors |                         |                           |                            |                     |                  |         |         |                           |         | AHP Non-Facility Weighted Inflation Rates |                           |                   |                |  |                                |                |              |
|                              |                         | Inpatient <sup>1</sup>             | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | Dental <sup>5</sup> | LTC <sup>6</sup> | Program | Weights | Weighted Inflation Factor | Program | SFY 2020                                  | Weighted Inflation Factor | Program           | SFY 2020       | Weighted Inflation Factor              |                                |                |              |
|                              | SFY 2020                | 3.26%                              | 2.90%                   | 2.95%                     | 2.44%                      | 2.67%               | 3.38%            |         |         |                           |         |   | Traditional               | SFY 2020          | 2.97%          |  |                                |                |              |
|                              | Long Term               | 3.79%                              | 2.63%                   | 1.67%                     | 2.49%                      | 2.21%               | 3.34%            |         |         |                           |         |   | Proposition 204           | Long Term         | 2.66%          |  |                                |                |              |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           | SFY 2020          | 2.96%          |  |                                |                |              |
|                              |                         |                                    |                         |                           |                            |                     |                  |         |         |                           |         |   |                           | Long Term         | 2.61%          |  |                                |                |              |
|                              | Program                 | Inpatient                          | Outpatient              | Professional              | Prescriptions              | Dental              | LTC              |         |         |                           |         |   | Newly Eligible Children   | SFY 2020          | 2.91%          |  |                                |                |              |
|                              | Traditional             | 19.55%                             | 56.37%                  | 20.42%                    | 2.56%                      | 0.64%               | 0.47%            |         |         |                           |         |   | Long Term                 | 2.63%             |                |  |                                |                |              |
|                              | Proposition 204         | 17.12%                             | 55.72%                  | 22.77%                    | 3.53%                      | 0.02%               | 0.84%            |         |         |                           |         |   | Newly Eligible Adults     | SFY 2020          | 2.93%          |  |                                |                |              |
|                              | Newly Eligible Children | 9.13%                              | 74.85%                  | 9.53%                     | 4.18%                      | 2.31%               | 0.00%            |         |         |                           |         |   | Long Term                 | 2.68%             |                |  |                                |                |              |
|                              | Newly Eligible Adults   | 14.82%                             | 65.00%                  | 12.53%                    | 6.74%                      | 0.03%               | 0.88%            |         |         |                           |         |   | ALTCS-EPD                 | SFY 2020          | 3.08%          |  |                                |                |              |
|                              | ALTCS-EPD               | 3.53%                              | 13.14%                  | 51.60%                    | 1.49%                      | 0.00%               | 30.24%           |         |         |                           |         |   |                           | Long Term         | 2.39%          |  |                                |                |              |

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**PRIOR QUARTER**

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

*Example:* An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

Prior Quarter began in January 2014 and member months are paid at the regular EPD Capitation rate. Prior Quarter member months paid for previous months were estimated by dividing the total dollars paid for Prior Quarter for each quarter of FY 2016 by the regular EPD capitation rate for that same quarter. Prior Quarter member months for FY 2018 and FY 2019 were estimated using a 24 month regression.

If the AHCCCS waiver is approved, prior quarter will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.



**RECONCILIATIONS**

There are a number of reconciliations, including Share of Cost, PPC and HCBS, summarized in the tables below, which will result in additional payments to Program Contractors during FY 2019. The same amounts were used for FY 2020 with FY 2020 FMAP applied.

It is estimated that FY 2019 reconciliations will total \$6,267,700 (\$1,892,200 State Match).

| RECONCILIATION | SM           | FF             | TF             |
|----------------|--------------|----------------|----------------|
| SOC for CY19   | \$ 2,047,700 | \$ 4,735,300   | \$ 6,783,000   |
| PPC for CY19   | (\$ 518,800) | (\$ 1,199,800) | (\$ 1,718,600) |
| HCBS for CY19  | \$ 363,300   | \$ 840,000     | \$ 1,203,300   |
| TOTAL          | \$ 1,892,200 | \$ 4,375,500   | \$ 6,267,700   |

It is estimated that FY 2020 reconciliations will total \$6,267,700 (\$1,912,900 State Match).

| RECONCILIATION | SM           | FF             | TF             |
|----------------|--------------|----------------|----------------|
| SOC for CY20   | \$ 2,070,200 | \$ 4,712,800   | \$ 6,783,000   |
| PPC for CY20   | (\$ 524,500) | (\$ 1,194,100) | (\$ 1,718,600) |
| HCBS for CY20  | \$ 367,200   | \$ 836,100     | \$ 1,203,300   |
| TOTAL          | \$ 1,912,900 | \$ 4,354,800   | \$ 6,267,700   |

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**REINSURANCE**

ALTCs Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance. Expenditures for ALTCs reinsurance, excluding HCBH, for SFY 2018 were \$39,722,518.

In past years, non-HCBH reinsurance has exhibited pronounced seasonality with approximately 60% of payments for occurring in the quarters ending in September and October. A trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized) was applied to payments for each quarter of the year to estimate payments for each quarter of the following year.

**HCBH REINSURANCE**

Beginning October 1, 2007 no new HCBH reinsurance cases were created by AHCCCS, however, existing cases are continuing to be paid as reinsurance. The cost of new HCBH is now incorporated into ALTCs capitation rates. The presentation rate of remaining cases is close to 100% and projections of future HCBH expenditures are based on cost per eligible cases.

It is estimated, based on 190 existing HCBH cases as of June 30, 2018 and an anticipated decrease in active HCBH cases by one case per quarter, that there will be 2,258 HCBH case payments during SFY 2019 and 2,210 HCBH case payments during FY 2020. The HCBH average cost per case was an average of \$5,605.10 for the six month period ending June 2018. This cost per case was inflated by 3.8% to yield a cost per case of \$5,817.58 for the remaining three quarters of SFY 2019 and the first quarter of FY 2020 and then inflated by an additional 3.8% to yield a cost per case of \$6,038.23 for the remaining three quarters of FY 2020.

## ALTCS SERVICES

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#### **FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to CYE 2018 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$613,500 Total Fund, consisting of \$428,300 Federal Fund and \$185,200 State Match for FY 2019 and \$613,500, consisting of \$426,200 Federal Fund and \$187,300 State Match for FY 2020.

#### **MEDICARE PREMIUMS**

PMPM costs for Medicare Premiums are calculated by dividing Medicare Part A expenditures and Medicare Part B expenditures by ALTCS member months for January through June of 2018 to calculate the PMPM for this period. Medicare premium rates increase in January of each year.

- (1) The Medicare Part A premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 1.59%.
- (2) The Medicare Part B premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 5.23%.

#### **STATUTORY AUTHORITY:**

A.R.S. § 36-2931 to 2960.

A.R.S. § 11-291 to 309.

#### **ALTCS FMAP**

Unless otherwise noted above, ALTCS members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).



| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

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**MEDICARE PART D “CLAWBACK” PAYMENTS**

**DESCRIPTION OF THE PROBLEM:**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

|              | SFY18<br>Actual | SFY19<br>Allocation | SFY19<br>Rebase | SFY20<br>Request | SFY20<br>Inc.(Dec) |
|--------------|-----------------|---------------------|-----------------|------------------|--------------------|
| AHCCCS ACUTE | 51,307,400      | 56,090,800          | 53,530,700      | 56,874,700       | 783,900            |
| AHCCCS ALTCS |                 |                     |                 |                  |                    |
| General Fund | 15,241,439      | 16,476,000          | 16,370,900      | 18,086,100       | 1,610,100          |
| County Fund  | 21,797,785      | 22,265,600          | 22,123,800      | 22,813,500       | 547,900            |
| TOTAL ALTCS  | 37,039,225      | 38,741,600          | 38,494,700      | 40,899,600       | 2,158,000          |
| BHS          | 19,070,500      | 19,897,000          | 19,897,000      | 21,140,100       | 1,243,100          |
| DES-DD       | 3,925,200       | 4,074,900           | 4,095,400       | 4,351,600        | 276,700            |
| Grand Total  | 111,342,325     | 118,804,300         | 116,017,800     | 123,266,000      | 4,461,700          |



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**METHODOLOGY:**

Notes:

- 1) The Acute Clawback is appropriated as part of the Traditional Medicaid Services line item.
- 2) The ALTCS Clawback is appropriated as part of the ALTCS Services line item.
- 3) County/General Fund split in FY18 Actual of 41.15% General and 58.85% County based on Appropriated split from JLBC FY18 Appropriations Report.
- 4) County/General Fund split for FY19 Allocation and FY20 Request is based on the ALTCS county model.
- 5) In FY19, the BHS Clawback moved from the BHS Traditional Line Item to the Combined Traditional Line Item

**CLAWBACK PMPM:**

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

|                  | Actual<br>1/1/2015 to<br>9/30/2015 | Actual<br>10/1/2015 to<br>12/31/2015 | Actual<br>1/1/2016 to<br>9/30/2016 | Actual<br>10/1/2016 to<br>12/31/2016 | Actual<br>1/1/2017 to<br>9/30/2017 | Actual<br>10/1/2017 to<br>12/31/2017 | Actual<br>1/1/2018 to<br>9/30/2018 | Estimate<br>10/1/2018 to<br>12/31/2018 | Estimate<br>1/1/2019 to<br>9/30/2019 | Estimate<br>10/1/2019 to<br>12/31/2019 | Estimate<br>1/1/2020 to<br>9/30/2020 |
|------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--|--------------------------------------|--|--------------------------------------|
| Total Fund PMPM  | 200.04                             | 200.04                               | 223.29                             | 223.28                               | 249.93                             | 249.93                               | 252.98                             | 252.98                                 | 257.88                               | 257.89                                 | 262.87                               |
| FMAP             | 68.46%                             | 68.92%                               | 68.92%                             | 69.24%                               | 69.24%                             | 69.89%                               | 69.89%                             | 69.81%                                 | 69.81%                               | 69.48%                                 | 69.48%                               |
| State Match PMPM | 63.09                              | 62.17                                | 69.40                              | 68.68                                | 76.88                              | 75.25                                | 76.17                              | 76.37                                  | 77.85                                | 78.71                                  | 80.23                                |
| Clawback %       | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                                 | 75.00%                               | 75.00%                                 | 75.00%                               |
| Clawback PMPM    | 47.32                              | 46.63                                | 52.05                              | 51.51                                | 57.66                              | 56.44                                | 57.13                              | 57.28                                  | 58.39                                | 59.03                                  | 60.17                                |



The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it decreases to 69.81%.
- It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.

**ALTCS SERVICES**

**LONG-TERM CARE EPD**

FISCAL YEAR 2020

BUDGET JUSTIFICATION



**PROGRAM DISTRIBUTION:**

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

|                |        |
|----------------|--------|
| AHCCCS Acute   | 46.14% |
| ALTCS-EPD      | 33.18% |
| ALTCS-DD (DES) | 3.53%  |
| DHS BHS        | 17.15% |

**DUAL ELIGIBLE MEMBERSHIP:**

AHCCCS is projecting full benefit dual eligible members using a 12 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.20% in SFY 2019 and 3.41% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,525 by June 2019 and 176,313 by June 2020.

**ALTCS SERVICES**

**LONG-TERM CARE EPD**

FISCAL YEAR 2020

BUDGET JUSTIFICATION



**PROPOSED SOLUTION TO THE PROBLEM:**

Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,610,100 and a County Fund increase of \$547,900 for FY 2020.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**STATUTORY AUTHORITY:**

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)  
Social Security Act, Section 1935(42 U.S.C. 1396u-5)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
ALTCS SERVICES APPROPRIATION  
TABLE A**

|   | <u>FY19 Approp</u>   | <u>FY20 Request</u>  | <u>FY20 Inc/(Dec)</u> |
|---|----------------------|----------------------|-----------------------|
| EPD Lump Sum  |                      |                      |                       |
| General Fund  | 182,246,900          | 205,572,200          | 23,325,300            |
| County Fund   | 246,289,200          | 259,304,500          | 13,015,300            |
| PDR State   | 7,578,400            | 7,578,400            | -                     |
| PDR Federal   | 36,422,000           | 39,327,700           | 2,905,700             |
| Federal   | 985,134,200          | 1,058,599,400        | 73,465,200            |
| Total Funds   | <u>1,457,670,700</u> | <u>1,570,382,200</u> | <u>112,711,500</u>    |
| Medicare Clawback   |                      |                      |                       |
| General Fund  | 16,476,000           | 18,086,100           | 1,610,100             |
| County Fund   | 22,265,600           | 22,813,500           | 547,900               |
| Total Funds   | <u>38,741,600</u>    | <u>40,899,600</u>    | <u>2,158,000</u>      |
| ALTCS Services Appropriation  |                      |                      |                       |
| General Fund  | 198,722,900          | 223,658,300          | 24,935,400            |
| County Fund   | 268,554,800          | 282,118,000          | 13,563,200            |
| PDR State   | 7,578,400            | 7,578,400            | -                     |
| PDR Federal   | 36,422,000           | 39,327,700           | 2,905,700             |
| Federal   | 985,134,200          | 1,058,599,400        | 73,465,200            |
| Total Funds   | <u>1,496,412,300</u> | <u>1,611,281,800</u> | <u>114,869,500</u>    |
| Notes:  |                      |                      |                       |
| 1) Nursing Facility Assessment is tracked in a separate subprogram. |                      |                      |                       |

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
ALTCS EPD**

**SFY 2019 Request vs. SFY 2018 Appropriation**

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
ALTCS LUMP SUM  
FISCAL YEAR 2019-2020 BUDGET REQUEST

|                    | <b>FY18 Actual</b>     | <b>FY19 Approp.</b>    | <b>FY19 Rebase</b>     | <b>FY20 Request</b>    | <b>FY20 Increase</b> |
|--------------------|------------------------|------------------------|------------------------|------------------------|----------------------|
| <b>General</b>     | \$145,987,248          | \$182,246,900          | \$194,377,100          | \$205,572,200          | \$23,325,300         |
| <b>PDR State</b>   | \$7,441,300            | \$7,578,400            | \$7,578,400            | \$7,578,400            | \$0                  |
| <b>County</b>      | \$264,673,200          | \$246,289,200          | \$262,682,000          | \$259,304,500          | \$13,015,300         |
| <b>Subtotal SM</b> | \$418,101,748          | \$436,114,500          | \$447,537,500          | \$472,455,100          | \$36,340,600         |
| <b>PDR FF</b>      | \$33,346,728           | \$36,422,000           | \$36,422,000           | \$39,327,700           | \$2,905,700          |
| <b>Federal</b>     | \$945,937,872          | \$985,134,200          | \$1,016,068,300        | \$1,058,599,400        | \$73,465,200         |
| <b>Subtotal FM</b> | \$979,284,600          | \$1,021,556,200        | \$1,052,490,300        | \$1,097,927,100        | \$76,370,900         |
| <b>Total</b>       | <u>\$1,397,386,348</u> | <u>\$1,457,670,700</u> | <u>\$1,500,027,800</u> | <u>\$1,570,382,200</u> | <u>\$112,711,500</u> |

ALTCs Expenditure Forecast Summary

|                                | SFY 2018<br>7/18 ACTUAL |                    |                    | SFY 2019<br>7/17 REBASE |                      |                    | SFY 2020<br>7/17 REQUEST |                      |                    |
|--------------------------------|-------------------------|--------------------|--------------------|-------------------------|----------------------|--------------------|--------------------------|----------------------|--------------------|
|                                | Total                   | Fed                | Non Fed            | Total                   | Fed                  | Non Fed            | Total                    | Fed                  | Non Fed            |
| <b>Capitation:</b>             |                         |                    |                    |                         |                      |                    |                          |                      |                    |
| EPD Prospective Capitation     | 1,135,325,759           | 791,663,400        | 343,662,359        | 1,184,753,900           | 827,304,600          | 357,449,300        | 1,239,116,800            | 861,936,200          | 377,180,600        |
| Tribal Case Management         | 4,792,957               | 2,396,600          | 2,396,357          | 4,908,800               | 2,454,400            | 2,454,400          | 5,052,500                | 2,526,200            | 2,526,300          |
| Prior Period Capitation        | 9,782,558               | 6,820,400          | 2,962,158          | 40,802,800              | 28,492,100           | 12,310,700         | 42,675,000               | 29,685,100           | 12,989,900         |
| Reconciliations                | -                       | -                  | -                  | 6,267,700               | 4,375,500            | 1,892,200          | 6,267,700                | 4,354,800            | 1,912,900          |
| Medicare Primary Care Rates    | -                       | -                  | -                  | -                       | -                    | -                  | -                        | -                    | -                  |
| ACA Health Insur. Fee          | -                       | -                  | -                  | 3,269,100               | 2,284,800            | 984,300            | -                        | -                    | -                  |
| <b>Total Capitation</b>        | <b>1,149,901,274</b>    | <b>800,880,400</b> | <b>349,020,874</b> | <b>1,240,002,300</b>    | <b>864,911,400</b>   | <b>375,090,900</b> | <b>1,293,112,000</b>     | <b>898,502,300</b>   | <b>394,609,700</b> |
| FFS Non-IHS                    | 124,671,300             | 86,930,400         | 37,740,900         | 132,600,500             | 92,593,200           | 40,007,300         | 143,260,500              | 99,649,000           | 43,611,500         |
| IHS Facilities Only            | 19,401,900              | 19,401,900         | -                  | 19,891,000              | 19,891,000           | -                  | 21,490,000               | 21,490,000           | -                  |
| FQHC                           | 491,900                 | 343,600            | 148,300            | 613,500                 | 428,300              | 185,200            | 613,500                  | 426,200              | 187,300            |
| Prior Quarter                  | 551,000                 | 384,600            | 166,400            | 150,900                 | 105,600              | 45,300             | -                        | -                    | -                  |
| <b>Total Fee-For-Service</b>   | <b>145,116,100</b>      | <b>107,060,500</b> | <b>38,055,600</b>  | <b>153,255,900</b>      | <b>113,018,100</b>   | <b>40,237,800</b>  | <b>165,364,000</b>       | <b>121,565,200</b>   | <b>43,798,800</b>  |
| Non-TBI                        | 39,722,500              | 27,669,700         | 12,052,800         | 42,629,400              | 29,771,700           | 12,857,700         | 44,596,800               | 31,038,800           | 13,558,000         |
| TBI                            | 14,355,100              | 10,001,200         | 4,353,900          | 13,015,200              | 9,088,600            | 3,926,600          | 13,221,700               | 9,197,000            | 4,024,700          |
| <b>Total Reinsurance</b>       | <b>54,077,600</b>       | <b>37,670,900</b>  | <b>16,406,700</b>  | <b>55,644,600</b>       | <b>38,860,300</b>    | <b>16,784,300</b>  | <b>57,818,500</b>        | <b>40,235,800</b>    | <b>17,582,700</b>  |
| <b>Total Medicare Premiums</b> | <b>48,291,374</b>       | <b>33,672,800</b>  | <b>14,618,574</b>  | <b>51,125,000</b>       | <b>35,700,500</b>    | <b>15,424,500</b>  | <b>54,087,700</b>        | <b>37,623,800</b>    | <b>16,463,900</b>  |
| <b>Total ALTCs</b>             | <b>1,397,386,348</b>    | <b>979,284,600</b> | <b>418,101,748</b> | <b>1,500,027,800</b>    | <b>1,052,490,300</b> | <b>447,537,500</b> | <b>1,570,382,200</b>     | <b>1,097,927,100</b> | <b>472,455,100</b> |

Notes:

1) Capitated expenditures for SFY17 are based on Date of Service and do not match AFIS which is based on Date of Payment.

ALTCs EPD PROGRAM EXPENDITURES - CAPITATION

TOTAL FUND

|                         | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL         |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| <u>FY 18 ACTUAL</u>     |            |            |            |            |            |            |            |            |            |            |            |            |               |
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |               |
| EPD                     | 92,573,377 | 93,291,048 | 93,459,160 | 94,186,748 | 94,551,481 | 96,526,622 | 94,692,150 | 95,064,438 | 94,642,388 | 95,422,996 | 95,331,852 | 95,583,498 | 1,135,325,759 |
| TRIBAL CASE MGMT.       | 396,760    | 401,696    | 401,165    | 400,932    | 400,399    | 399,791    | 396,220    | 400,140    | 399,422    | 398,392    | 399,505    | 398,535    | 4,792,957     |
| TOTAL REG CAP           | 92,970,137 | 93,692,744 | 93,860,325 | 94,587,680 | 94,951,881 | 96,926,413 | 95,088,370 | 95,464,578 | 95,041,810 | 95,821,388 | 95,731,357 | 95,982,032 | 1,140,118,716 |
| TOTAL PP CAP            | 796,684    | 977,555    | 769,406    | 917,818    | 871,756    | 728,066    | 708,203    | 713,036    | 853,052    | 743,089    | 845,778    | 858,116    | 9,782,558     |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| TOTAL CAPITATION SFY18: | 93,766,821 | 94,670,299 | 94,629,730 | 95,505,498 | 95,823,637 | 97,654,479 | 95,796,573 | 96,177,614 | 95,894,862 | 96,564,477 | 96,577,135 | 96,840,149 | 1,149,901,274 |

|                         | Jul-18     | Aug-18     | Sep-18     | Oct-18      | Nov-18      | Dec-18      | Jan-19      | Feb-19      | Mar-19      | Apr-19      | May-19      | Jun-19      | TOTAL         |
|-------------------------|------------|------------|------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| <u>FY 19 REBASE</u>     |            |            |            |             |             |             |             |             |             |             |             |             |               |
| REG CAPITATION:         |            |            |            |             |             |             |             |             |             |             |             |             |               |
| EPD                     | 94,960,000 | 95,069,900 | 95,115,400 | 99,421,300  | 99,549,300  | 99,518,300  | 99,916,300  | 99,929,400  | 100,070,700 | 100,213,600 | 100,416,100 | 100,573,600 | 1,184,753,900 |
| TRIBAL CASE MGMT.       | 400,800    | 401,000    | 401,200    | 410,900     | 411,200     | 411,400     | 411,600     | 411,800     | 412,000     | 412,100     | 412,300     | 412,500     | 4,908,800     |
| TOTAL REG CAP           | 95,360,800 | 95,470,900 | 95,516,600 | 99,832,200  | 99,960,500  | 99,929,700  | 100,327,900 | 100,341,200 | 100,482,700 | 100,625,700 | 100,828,400 | 100,986,100 | 1,189,662,700 |
| TOTAL PP CAP            | 3,270,400  | 3,274,200  | 3,275,800  | 3,424,100   | 3,428,500   | 3,427,400   | 3,441,100   | 3,441,600   | 3,446,400   | 3,451,300   | 3,458,300   | 3,463,700   | 40,802,800    |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -           | -           | 3,269,100   | -           | -           | -           | -           | -           | -           | 3,269,100     |
| RECONCILIATIONS         | -          | -          | -          | -           | -           | -           | 6,267,700   | -           | -           | -           | -           | -           | 6,267,700     |
| TOTAL CAPITATION SFY19: | 98,631,200 | 98,745,100 | 98,792,400 | 103,256,300 | 103,389,000 | 106,626,200 | 110,036,700 | 103,782,800 | 103,929,100 | 104,077,000 | 104,286,700 | 104,449,800 | 1,240,002,300 |

|                         | 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         |
|-------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| <u>FY 20 REQUEST</u>    |             |             |             |             |             |             |             |             |             |             |             |             |               |
| REG CAPITATION:         |             |             |             |             |             |             |             |             |             |             |             |             |               |
| EPD                     | 100,707,000 | 100,822,600 | 100,870,500 | 103,523,800 | 103,656,000 | 103,624,000 | 104,040,400 | 104,053,900 | 104,199,900 | 104,345,900 | 104,555,100 | 104,717,700 | 1,239,116,800 |
| TRIBAL CASE MGMT.       | 412,600     | 412,800     | 413,000     | 423,000     | 423,200     | 423,400     | 423,700     | 423,800     | 424,000     | 424,200     | 424,300     | 424,500     | 5,052,500     |
| TOTAL REG CAP           | 101,119,600 | 101,235,400 | 101,283,500 | 103,946,800 | 104,079,200 | 104,047,400 | 104,464,100 | 104,477,700 | 104,623,900 | 104,770,100 | 104,979,400 | 105,142,200 | 1,244,169,300 |
| TOTAL PP CAP            | 3,468,300   | 3,472,300   | 3,474,000   | 3,565,300   | 3,569,900   | 3,568,800   | 3,583,100   | 3,583,600   | 3,588,600   | 3,593,700   | 3,600,900   | 3,606,500   | 42,675,000    |
| ACA HEALTH INSURER FEE  | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| RECONCILIATIONS         | -           | -           | -           | -           | -           | -           | 6,267,700   | -           | -           | -           | -           | -           | 6,267,700     |
| TOTAL CAPITATION SFY20: | 104,587,900 | 104,707,700 | 104,757,500 | 107,512,100 | 107,649,100 | 107,616,200 | 114,314,900 | 108,061,300 | 108,212,500 | 108,363,800 | 108,580,300 | 108,748,700 | 1,293,112,000 |

ALCTS EPD PROGRAM EXPENDITURES - CAPITATION

FEDERAL FUND

FY 18 ACTUAL

|                         | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |             |
| EPD                     | 64,097,800 | 64,594,700 | 64,711,100 | 65,827,100 | 66,082,000 | 67,462,500 | 66,180,300 | 66,440,500 | 66,145,600 | 66,691,100 | 66,627,400 | 66,803,300 | 791,663,400 |
| TRIBAL CASE MGMT.       | 198,400    | 200,800    | 200,600    | 200,500    | 200,200    | 199,900    | 198,100    | 200,100    | 199,700    | 199,200    | 199,800    | 199,300    | 2,396,600   |
| TOTAL REG CAP           | 64,296,200 | 64,795,500 | 64,911,700 | 66,027,600 | 66,282,200 | 67,662,400 | 66,378,400 | 66,640,600 | 66,345,300 | 66,890,300 | 66,827,200 | 67,002,600 | 794,060,000 |
| TOTAL PP CAP            | 551,600    | 676,900    | 532,700    | 641,500    | 609,300    | 508,800    | 495,000    | 498,300    | 596,200    | 519,300    | 591,100    | 599,700    | 6,820,400   |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| TOTAL CAPITATION SFY18: | 64,847,800 | 65,472,400 | 65,444,400 | 66,669,100 | 66,891,500 | 68,171,200 | 66,873,400 | 67,138,900 | 66,941,500 | 67,409,600 | 67,418,300 | 67,602,300 | 800,880,400 |

FY 19 REBASE

|                         | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |             |
| EPD                     | 66,367,500 | 66,444,300 | 66,476,100 | 69,406,000 | 69,495,300 | 69,473,700 | 69,751,600 | 69,760,700 | 69,859,400 | 69,959,100 | 70,100,500 | 70,210,400 | 827,304,600 |
| TRIBAL CASE MGMT.       | 200,400    | 200,500    | 200,600    | 205,500    | 205,600    | 205,700    | 205,800    | 205,900    | 206,000    | 206,100    | 206,100    | 206,200    | 2,454,400   |
| TOTAL REG CAP           | 66,567,900 | 66,644,800 | 66,676,700 | 69,611,500 | 69,700,900 | 69,679,400 | 69,957,400 | 69,966,600 | 70,065,400 | 70,165,200 | 70,306,600 | 70,416,600 | 829,759,000 |
| TOTAL PP CAP            | 2,285,700  | 2,288,300  | 2,289,400  | 2,390,300  | 2,393,400  | 2,392,700  | 2,402,200  | 2,402,500  | 2,405,900  | 2,409,400  | 2,414,300  | 2,418,000  | 28,492,100  |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | 2,284,800  | -          | -          | -          | -          | -          | -          | 2,284,800   |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | 4,375,500  | -          | -          | -          | -          | -          | 4,375,500   |
| TOTAL CAPITATION SFY19: | 68,853,600 | 68,933,100 | 68,966,100 | 72,001,800 | 72,094,300 | 74,356,900 | 76,735,100 | 72,369,100 | 72,471,300 | 72,574,600 | 72,720,900 | 72,834,600 | 864,911,400 |

FY 20 REQUEST

|                         | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |             |
| EPD                     | 70,303,500 | 70,384,200 | 70,417,700 | 71,928,300 | 72,020,200 | 71,998,000 | 72,287,200 | 72,296,700 | 72,398,100 | 72,499,500 | 72,644,900 | 72,757,900 | 861,936,200 |
| TRIBAL CASE MGMT.       | 206,300    | 206,400    | 206,500    | 211,500    | 211,600    | 211,700    | 211,800    | 211,900    | 212,000    | 212,100    | 212,200    | 212,200    | 2,526,200   |
| TOTAL REG CAP           | 70,509,800 | 70,590,600 | 70,624,200 | 72,139,800 | 72,231,800 | 72,209,700 | 72,499,000 | 72,508,600 | 72,610,100 | 72,711,600 | 72,857,100 | 72,970,100 | 864,462,400 |
| TOTAL PP CAP            | 2,421,200  | 2,424,000  | 2,425,200  | 2,477,200  | 2,480,400  | 2,479,600  | 2,489,600  | 2,489,900  | 2,493,400  | 2,496,900  | 2,501,900  | 2,505,800  | 29,685,100  |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | 4,354,800  | -          | -          | -          | -          | -          | 4,354,800   |
| TOTAL CAPITATION SFY20: | 72,931,000 | 73,014,600 | 73,049,400 | 74,617,000 | 74,712,200 | 74,689,300 | 79,343,400 | 74,998,500 | 75,103,500 | 75,208,500 | 75,359,000 | 75,475,900 | 898,502,300 |

ALTCs EPD PROGRAM EXPENDITURES - CAPITATION

STATE FUND

|                         | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| <u>FY 18 ACTUAL</u>     |            |            |            |            |            |            |            |            |            |            |            |            |             |
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |             |
| EPD                     | 28,475,577 | 28,696,348 | 28,748,060 | 28,359,648 | 28,469,481 | 29,064,122 | 28,511,850 | 28,623,938 | 28,496,788 | 28,731,896 | 28,704,452 | 28,780,198 | 343,662,359 |
| TRIBAL CASE MGMT.       | 198,360    | 200,896    | 200,565    | 200,432    | 200,199    | 199,891    | 198,120    | 200,040    | 199,722    | 199,192    | 199,705    | 199,235    | 2,396,357   |
| TOTAL REG CAP           | 28,673,937 | 28,897,244 | 28,948,625 | 28,560,080 | 28,669,681 | 29,264,013 | 28,709,970 | 28,823,978 | 28,696,510 | 28,931,088 | 28,904,157 | 28,979,432 | 346,058,716 |
| TOTAL PP CAP            | 245,084    | 300,655    | 236,706    | 276,318    | 262,456    | 219,266    | 213,203    | 214,736    | 256,852    | 223,789    | 254,678    | 258,416    | 2,962,158   |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| TOTAL CAPITATION SFY17: | 28,919,021 | 29,197,899 | 29,185,330 | 28,836,398 | 28,932,137 | 29,483,279 | 28,923,173 | 29,038,714 | 28,953,362 | 29,154,877 | 29,158,835 | 29,237,849 | 349,020,874 |
| <u>FY 19 REBASE</u>     |            |            |            |            |            |            |            |            |            |            |            |            |             |
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |             |
| EPD                     | 28,592,500 | 28,625,600 | 28,639,300 | 30,015,300 | 30,054,000 | 30,044,600 | 30,164,700 | 30,168,700 | 30,211,300 | 30,254,500 | 30,315,600 | 30,363,200 | 357,449,300 |
| TRIBAL CASE MGMT.       | 200,400    | 200,500    | 200,600    | 205,400    | 205,600    | 205,700    | 205,800    | 205,900    | 206,000    | 206,000    | 206,200    | 206,300    | 2,454,400   |
| TOTAL REG CAP           | 28,792,900 | 28,826,100 | 28,839,900 | 30,220,700 | 30,259,600 | 30,250,300 | 30,370,500 | 30,374,600 | 30,417,300 | 30,460,500 | 30,521,800 | 30,569,500 | 359,903,700 |
| TOTAL PP CAP            | 984,700    | 985,900    | 986,400    | 1,033,800  | 1,035,100  | 1,034,700  | 1,038,900  | 1,039,100  | 1,040,500  | 1,041,900  | 1,044,000  | 1,045,700  | 12,310,700  |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | 984,300    | -          | -          | -          | -          | -          | -          | 984,300     |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | 1,892,200  | -          | -          | -          | -          | -          | 1,892,200   |
| TOTAL CAPITATION SFY19: | 29,777,600 | 29,812,000 | 29,826,300 | 31,254,500 | 31,294,700 | 32,269,300 | 33,301,600 | 31,413,700 | 31,457,800 | 31,502,400 | 31,565,800 | 31,615,200 | 375,090,900 |
| <u>FY 20 REQUEST</u>    |            |            |            |            |            |            |            |            |            |            |            |            |             |
| REG CAPITATION:         |            |            |            |            |            |            |            |            |            |            |            |            |             |
| EPD                     | 30,403,500 | 30,438,400 | 30,452,800 | 31,595,500 | 31,635,800 | 31,626,000 | 31,753,200 | 31,757,200 | 31,801,800 | 31,846,400 | 31,910,200 | 31,959,800 | 377,180,600 |
| TRIBAL CASE MGMT.       | 206,300    | 206,400    | 206,500    | 211,500    | 211,600    | 211,700    | 211,900    | 211,900    | 212,000    | 212,100    | 212,100    | 212,300    | 2,526,300   |
| TOTAL REG CAP           | 30,609,800 | 30,644,800 | 30,659,300 | 31,807,000 | 31,847,400 | 31,837,700 | 31,965,100 | 31,969,100 | 32,013,800 | 32,058,500 | 32,122,300 | 32,172,100 | 379,706,900 |
| TOTAL PP CAP            | 1,047,100  | 1,048,300  | 1,048,800  | 1,088,100  | 1,089,500  | 1,089,200  | 1,093,500  | 1,093,700  | 1,095,200  | 1,096,800  | 1,099,000  | 1,100,700  | 12,989,900  |
| ACA HEALTH INSURER FEE  | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| RECONCILIATIONS         | -          | -          | -          | -          | -          | -          | 1,912,900  | -          | -          | -          | -          | -          | 1,912,900   |
| TOTAL CAPITATION SFY20: | 31,656,900 | 31,693,100 | 31,708,100 | 32,895,100 | 32,936,900 | 32,926,900 | 34,971,500 | 33,062,800 | 33,109,000 | 33,155,300 | 33,221,300 | 33,272,800 | 394,609,700 |

ALTCs EPD MEDICARE EXPENDITURES

TOTAL FUND

| FY 18 ACTUAL  | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|---------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| PART A        | 280,970   | 287,260   | 286,598   | 288,498   | 286,161   | 288,249   | 292,888   | 292,293   | 294,639   | 288,246   | 287,085   | 318,925   | 3,491,812  |
| PART B        | 3,693,777 | 3,700,201 | 3,713,722 | 3,721,285 | 3,742,902 | 3,719,316 | 3,768,922 | 3,745,523 | 3,722,425 | 3,745,981 | 3,748,786 | 3,776,722 | 44,799,562 |
| TOTAL         | 3,974,747 | 3,987,461 | 4,000,320 | 4,009,783 | 4,029,063 | 4,007,566 | 4,061,810 | 4,037,816 | 4,017,064 | 4,034,226 | 4,035,871 | 4,095,647 | 48,291,374 |
| FED SHARE     | 2,752,100 | 2,760,900 | 2,769,800 | 2,802,400 | 2,815,900 | 2,800,900 | 2,838,800 | 2,822,000 | 2,807,500 | 2,819,500 | 2,820,700 | 2,862,300 | 33,672,800 |
| STATE SHARE   | 1,222,647 | 1,226,561 | 1,230,520 | 1,207,383 | 1,213,163 | 1,206,666 | 1,223,010 | 1,215,816 | 1,209,564 | 1,214,726 | 1,215,171 | 1,233,347 | 14,618,574 |
| MEMBER MONTHS | 26,483    | 26,591    | 26,717    | 26,786    | 26,912    | 26,874    | 26,717    | 26,815    | 26,685    | 26,881    | 26,839    | 26,954    | 321,255    |
| PMPM          |           |           |           |           |           |           |           |           |           |           |           |           |            |
| PART A        | 10.61     | 10.80     | 10.73     | 10.77     | 10.63     | 10.73     | 10.96     | 10.90     | 11.04     | 10.72     | 10.70     | 11.83     | 10.87      |
| PART B        | 139.48    | 139.15    | 139.00    | 138.93    | 139.08    | 138.40    | 141.07    | 139.68    | 139.50    | 139.35    | 139.67    | 140.12    | 139.45     |
| FY 19 REBASE  | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
| PART A        | 303,000   | 303,300   | 303,500   | 303,900   | 304,200   | 304,200   | 307,800   | 307,800   | 308,300   | 308,700   | 309,300   | 309,800   | 3,673,800  |
| PART B        | 3,843,800 | 3,848,300 | 3,850,100 | 3,855,100 | 3,860,100 | 3,858,900 | 4,044,900 | 4,045,400 | 4,051,100 | 4,056,900 | 4,065,100 | 4,071,500 | 47,451,200 |
| TOTAL         | 4,146,800 | 4,151,600 | 4,153,600 | 4,159,000 | 4,164,300 | 4,163,100 | 4,352,700 | 4,353,200 | 4,359,400 | 4,365,600 | 4,374,400 | 4,381,300 | 51,125,000 |
| FED SHARE     | 2,898,200 | 2,901,600 | 2,903,000 | 2,903,400 | 2,907,100 | 2,906,300 | 3,038,600 | 3,039,000 | 3,043,300 | 3,047,600 | 3,053,800 | 3,058,600 | 35,700,500 |
| STATE SHARE   | 1,248,600 | 1,250,000 | 1,250,600 | 1,255,600 | 1,257,200 | 1,256,800 | 1,314,100 | 1,314,200 | 1,316,100 | 1,318,000 | 1,320,600 | 1,322,700 | 15,424,500 |
| MEMBER MONTHS | 27,480    | 27,512    | 27,525    | 27,561    | 27,596    | 27,588    | 27,481    | 27,485    | 27,524    | 27,563    | 27,619    | 27,662    | 330,596    |
| PMPM          |           |           |           |           |           |           |           |           |           |           |           |           |            |
| PART A        | 11.03     | 11.03     | 11.03     | 11.03     | 11.03     | 11.03     | 11.20     | 11.20     | 11.20     | 11.20     | 11.20     | 11.20     | 11.11      |
| PART B        | 139.90    | 139.90    | 139.90    | 139.90    | 139.90    | 139.90    | 147.21    | 147.21    | 147.21    | 147.21    | 147.21    | 147.21    | 143.53     |
| FY 20 REQUEST | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
| PART A        | 310,200   | 310,600   | 310,700   | 311,100   | 311,500   | 311,400   | 315,200   | 315,200   | 315,600   | 316,100   | 316,700   | 317,200   | 3,761,500  |
| PART B        | 4,076,900 | 4,081,600 | 4,083,500 | 4,088,700 | 4,093,900 | 4,092,700 | 4,290,000 | 4,290,600 | 4,296,600 | 4,302,600 | 4,311,200 | 4,317,900 | 50,326,200 |
| TOTAL         | 4,387,100 | 4,392,200 | 4,394,200 | 4,399,800 | 4,405,400 | 4,404,100 | 4,605,200 | 4,605,800 | 4,612,200 | 4,618,700 | 4,627,900 | 4,635,100 | 54,087,700 |
| FED SHARE     | 3,062,600 | 3,066,200 | 3,067,600 | 3,057,000 | 3,060,900 | 3,060,000 | 3,199,700 | 3,200,100 | 3,204,600 | 3,209,100 | 3,215,500 | 3,220,500 | 37,623,800 |
| STATE SHARE   | 1,324,500 | 1,326,000 | 1,326,600 | 1,342,800 | 1,344,500 | 1,344,100 | 1,405,500 | 1,405,700 | 1,407,600 | 1,409,600 | 1,412,400 | 1,414,600 | 16,463,900 |
| MEMBER MONTHS | 27,699    | 27,731    | 27,744    | 27,779    | 27,815    | 27,806    | 27,699    | 27,703    | 27,742    | 27,781    | 27,836    | 27,880    | 333,214    |
| PMPM          |           |           |           |           |           |           |           |           |           |           |           |           |            |
| PART A        | 11.20     | 11.20     | 11.20     | 11.20     | 11.20     | 11.20     | 11.38     | 11.97     | 12.38     | 12.38     | 12.38     | 12.38     | 11.29      |
| PART B        | 147.21    | 147.21    | 147.21    | 147.21    | 147.21    | 147.21    | 154.90    | 154.90    | 154.90    | 154.90    | 154.90    | 154.90    | 151.03     |

ALTCs EPD REINSURANCE EXPENDITURES

**TOTAL FUND**

| <u>FY 18 ACTUAL</u>             | <u>Jul-17</u>    | <u>Aug-17</u>    | <u>Sep-17</u>    | <u>Oct-17</u>    | <u>Nov-17</u>    | <u>Dec-17</u>    | <u>Jan-18</u>    | <u>Feb-18</u>    | <u>Mar-18</u>    | <u>Apr-18</u>    | <u>May-18</u>    | <u>Jun-18</u>    | <u>TOTAL</u>      |
|---------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|-------------------|
| Reg. Reinsurance                | 4,891,760        | 4,148,518        | 5,188,702        | 5,384,292        | 4,827,028        | 3,957,455        | 2,224,231        | 911,621          | 1,794,431        | 2,042,596        | 2,217,903        | 2,133,980        | 39,722,518        |
| TBI                             | 1,631,623        | 1,478,833        | 1,752,233        | 1,241,606        | 742,673          | 972,720          | 1,105,847        | 868,674          | 971,350          | 1,800,532        | 676,419          | 1,112,638        | 14,355,148        |
| <b>TOTAL REINSURANCE SFY 18</b> | <b>6,523,383</b> | <b>5,627,351</b> | <b>6,940,935</b> | <b>6,625,898</b> | <b>5,569,701</b> | <b>4,930,176</b> | <b>3,330,077</b> | <b>1,780,295</b> | <b>2,765,782</b> | <b>3,843,128</b> | <b>2,894,321</b> | <b>3,246,619</b> | <b>54,077,666</b> |
| <u>FY 19 REBASE</u>             | <u>Jul-18</u>    | <u>Aug-18</u>    | <u>Sep-18</u>    | <u>Oct-18</u>    | <u>Nov-18</u>    | <u>Dec-18</u>    | <u>Jan-19</u>    | <u>Feb-19</u>    | <u>Mar-19</u>    | <u>Apr-19</u>    | <u>May-19</u>    | <u>Jun-19</u>    | <u>TOTAL</u>      |
| Reg. Reinsurance                | 5,269,100        | 4,455,000        | 5,548,900        | 5,751,700        | 5,150,100        | 4,177,500        | 2,360,600        | 968,000          | 1,911,800        | 2,173,600        | 2,570,000        | 2,293,100        | 42,629,400        |
| TBI                             | 1,065,000        | 1,065,000        | 1,059,300        | 1,099,500        | 1,099,500        | 1,093,700        | 1,093,700        | 1,093,700        | 1,087,900        | 1,087,900        | 1,087,900        | 1,082,100        | 13,015,200        |
| <b>TOTAL REINSURANCE SFY 19</b> | <b>6,334,100</b> | <b>5,520,000</b> | <b>6,608,200</b> | <b>6,851,200</b> | <b>6,249,600</b> | <b>5,271,200</b> | <b>3,454,300</b> | <b>2,061,700</b> | <b>2,999,700</b> | <b>3,261,500</b> | <b>3,657,900</b> | <b>3,375,200</b> | <b>55,644,600</b> |
| <u>FY 20 REQUEST</u>            | <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. Reinsurance                | 5,512,500        | 4,660,700        | 5,805,100        | 6,017,100        | 5,387,700        | 4,370,300        | 2,469,600        | 1,012,700        | 2,000,100        | 2,273,800        | 2,688,500        | 2,398,700        | 44,596,800        |
| TBI                             | 1,082,100        | 1,082,100        | 1,076,300        | 1,117,100        | 1,117,100        | 1,111,000        | 1,111,000        | 1,111,000        | 1,105,000        | 1,105,000        | 1,105,000        | 1,099,000        | 13,221,700        |
| <b>TOTAL REINSURANCE SFY 20</b> | <b>6,594,600</b> | <b>5,742,800</b> | <b>6,881,400</b> | <b>7,134,200</b> | <b>6,504,800</b> | <b>5,481,300</b> | <b>3,580,600</b> | <b>2,123,700</b> | <b>3,105,100</b> | <b>3,378,800</b> | <b>3,793,500</b> | <b>3,497,700</b> | <b>57,818,500</b> |

ALTCs EPD REINSURANCE EXPENDITURES

FEDERAL FUND

|                          | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>TOTAL</u> |
|--------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
| <u>FY 18 ACTUAL</u>      |               |               |               |               |               |               |               |               |               |               |               |               |              |
| Reg. Reinsurance         | 3,387,100     | 2,872,400     | 3,592,800     | 3,763,100     | 3,373,600     | 2,765,900     | 1,554,500     | 637,100       | 1,254,100     | 1,427,600     | 1,550,100     | 1,491,400     | 27,669,700   |
| TBI                      | 1,129,700     | 1,023,900     | 1,213,200     | 867,800       | 519,100       | 679,800       | 772,900       | 607,100       | 678,900       | 1,258,400     | 472,700       | 777,700       | 10,001,200   |
| TOTAL REINSURANCE SFY 18 | 4,516,800     | 3,896,300     | 4,806,000     | 4,630,900     | 3,892,700     | 3,445,700     | 2,327,400     | 1,244,200     | 1,933,000     | 2,686,000     | 2,022,800     | 2,269,100     | 37,670,900   |
| <u>FY 19 REBASE</u>      |               |               |               |               |               |               |               |               |               |               |               |               |              |
| Reg. Reinsurance         | 3,682,600     | 3,113,600     | 3,878,100     | 4,015,200     | 3,595,300     | 2,916,300     | 1,647,900     | 675,700       | 1,334,700     | 1,517,400     | 1,794,100     | 1,600,800     | 29,771,700   |
| TBI                      | 744,300       | 744,300       | 740,400       | 767,600       | 767,600       | 763,500       | 763,500       | 763,500       | 759,500       | 759,500       | 759,500       | 755,400       | 9,088,600    |
| TOTAL REINSURANCE SFY 19 | 4,426,900     | 3,857,900     | 4,618,500     | 4,782,800     | 4,362,900     | 3,679,800     | 2,411,400     | 1,439,200     | 2,094,200     | 2,276,900     | 2,553,600     | 2,356,200     | 38,860,300   |
| <u>FY 20 REQUEST</u>     |               |               |               |               |               |               |               |               |               |               |               |               |              |
| Reg. Reinsurance         | 3,848,300     | 3,253,600     | 4,052,600     | 4,180,700     | 3,743,400     | 3,036,500     | 1,715,900     | 703,600       | 1,389,700     | 1,579,900     | 1,868,000     | 1,666,600     | 31,038,800   |
| TBI                      | 755,400       | 755,400       | 751,300       | 776,100       | 776,100       | 771,900       | 771,900       | 771,900       | 767,800       | 767,800       | 767,800       | 763,600       | 9,197,000    |
| TOTAL REINSURANCE SFY 20 | 4,603,700     | 4,009,000     | 4,803,900     | 4,956,800     | 4,519,500     | 3,808,400     | 2,487,800     | 1,475,500     | 2,157,500     | 2,347,700     | 2,635,800     | 2,430,200     | 40,235,800   |

ALTCs EPD REINSURANCE EXPENDITURES

STATE FUND

|                         | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>TOTAL</u> |
|-------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
| <u>FY 18 ACTUAL</u>     |               |               |               |               |               |               |               |               |               |               |               |               |              |
| Reg. Reinsurance        | 1,504,660     | 1,276,118     | 1,595,902     | 1,621,192     | 1,453,428     | 1,191,555     | 669,731       | 274,521       | 540,331       | 614,996       | 667,803       | 642,380       | 12,052,818   |
| TBI                     | 501,923       | 454,933       | 539,033       | 373,806       | 223,573       | 292,920       | 332,947       | 261,574       | 292,450       | 542,132       | 203,719       | 334,938       | 4,353,948    |
| TOTAL REINSURANCE SFY18 | 2,006,583     | 1,731,051     | 2,134,935     | 1,994,998     | 1,677,001     | 1,484,476     | 1,002,677     | 536,095       | 832,782       | 1,157,128     | 871,521       | 977,519       | 16,406,766   |
| <u>FY 19 REBASE</u>     |               |               |               |               |               |               |               |               |               |               |               |               |              |
| Reg. Reinsurance        | 1,586,500     | 1,341,400     | 1,670,800     | 1,736,500     | 1,554,800     | 1,261,200     | 712,700       | 292,300       | 577,100       | 656,200       | 775,900       | 692,300       | 12,857,700   |
| TBI                     | 320,700       | 320,700       | 318,900       | 331,900       | 331,900       | 330,200       | 330,200       | 330,200       | 328,400       | 328,400       | 328,400       | 326,700       | 3,926,600    |
| TOTAL REINSURANCE SFY19 | 1,907,200     | 1,662,100     | 1,989,700     | 2,068,400     | 1,886,700     | 1,591,400     | 1,042,900     | 622,500       | 905,500       | 984,600       | 1,104,300     | 1,019,000     | 16,784,300   |
| <u>FY 20 REQUEST</u>    |               |               |               |               |               |               |               |               |               |               |               |               |              |
| Reg. Reinsurance        | 1,664,200     | 1,407,100     | 1,752,500     | 1,836,400     | 1,644,300     | 1,333,800     | 753,700       | 309,100       | 610,400       | 693,900       | 820,500       | 732,100       | 13,558,000   |
| TBI                     | 326,700       | 326,700       | 325,000       | 341,000       | 341,000       | 339,100       | 339,100       | 339,100       | 337,200       | 337,200       | 337,200       | 335,400       | 4,024,700    |
| TOTAL REINSURANCE SFY20 | 1,990,900     | 1,733,800     | 2,077,500     | 2,177,400     | 1,985,300     | 1,672,900     | 1,092,800     | 648,200       | 947,600       | 1,031,100     | 1,157,700     | 1,067,500     | 17,582,700   |

ALTCs EPD FFS EXPENDITURES

TOTAL FUND

\$ 618.79 \$ 665.06

FY 18 ACTUAL

|                                | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|--------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| IHS NON-FACILITY PRIOR QUARTER | 9,799,948  | 11,792,304 | 9,537,136  | 9,061,954  | 11,330,732 | 10,362,216 | 11,615,594 | 9,342,527  | 10,564,642 | 9,762,520  | 11,747,857 | 9,753,862  | 124,671,300 |
| IHS FACILITY                   | 31,031     | 30,711     | 36,439     | 64,876     | 58,497     | 27,138     | 119,744    | 29,653     | 20,602     | 40,422     | 40,570     | 51,341     | 551,024     |
|                                | 1,273,533  | 2,982,936  | 1,488,845  | 1,345,887  | 1,399,995  | 1,411,958  | 1,674,723  | 1,464,112  | 1,552,989  | 1,583,766  | 1,949,157  | 1,273,960  | 19,401,861  |
| IHS TOTAL                      | 11,104,512 | 14,805,951 | 11,062,419 | 10,472,717 | 12,789,224 | 11,801,312 | 13,410,061 | 10,836,292 | 12,138,233 | 11,386,709 | 13,737,584 | 11,079,162 | 144,624,176 |
| FQHC                           | -          | -          | 6,256      | -          | -          | 16,520     | 270,686    | 194,088    | 5,148      | (815)      | -          | -          | 491,883     |

TOTAL FFS 11,104,512 14,805,951 11,068,675 10,472,717 12,789,224 11,817,832 13,680,748 11,030,379 12,143,381 11,385,894 13,737,584 11,079,162 145,116,059

FY 19 REBASE

|                                | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|--------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| IHS NON-FACILITY PRIOR QUARTER | 9,633,600  | 12,047,100 | 9,641,700  | 12,958,700 | 10,372,900 | 10,378,900 | 12,981,200 | 10,389,000 | 10,393,000 | 10,397,100 | 13,001,700 | 10,405,600 | 132,600,500 |
| IHS FACILITY                   | 46,400     | 58,100     | 46,400     | -          | -          | -          | -          | -          | -          | -          | -          | -          | 150,900     |
|                                | 1,471,100  | 1,839,700  | 1,472,400  | 1,841,200  | 1,473,800  | 1,474,700  | 1,982,300  | 1,586,500  | 1,587,100  | 1,587,700  | 1,985,500  | 1,589,000  | 19,891,000  |
| IHS TOTAL                      | 11,151,100 | 13,944,900 | 11,160,500 | 14,799,900 | 11,846,700 | 11,853,600 | 14,963,500 | 11,975,500 | 11,980,100 | 11,984,800 | 14,987,200 | 11,994,600 | 152,642,400 |
| FQHC                           | -          | -          | -          | -          | -          | -          | 613,500    | -          | -          | -          | -          | -          | 613,500     |

TOTAL FFS 11,151,100 13,944,900 11,160,500 14,799,900 11,846,700 11,853,600 15,577,000 11,975,500 11,980,100 11,984,800 14,987,200 11,994,600 153,255,900

FY 20 REQUEST

|                                | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|--------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| IHS NON-FACILITY PRIOR QUARTER | 13,012,300 | 10,414,100 | 10,418,300 | 14,002,400 | 11,207,600 | 11,213,300 | 14,023,700 | 11,223,400 | 11,227,700 | 14,040,200 | 11,236,500 | 11,241,000 | 143,260,500 |
| IHS FACILITY                   | 1,987,100  | 1,590,300  | 1,591,000  | 1,989,500  | 1,592,400  | 1,593,200  | 2,141,500  | 1,713,900  | 1,714,600  | 2,144,000  | 1,715,900  | 1,716,600  | 21,490,000  |
| IHS TOTAL                      | 14,999,400 | 12,004,400 | 12,009,300 | 15,991,900 | 12,800,000 | 12,806,500 | 16,165,200 | 12,937,300 | 12,942,300 | 16,184,200 | 12,952,400 | 12,957,600 | 164,750,500 |
| FQHC                           | -          | -          | -          | -          | -          | -          | 613,500.00 | -          | -          | -          | -          | -          | 613,500     |

TOTAL FFS 14,999,400 12,004,400 12,009,300 15,991,900 12,800,000 12,806,500 16,778,700 12,937,300 12,942,300 16,184,200 12,952,400 12,957,600 165,364,000

ALTCES EPD FFS EXPENDITURES

FEDERAL FUND

FY 18 ACTUAL

|                                   | Jul-17    | Aug-17     | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18     | Feb-18    | Mar-18    | Apr-18    | May-18     | Jun-18    | TOTAL       |
|-----------------------------------|-----------|------------|-----------|-----------|-----------|-----------|------------|-----------|-----------|-----------|------------|-----------|-------------|
| IHS NON-FACILITY<br>PRIOR QUARTER | 6,785,500 | 8,165,000  | 6,603,500 | 6,333,400 | 7,919,000 | 7,242,200 | 8,118,100  | 6,529,500 | 7,383,600 | 6,823,000 | 8,210,600  | 6,817,000 | 86,930,400  |
| IHS FACILITY                      | 21,500    | 21,300     | 25,200    | 45,300    | 40,900    | 19,000    | 83,700     | 20,700    | 14,400    | 28,300    | 28,400     | 35,900    | 384,600     |
|                                   | 1,273,533 | 2,982,936  | 1,488,845 | 1,345,887 | 1,399,995 | 1,411,958 | 1,674,723  | 1,464,112 | 1,552,989 | 1,583,766 | 1,949,157  | 1,273,960 | 19,401,900  |
| IHS TOTAL                         | 8,080,500 | 11,169,200 | 8,117,500 | 7,724,600 | 9,359,900 | 8,673,200 | 9,876,500  | 8,014,300 | 8,951,000 | 8,435,100 | 10,188,200 | 8,126,900 | 106,716,900 |
| FQHC                              | -         | -          | 4,300     | -         | -         | 11,500    | 189,200    | 135,600   | 3,600     | (600)     | -          | -         | 343,600     |
| TOTAL FFS                         | 8,080,500 | 11,169,200 | 8,121,800 | 7,724,600 | 9,359,900 | 8,684,700 | 10,065,700 | 8,149,900 | 8,954,600 | 8,434,500 | 10,188,200 | 8,126,900 | 107,060,500 |

FY 19 REBASE

|                                   | Jul-18    | Aug-18     | Sep-18    | Oct-18     | Nov-18    | Dec-18    | Jan-19     | Feb-19    | Mar-19    | Apr-19    | May-19     | Jun-19    | TOTAL       |
|-----------------------------------|-----------|------------|-----------|------------|-----------|-----------|------------|-----------|-----------|-----------|------------|-----------|-------------|
| IHS NON-FACILITY<br>PRIOR QUARTER | 6,732,900 | 8,419,700  | 6,738,600 | 9,046,400  | 7,241,300 | 7,245,500 | 9,062,100  | 7,252,500 | 7,255,400 | 7,258,200 | 9,076,500  | 7,264,100 | 92,593,200  |
| IHS FACILITY                      | 32,500    | 40,600     | 32,500    | -          | -         | -         | -          | -         | -         | -         | -          | -         | 105,600     |
|                                   | 1,471,100 | 1,839,700  | 1,472,400 | 1,841,200  | 1,473,800 | 1,474,700 | 1,982,300  | 1,586,500 | 1,587,100 | 1,587,700 | 1,985,500  | 1,589,000 | 19,891,000  |
| IHS TOTAL                         | 8,236,500 | 10,300,000 | 8,243,500 | 10,887,600 | 8,715,100 | 8,720,200 | 11,044,400 | 8,839,000 | 8,842,500 | 8,845,900 | 11,062,000 | 8,853,100 | 112,589,800 |
| FQHC                              | -         | -          | -         | -          | -         | -         | 428,300    | -         | -         | -         | -          | -         | 428,300     |
| TOTAL FFS                         | 8,236,500 | 10,300,000 | 8,243,500 | 10,887,600 | 8,715,100 | 8,720,200 | 11,472,700 | 8,839,000 | 8,842,500 | 8,845,900 | 11,062,000 | 8,853,100 | 113,018,100 |

FY 20 REQUEST

|                                   | Jul-19     | Aug-19    | Sep-19    | Oct-19     | Nov-19    | Dec-19    | Jan-20     | Feb-20    | Mar-20    | Apr-20     | May-20    | Jun-20    | TOTAL       |
|-----------------------------------|------------|-----------|-----------|------------|-----------|-----------|------------|-----------|-----------|------------|-----------|-----------|-------------|
| IHS NON-FACILITY<br>PRIOR QUARTER | 9,083,900  | 7,270,100 | 7,273,000 | 9,728,800  | 7,787,000 | 7,791,000 | 9,743,700  | 7,798,000 | 7,801,000 | 9,755,100  | 7,807,200 | 7,810,200 | 99,649,000  |
| IHS FACILITY                      | 1,987,100  | 1,590,300 | 1,591,000 | 1,989,500  | 1,592,400 | 1,593,200 | 2,141,500  | 1,713,900 | 1,714,600 | 2,144,000  | 1,715,900 | 1,716,600 | 21,490,000  |
| IHS TOTAL                         | 11,071,000 | 8,860,400 | 8,864,000 | 11,718,300 | 9,379,400 | 9,384,200 | 11,885,200 | 9,511,900 | 9,515,600 | 11,899,100 | 9,523,100 | 9,526,800 | 121,139,000 |
| FQHC                              | -          | -         | -         | -          | -         | -         | 426,200    | -         | -         | -          | -         | -         | 426,200     |
| TOTAL FFS                         | 11,071,000 | 8,860,400 | 8,864,000 | 11,718,300 | 9,379,400 | 9,384,200 | 12,311,400 | 9,511,900 | 9,515,600 | 11,899,100 | 9,523,100 | 9,526,800 | 121,565,200 |

ALTCS EPD FFS EXPENDITURES

STATE FUND

| <u>FY 18 ACTUAL</u>               | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>TOTAL</u> |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
| IHS NON-FACILITY<br>PRIOR QUARTER | 3,014,448     | 3,627,304     | 2,933,636     | 2,728,554     | 3,411,732     | 3,120,016     | 3,497,494     | 2,813,027     | 3,181,042     | 2,939,520     | 3,537,257     | 2,936,862     | 37,740,891   |
| IHS FACILITY                      | 9,551         | 9,411         | 11,239        | 19,576        | 17,597        | 8,138         | 36,044        | 8,953         | 6,202         | 12,122        | 12,170        | 15,441        | 166,424      |
| IHS TOTAL                         | 3,023,978     | 3,636,715     | 2,944,875     | 2,748,130     | 3,429,329     | 3,128,154     | 3,533,538     | 2,821,979     | 3,187,244     | 2,951,643     | 3,549,427     | 2,952,303     | 37,907,315   |
| FQHC                              | -             | -             | 1,956         | -             | -             | 5,020         | 81,486        | 58,488        | 1,548         | (215)         | -             | -             | 148,283      |
| TOTAL FFS                         | 3,023,978     | 3,636,715     | 2,946,830     | 2,748,130     | 3,429,329     | 3,133,173     | 3,615,025     | 2,880,467     | 3,188,792     | 2,951,428     | 3,549,427     | 2,952,303     | 38,055,598   |

| <u>FY 19 REBASE</u>               | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>TOTAL</u> |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
| IHS NON-FACILITY<br>PRIOR QUARTER | 2,900,700     | 3,627,400     | 2,903,100     | 3,912,300     | 3,131,600     | 3,133,400     | 3,919,100     | 3,136,500     | 3,137,600     | 3,138,900     | 3,925,200     | 3,141,500     | 40,007,300   |
| IHS FACILITY                      | 13,900        | 17,500        | 13,900        | -             | -             | -             | -             | -             | -             | -             | -             | -             | 45,300       |
| IHS TOTAL                         | 2,914,600     | 3,644,900     | 2,917,000     | 3,912,300     | 3,131,600     | 3,133,400     | 3,919,100     | 3,136,500     | 3,137,600     | 3,138,900     | 3,925,200     | 3,141,500     | 40,052,600   |
| FQHC                              | -             | -             | -             | -             | -             | -             | 185,200       | -             | -             | -             | -             | -             | 185,200      |
| TOTAL FFS                         | 2,914,600     | 3,644,900     | 2,917,000     | 3,912,300     | 3,131,600     | 3,133,400     | 4,104,300     | 3,136,500     | 3,137,600     | 3,138,900     | 3,925,200     | 3,141,500     | 40,237,800   |

| <u>FY 20 REQUEST</u>              | <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<br>PRIOR QUARTER | 3,928,400     | 3,144,000     | 3,145,300     | 4,273,600     | 3,420,600     | 3,422,300     | 4,280,000     | 3,425,400     | 3,426,700     | 4,285,100     | 3,429,300     | 3,430,800     | 43,611,500   |
| IHS FACILITY                      | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             | -            |
| IHS TOTAL                         | 3,928,400     | 3,144,000     | 3,145,300     | 4,273,600     | 3,420,600     | 3,422,300     | 4,280,000     | 3,425,400     | 3,426,700     | 4,285,100     | 3,429,300     | 3,430,800     | 43,611,500   |
| FQHC                              | -             | -             | -             | -             | -             | -             | 187,300       | -             | -             | -             | -             | -             | 187,300      |
| TOTAL FFS                         | 3,928,400     | 3,144,000     | 3,145,300     | 4,273,600     | 3,420,600     | 3,422,300     | 4,467,300     | 3,425,400     | 3,426,700     | 4,285,100     | 3,429,300     | 3,430,800     | 43,798,800   |

ALTCES EPD PROGRAM EXPENDITURES - ALL

TOTAL FUND

| <u>FY 18 ACTUAL</u> | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>TOTAL</u>  |
|---------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| CAPITATION:         | 93,766,821    | 94,670,299    | 94,629,730    | 95,505,498    | 95,823,637    | 97,654,479    | 95,796,573    | 96,177,614    | 95,894,862    | 96,564,477    | 96,577,135    | 96,840,149    | 1,149,901,274 |
| REINSURANCE         | 6,523,383     | 5,627,351     | 6,940,935     | 6,625,898     | 5,569,701     | 4,930,176     | 3,330,077     | 1,780,295     | 2,765,782     | 3,843,128     | 2,894,321     | 3,246,619     | 54,077,666    |
| FEE-FOR-SERVICE     | 11,104,512    | 14,805,951    | 11,068,675    | 10,472,717    | 12,789,224    | 11,817,832    | 13,680,748    | 11,030,379    | 12,143,381    | 11,385,894    | 13,737,584    | 11,079,162    | 145,116,059   |
| MEDICARE PREMIUMS   | 3,974,747     | 3,987,461     | 4,000,320     | 4,009,783     | 4,029,063     | 4,007,566     | 4,061,810     | 4,037,816     | 4,017,064     | 4,034,226     | 4,035,871     | 4,095,647     | 48,291,374    |
| HIF                 |               |               |               |               |               |               |               |               |               |               |               |               |               |
| TOTAL               | 115,369,462   | 119,091,062   | 116,639,659   | 116,613,897   | 118,211,625   | 118,410,052   | 116,869,208   | 115,026,103   | 114,821,089   | 115,827,726   | 117,244,912   | 115,261,577   | 1,397,386,372 |

| <u>FY 19 REBASE</u> | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>TOTAL</u>  |
|---------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| CAPITATION:         | 98,631,200    | 98,745,100    | 98,792,400    | 103,256,300   | 103,389,000   | 103,357,100   | 110,036,700   | 103,782,800   | 103,929,100   | 104,077,000   | 104,286,700   | 104,449,800   | 1,236,733,200 |
| REINSURANCE         | 6,334,100     | 5,520,000     | 6,608,200     | 6,851,200     | 6,249,600     | 5,271,200     | 3,454,300     | 2,061,700     | 2,999,700     | 3,261,500     | 3,657,900     | 3,575,200     | 55,644,600    |
| FEE-FOR-SERVICE     | 11,151,100    | 13,944,900    | 11,160,500    | 14,799,900    | 11,846,700    | 11,853,600    | 15,577,000    | 11,975,500    | 11,980,100    | 11,984,800    | 14,987,200    | 11,994,600    | 153,255,900   |
| MEDICARE PREMIUMS   | 4,146,800     | 4,151,600     | 4,153,600     | 4,159,000     | 4,164,300     | 4,163,100     | 4,352,700     | 4,353,500     | 4,359,400     | 4,363,600     | 4,374,400     | 4,381,300     | 51,125,000    |
| HIF                 |               |               |               |               |               | 3,269,100     |               |               |               |               |               |               | 3,269,100     |
| TOTAL               | 120,263,200   | 122,561,600   | 120,714,700   | 129,066,400   | 125,649,600   | 127,914,100   | 133,420,700   | 122,173,200   | 123,268,300   | 123,688,900   | 127,306,200   | 124,200,900   | 1,500,027,800 |

| <u>FY 20 REQUEST</u> | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>TOTAL</u>  |
|----------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| CAPITATION:          | 104,587,900   | 104,707,700   | 104,757,500   | 107,512,100   | 107,649,100   | 107,616,200   | 114,314,900   | 108,061,300   | 108,212,500   | 108,563,800   | 108,580,300   | 108,748,700   | 1,293,112,000 |
| REINSURANCE          | 6,594,600     | 5,742,800     | 6,881,400     | 7,134,200     | 6,504,800     | 5,481,300     | 3,580,600     | 2,123,700     | 3,105,100     | 3,378,800     | 3,793,500     | 3,497,700     | 57,818,500    |
| FEE-FOR-SERVICE      | 14,999,400    | 12,004,400    | 12,009,300    | 15,991,900    | 12,800,000    | 12,806,500    | 16,778,700    | 12,937,300    | 12,942,300    | 16,184,200    | 12,952,400    | 12,957,600    | 165,364,000   |
| MEDICARE PREMIUMS    | 4,387,100     | 4,392,200     | 4,394,200     | 4,399,800     | 4,405,400     | 4,404,100     | 4,605,200     | 4,605,800     | 4,612,200     | 4,618,700     | 4,627,900     | 4,635,100     | 54,087,700    |
| HIF                  |               |               |               |               |               |               |               |               |               |               |               |               |               |
| TOTAL                | 130,569,000   | 126,847,100   | 128,042,400   | 135,038,000   | 131,359,300   | 130,308,100   | 139,279,400   | 127,728,100   | 128,872,100   | 132,545,500   | 129,954,100   | 129,839,100   | 1,570,382,200 |

ALTCs EPD PROGRAM EXPENDITURES - ALL

FEDERAL FUND

|                     | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|---------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| <u>FY 18 ACTUAL</u> |            |            |            |            |            |            |            |            |            |            |            |            |             |
| CAPITATION:         | 64,847,800 | 65,472,400 | 65,444,400 | 66,669,100 | 66,891,500 | 68,171,200 | 66,873,400 | 67,138,900 | 66,941,500 | 67,409,600 | 67,418,300 | 67,602,300 | 800,880,400 |
| REINSURANCE         | 4,516,800  | 3,896,300  | 4,806,000  | 4,630,900  | 3,892,700  | 3,445,700  | 2,327,400  | 1,244,200  | 1,933,000  | 2,686,000  | 2,022,800  | 2,269,100  | 37,670,900  |
| FEE-FOR-SERVICE     | 8,080,500  | 11,169,200 | 8,121,800  | 7,724,600  | 9,359,900  | 8,684,700  | 10,065,700 | 8,149,900  | 8,954,600  | 8,434,500  | 10,188,200 | 8,126,900  | 107,060,500 |
| MEDICARE PREMIUMS   | 2,752,100  | 2,760,900  | 2,769,800  | 2,802,400  | 2,815,900  | 2,800,900  | 2,838,800  | 2,822,000  | 2,807,500  | 2,819,500  | 2,820,700  | 2,862,300  | 33,672,800  |
| HIF                 |            |            |            |            |            |            |            |            |            |            |            |            |             |
| TOTAL               | 80,197,200 | 83,298,800 | 81,142,000 | 81,827,000 | 82,960,000 | 83,102,500 | 82,105,300 | 79,355,000 | 80,656,600 | 81,349,600 | 82,450,000 | 80,860,600 | 979,284,600 |

|                     | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL         |
|---------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| <u>FY 19 REBASE</u> |            |            |            |            |            |            |            |            |            |            |            |            |               |
| CAPITATION:         | 68,853,600 | 68,933,100 | 68,966,100 | 72,001,800 | 72,094,300 | 72,072,100 | 76,735,100 | 72,369,100 | 72,471,300 | 72,574,600 | 72,720,900 | 72,834,600 | 862,626,600   |
| REINSURANCE         | 4,426,900  | 3,857,900  | 4,618,500  | 4,782,800  | 4,362,900  | 3,679,800  | 2,411,400  | 1,439,200  | 2,094,200  | 2,276,900  | 2,553,600  | 2,356,200  | 38,860,300    |
| FEE-FOR-SERVICE     | 8,236,500  | 10,300,000 | 8,243,500  | 10,887,600 | 8,715,100  | 8,720,200  | 11,472,700 | 8,839,000  | 8,842,500  | 8,845,900  | 11,062,000 | 8,853,100  | 113,018,100   |
| MEDICARE PREMIUMS   | 2,898,200  | 2,901,600  | 2,903,000  | 2,903,400  | 2,907,100  | 2,906,300  | 3,038,600  | 3,039,000  | 3,043,300  | 3,047,600  | 3,053,800  | 3,058,600  | 35,700,500    |
| HIF                 |            |            |            |            |            | 2,284,800  |            |            |            |            |            |            | 2,284,800     |
| TOTAL               | 84,415,200 | 85,992,600 | 84,731,100 | 90,575,600 | 88,079,400 | 89,663,200 | 93,657,800 | 85,686,300 | 86,451,300 | 86,745,000 | 89,390,300 | 87,102,500 | 1,052,490,300 |

|                      | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL         |
|----------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| <u>FY 20 REQUEST</u> |            |            |            |            |            |            |            |            |            |            |            |            |               |
| CAPITATION:          | 72,931,000 | 73,014,600 | 73,049,400 | 74,617,000 | 74,712,200 | 74,689,300 | 79,343,400 | 74,998,500 | 75,103,500 | 75,208,500 | 75,359,000 | 75,475,900 | 898,502,300   |
| REINSURANCE          | 4,603,700  | 4,009,000  | 4,803,900  | 4,956,800  | 4,519,500  | 3,808,400  | 2,487,800  | 1,475,500  | 2,157,500  | 2,347,700  | 2,635,800  | 2,430,200  | 40,235,800    |
| FEE-FOR-SERVICE      | 11,071,000 | 8,860,400  | 8,864,000  | 11,718,300 | 9,379,400  | 9,384,200  | 12,311,400 | 9,511,900  | 9,515,600  | 11,899,100 | 9,523,100  | 9,526,800  | 121,565,200   |
| MEDICARE PREMIUMS    | 3,062,600  | 3,066,200  | 3,067,600  | 3,057,000  | 3,060,900  | 3,060,000  | 3,199,700  | 3,200,100  | 3,204,600  | 3,209,100  | 3,215,500  | 3,220,500  | 37,623,800    |
| HIF                  |            |            |            |            |            |            |            |            |            |            |            |            |               |
| TOTAL                | 91,668,300 | 88,950,200 | 89,784,900 | 94,349,100 | 91,672,000 | 90,941,900 | 97,342,300 | 89,186,000 | 89,981,200 | 92,664,400 | 90,733,400 | 90,653,400 | 1,097,927,100 |

ALTCs EPD PROGRAM EXPENDITURES - ALL

STATE FUND

|                      | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|----------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| <u>FY 18 ACTUAL</u>  |            |            |            |            |            |            |            |            |            |            |            |            |             |
| CAPITATION:          | 28,919,021 | 29,197,899 | 29,185,330 | 28,836,398 | 28,932,137 | 29,483,279 | 28,923,173 | 29,038,714 | 28,953,362 | 29,154,877 | 29,158,835 | 29,237,849 | 349,020,874 |
| REINSURANCE          | 2,006,583  | 1,731,051  | 2,134,935  | 1,994,998  | 1,677,001  | 1,484,476  | 1,002,677  | 536,095    | 832,782    | 1,157,128  | 871,521    | 977,519    | 16,406,766  |
| FEE-FOR-SERVICE      | 3,024,012  | 3,636,751  | 2,946,875  | 2,748,117  | 3,429,324  | 3,133,132  | 3,615,048  | 2,880,479  | 3,188,781  | 2,951,394  | 3,549,384  | 2,952,262  | 38,055,559  |
| MEDICARE PREMIUMS    | 1,222,647  | 1,226,561  | 1,230,520  | 1,207,383  | 1,213,163  | 1,206,666  | 1,223,010  | 1,215,816  | 1,209,564  | 1,214,726  | 1,215,171  | 1,233,347  | 14,618,574  |
| HIF                  |            |            |            |            |            |            |            |            |            |            |            |            |             |
| TOTAL                | 35,172,262 | 35,792,262 | 35,497,659 | 34,786,897 | 35,251,625 | 35,307,552 | 34,763,908 | 33,671,103 | 34,184,489 | 34,478,126 | 34,794,912 | 34,400,977 | 418,101,772 |
| <u>FY 19 REBASE</u>  |            |            |            |            |            |            |            |            |            |            |            |            |             |
| CAPITATION:          | 29,777,600 | 29,812,000 | 29,826,300 | 31,254,500 | 31,294,700 | 31,285,000 | 33,301,600 | 31,413,700 | 31,457,800 | 31,502,400 | 31,565,800 | 31,615,200 | 374,106,600 |
| REINSURANCE          | 1,907,200  | 1,662,100  | 1,989,700  | 2,068,400  | 1,886,700  | 1,591,400  | 1,042,900  | 622,500    | 905,500    | 984,600    | 1,104,300  | 1,019,000  | 16,784,300  |
| FEE-FOR-SERVICE      | 2,914,600  | 3,644,900  | 2,917,000  | 3,912,300  | 3,131,600  | 3,133,400  | 4,104,300  | 3,136,500  | 3,137,600  | 3,138,900  | 3,925,200  | 3,141,500  | 40,237,800  |
| MEDICARE PREMIUMS    | 1,248,600  | 1,250,000  | 1,250,600  | 1,255,600  | 1,257,200  | 1,256,800  | 1,314,100  | 1,314,200  | 1,316,100  | 1,318,000  | 1,320,600  | 1,322,700  | 15,424,500  |
| HIF                  |            |            |            |            |            | 984,300    |            |            |            |            |            |            | 984,300     |
| TOTAL                | 35,848,000 | 36,369,000 | 35,983,600 | 38,490,800 | 37,570,200 | 38,250,900 | 39,762,900 | 36,486,900 | 36,817,000 | 36,943,900 | 37,915,900 | 37,098,400 | 447,537,500 |
| <u>FY 20 REQUEST</u> |            |            |            |            |            |            |            |            |            |            |            |            |             |
| CAPITATION:          | 31,656,900 | 31,693,100 | 31,708,100 | 32,895,100 | 32,936,900 | 32,926,900 | 34,971,500 | 33,062,800 | 33,109,000 | 33,155,300 | 33,221,300 | 33,272,800 | 394,609,700 |
| REINSURANCE          | 1,990,900  | 1,733,800  | 2,077,500  | 2,177,400  | 1,985,300  | 1,672,900  | 1,092,800  | 648,200    | 947,600    | 1,031,100  | 1,157,700  | 1,067,500  | 17,582,700  |
| FEE-FOR-SERVICE      | 3,928,400  | 3,144,000  | 3,145,300  | 4,273,600  | 3,420,600  | 3,422,300  | 4,467,300  | 3,425,400  | 3,426,700  | 4,285,100  | 3,429,300  | 3,430,800  | 43,798,800  |
| MEDICARE PREMIUMS    | 1,324,500  | 1,326,000  | 1,326,600  | 1,342,800  | 1,344,500  | 1,344,100  | 1,405,500  | 1,405,700  | 1,407,600  | 1,409,600  | 1,412,400  | 1,414,600  | 16,463,900  |
| HIF                  |            |            |            |            |            |            |            |            |            |            |            |            |             |
| TOTAL                | 38,900,700 | 37,896,900 | 38,257,500 | 40,688,900 | 39,687,300 | 39,366,200 | 41,937,100 | 38,542,100 | 38,890,900 | 39,881,100 | 39,220,700 | 39,185,700 | 472,455,100 |

ALTCES EPD MEMBER MONTHS (REGULAR AND PRIOR PERIOD)

|                      | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL   |
|----------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| <b>FY 18 ACTUAL</b>  |        |        |        |        |        |        |        |        |        |        |        |        |         |
| REG CAPITATION:      |        |        |        |        |        |        |        |        |        |        |        |        |         |
| EPD                  | 26,483 | 26,591 | 26,717 | 26,786 | 26,912 | 26,874 | 26,717 | 26,815 | 26,685 | 26,717 | 26,839 | 26,954 | 321,255 |
| Tribal Case Mgmt.    | 2,558  | 2,593  | 2,582  | 2,582  | 2,577  | 2,571  | 2,547  | 2,572  | 2,563  | 2,548  | 2,558  | 2,562  | 30,814  |
| TOTAL REG MM         | 29,041 | 29,184 | 29,299 | 29,368 | 29,489 | 29,446 | 29,264 | 29,387 | 29,248 | 29,429 | 29,397 | 29,516 | 352,069 |
| TOTAL PP MM          | 767    | 946    | 739    | 905    | 895    | 771    | 759    | 765    | 912    | 795    | 902    | 914    | 10,070  |
| Prior Quarter MM     | 9      | 9      | 10     | 9      | 9      | 10     | 19     | 17     | 8      | 12     | 12     | 10     | 132     |
| TBI Active Cases     | 220    | 219    | 217    | 213    | 211    | 211    | 211    | 192    | 191    | 191    | 191    | 190    | 2,457   |
| <b>FY 19 REBASE</b>  |        |        |        |        |        |        |        |        |        |        |        |        |         |
| REG CAPITATION:      |        |        |        |        |        |        |        |        |        |        |        |        |         |
| EPD                  | 27,480 | 27,512 | 27,525 | 27,561 | 27,596 | 27,588 | 27,481 | 27,485 | 27,524 | 27,563 | 27,619 | 27,662 | 330,596 |
| Tribal Case Mgmt.    | 2,574  | 2,575  | 2,576  | 2,577  | 2,579  | 2,580  | 2,582  | 2,583  | 2,584  | 2,585  | 2,586  | 2,587  | 30,966  |
| TOTAL REG MM         | 30,054 | 30,087 | 30,101 | 30,138 | 30,175 | 30,168 | 30,063 | 30,068 | 30,107 | 30,148 | 30,205 | 30,249 | 361,561 |
| TOTAL PP MM          | 946    | 948    | 948    | 949    | 950    | 950    | 946    | 947    | 948    | 949    | 951    | 953    | 11,386  |
| Prior Quarter MM     | 9      | 9      | 9      | -      | -      | -      | -      | -      | -      | -      | -      | -      | 26      |
| TBI Active Cases     | 190    | 190    | 189    | 189    | 189    | 188    | 188    | 188    | 187    | 187    | 187    | 186    | 2,258   |
| <b>FY 20 REQUEST</b> |        |        |        |        |        |        |        |        |        |        |        |        |         |
| REG CAPITATION:      |        |        |        |        |        |        |        |        |        |        |        |        |         |
| EPD                  | 27,699 | 27,731 | 27,744 | 27,779 | 27,815 | 27,806 | 27,699 | 27,703 | 27,742 | 27,781 | 27,836 | 27,880 | 333,214 |
| Tribal Case Mgmt.    | 2,588  | 2,589  | 2,590  | 2,591  | 2,592  | 2,594  | 2,595  | 2,596  | 2,597  | 2,598  | 2,599  | 2,600  | 31,128  |
| TOTAL REG MM         | 30,287 | 30,319 | 30,334 | 30,370 | 30,407 | 30,400 | 30,294 | 30,299 | 30,339 | 30,379 | 30,435 | 30,480 | 364,342 |
| TOTAL PP MM          | 954    | 955    | 955    | 957    | 958    | 958    | 954    | 954    | 955    | 957    | 959    | 960    | 11,476  |
| Prior Quarter MM     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| TBI Active Cases     | 186    | 186    | 185    | 185    | 185    | 184    | 184    | 184    | 183    | 183    | 183    | 182    | 2,210   |

Notes:

- (1) EPD member months were projected based on a 120 month regression model using Arizona population from the "The Forecasting Project" as an independent variable.
- (2) Tribal Case Management member months were projected based on a 24 month regression model using the log of transfer payments from "The Forecasting Project" as an independent variable.
- (3) Prior Period EPD member months were forecast based on a ratio of 0.03179 prior period member months per prospective member month.
- (4) Prior Quarter member months were forecast based on a 36 month regression without constant.
- (5) It is projected that the number of HCBH cases will drop by 1 case per quarter starting with 190 active cases on June 30, 2018.

ALTCS EPD FFS EXPENDITURES

FFS PMPM

FY 18 ACTUAL

|                  | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> |
|------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| IHS NON-FACILITY | \$ 3,831.35   | \$ 4,547.75   | \$ 3,693.31   | \$ 3,509.09   | \$ 4,397.45   | \$ 4,029.94   | \$ 4,560.50   | \$ 3,632.14   | \$ 4,121.28   | \$ 3,831.41   | \$ 4,592.76   | \$ 3,807.27   |
| PRIOR QUARTER    | \$ 3,540.26   | \$ 3,540.26   | \$ 3,540.26   | \$ 7,327.54   | \$ 6,675.93   | \$ 2,610.22   | \$ 6,378.12   | \$ 1,751.66   | \$ 2,623.40   | \$ 3,455.59   | \$ 3,455.59   | \$ 5,268.58   |
| IHS FACILITY     | \$ 497.90     | \$ 1,150.38   | \$ 576.56     | \$ 521.17     | \$ 543.34     | \$ 549.12     | \$ 657.53     | \$ 569.21     | \$ 605.82     | \$ 621.57     | \$ 762.01     | \$ 497.27     |

FY 19 REBASE

|                  | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | Inflation rates |
|------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----------------|
| IHS NON-FACILITY | \$ 3,742.82   | \$ 4,678.54   | \$ 3,742.83   | \$ 5,028.36   | \$ 4,022.66   | \$ 4,022.66   | \$ 5,028.36   | \$ 4,022.68   | \$ 4,022.65   | \$ 4,022.67   | \$ 5,028.35   | \$ 4,022.68   | 5.33%           |
| PRIOR QUARTER    | \$ 5,407.80   | \$ 6,657.76   | \$ 5,229.28   | NA              |
| IHS FACILITY     | \$ 571.55     | \$ 714.46     | \$ 571.57     | \$ 714.44     | \$ 571.55     | \$ 571.57     | \$ 767.86     | \$ 614.30     | \$ 614.29     | \$ 614.29     | \$ 767.88     | \$ 614.29     | 5.49%           |

FY 20 REQUEST

|                  | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> | Inflation rates |
|------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----------------|
| IHS NON-FACILITY | \$ 5,028.35   | \$ 4,022.68   | \$ 4,022.65   | \$ 5,404.32   | \$ 4,323.45   | \$ 4,323.45   | \$ 5,404.29   | \$ 4,323.46   | \$ 4,323.43   | \$ 5,404.32   | \$ 4,323.43   | \$ 4,323.46   | 5.33%           |
| PRIOR QUARTER    | NA              |
| IHS FACILITY     | \$ 614.29     | \$ 614.29     | \$ 614.29     | \$ 614.29     | \$ 614.29     | \$ 614.29     | \$ 648.02     | \$ 610.91     | \$ 610.91     | \$ 627.66     | \$ 627.66     | \$ 627.66     | 5.49%           |

ALTCs EPD PROGRAM EXPENDITURES - FMAP

**FMAP**

| <u>FY 18 ACTUAL</u>    | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> |
|------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| REG CAPITATION:<br>EPD | 69.24%        | 69.24%        | 69.24%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        |
| TRIBAL CASE MGMT.      | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        |
| TOTAL PP CAP           | 69.24%        | 69.24%        | 69.24%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        | 69.89%        |

FY 19 REBASE

|                        | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> |
|------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| REG CAPITATION:<br>EPD | 69.89%        | 69.89%        | 69.89%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        |
| TRIBAL CASE MGMT.      | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        |
| TOTAL PP CAP           | 69.89%        | 69.89%        | 69.89%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        | 69.81%        |

FY 20 REQUEST

|                        | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> |
|------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| REG CAPITATION:<br>EPD | 69.81%        | 69.81%        | 69.81%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        |
| TRIBAL CASE MGMT.      | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        | 50.00%        |
| TOTAL PP CAP           | 69.81%        | 69.81%        | 69.81%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        | 69.48%        |

ALTCES EPD REINSURANCE EXPENDITURES

REINSURANCE PMPM

|                      | <u>Jul-16</u> | <u>Aug-16</u> | <u>Sep-16</u> | <u>Oct-16</u> | <u>Nov-16</u> | <u>Dec-16</u> | <u>Jan-17</u> | <u>Feb-17</u> | <u>Mar-17</u> | <u>Apr-17</u> | <u>May-17</u> | <u>Jun-17</u> |
|----------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| <u>FY 18 ACTUAL</u>  |               |               |               |               |               |               |               |               |               |               |               |               |
| Reg. Reinsurance     | \$ 184.71     | \$ 156.01     | \$ 194.21     | \$ 201.01     | \$ 179.36     | \$ 147.26     | \$ 83.25      | \$ 34.00      | \$ 67.25      | \$ 75.99      | \$ 82.64      | \$ 79.17      |
| TBI                  | \$ 7,416.47   | \$ 6,752.66   | \$ 8,074.81   | \$ 5,829.14   | \$ 3,519.78   | \$ 4,610.05   | \$ 5,240.98   | \$ 4,524.34   | \$ 5,085.60   | \$ 9,426.87   | \$ 3,541.46   | \$ 5,855.99   |
| <u>FY 19 REBASE</u>  |               |               |               |               |               |               |               |               |               |               |               |               |
| Reg. Reinsurance     | \$ 191.74     | \$ 161.93     | \$ 201.59     | \$ 175.54     | \$ 175.54     | \$ 175.54     | \$ 61.20      | \$ 61.20      | \$ 61.20      | \$ 93.35      | \$ 93.35      | \$ 93.35      |
| TBI                  | \$ 7,416.47   | \$ 6,752.66   | \$ 8,074.81   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   | \$ 4,664.04   |
| <u>FY 20 REQUEST</u> |               |               |               |               |               |               |               |               |               |               |               |               |
| Reg. Reinsurance     | \$180.15      | \$180.15      | \$180.15      | \$178.19      | \$178.19      | \$178.19      | \$62.10       | \$62.10       | \$62.10       | \$95.06       | \$95.06       | \$95.06       |
| TBI                  | \$4,664.04    | \$4,664.04    | \$4,664.04    | \$6,114.68    | \$6,114.68    | \$6,114.68    | \$6,114.68    | \$6,114.68    | \$6,114.68    | \$6,114.68    | \$6,114.68    | \$6,114.68    |

**Medicare Premium Inflation Factors**

**Medicare Premium History:**

|                                    | PMPM          |               | % Change                 |         |
|------------------------------------|---------------|---------------|--------------------------|---------|
|                                    | Part A        | Part B        | Part A                   | Part B  |
| 1996.01 to 1996.12                 | \$ 289.00     | \$ 42.50      | 6.53%                    | 6.53%   |
| 1997.01 to 1997.12                 | \$ 311.00     | \$ 43.80      | 7.61%                    | 3.06%   |
| 1998.01 to 1998.12                 | \$ 309.00     | \$ 43.80      | -0.64%                   | 0.00%   |
| 1999.01 to 1999.12                 | \$ 309.00     | \$ 45.50      | 0.00%                    | 3.88%   |
| 2000.01 to 2000.12                 | \$ 301.00     | \$ 45.50      | -2.59%                   | 0.00%   |
| 2001.01 to 2001.12                 | \$ 300.00     | \$ 50.00      | -0.33%                   | 9.89%   |
| 2002.01 to 2002.12                 | \$ 319.00     | \$ 54.00      | 6.33%                    | 8.00%   |
| 2003.01 to 2003.12                 | \$ 316.00     | \$ 58.70      | -0.94%                   | 8.70%   |
| 2004.01 to 2004.12                 | \$ 343.00     | \$ 66.60      | 8.54%                    | 13.46%  |
| 2005.01 to 2005.12                 | \$ 375.00     | \$ 78.20      | 9.33%                    | 17.42%  |
| 2006.01 to 2006.12                 | \$ 393.00     | \$ 88.50      | 4.80%                    | 13.17%  |
| 2007.01 to 2007.12                 | \$ 410.00     | \$ 93.50      | 4.33%                    | 5.65%   |
| 2008.01 to 2008.12                 | \$ 423.00     | \$ 96.40      | 3.17%                    | 3.10%   |
| 2009.01 to 2009.12                 | \$ 443.00     | \$ 96.40      | 4.73%                    | 0.00%   |
| 2010.01 to 2010.12                 | \$ 461.00     | \$ 110.50     | 4.06%                    | 14.63%  |
| 2011.01 to 2011.12                 | \$ 450.00     | \$ 115.40     | -2.39%                   | 4.43%   |
| 2012.01 to 2012.12                 | \$ 451.00     | \$ 99.90      | 0.22%                    | -13.43% |
| 2013.01 to 2013.12                 | \$ 441.00     | \$ 104.90     | -2.22%                   | 5.01%   |
| 2014.01 to 2014.12                 | \$ 426.00     | \$ 104.90     | -3.40%                   | 0.00%   |
| 2015.01 to 2015.12                 | \$ 407.00     | \$ 104.90     | -4.46%                   | 0.00%   |
| 2016.01 to 2016.12                 | \$ 411.00     | \$ 121.80     | 0.98%                    | 16.11%  |
| 2017.01 to 2017.12                 | \$ 413.00     | \$ 134.00     | 0.49%                    | 10.02%  |
| 2018.01 to 2018.12                 | \$ 422.00     | \$ 134.00     | 2.18%                    | 0.00%   |
| 2019.01 to 2019.12                 | \$ 428.70     | \$ 141.00     | 1.59%                    | 5.23%   |
| 2020.01 to 2020.12                 | \$ 435.50     | \$ 148.37     | 1.59%                    | 5.23%   |
| <b>Projected Medicare % Change</b> |               |               |                          |         |
|                                    | <b>Part A</b> | <b>Part B</b> | <b>A &amp; B Average</b> |         |
| <b>2 Year Average</b>              | <b>1.33%</b>  | <b>5.01%</b>  | <b>3.17%</b>             |         |
| <b>3 Year Average</b>              | <b>1.22%</b>  | <b>8.71%</b>  | <b>4.96%</b>             |         |
| <b>4 Year Average</b>              | <b>0.97%</b>  | <b>6.53%</b>  | <b>3.75%</b>             |         |
| <b>5 Year Average</b>              | <b>1.59%</b>  | <b>5.23%</b>  | <b>3.41%</b>             |         |

Note: Averages in the projected change table above do not include years in which there was a decrease.

FMAP

|                      |        |
|----------------------|--------|
| Oct 2015 - Sept 2016 | 68.92% |
| Oct 2016 - Sept 2017 | 69.24% |
| Oct 2017 - Sept 2018 | 69.89% |
| Oct 2018 - Sept 2019 | 69.81% |
| Oct 2019 - Sept 2020 | 69.48% |

Tribal Case Mgmt.

50.00%

IHS Facility

100.00%

**AIHP Facility**

| Historical AIHP Payment Rates |  | 2013                 |                 | 2014           |         | 2015            |                | 2016      |                 | 2017           |         | 2018            |                |
|-------------------------------|--|----------------------|-----------------|----------------|---------|-----------------|----------------|-----------|-----------------|----------------|---------|-----------------|----------------|
|                               |  | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate | % + / -   | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate |
| Outpatient/Inpatient          |  | \$ 330.00            | \$ 342.00       | \$ 2,272.00    | 3.64%   | \$ 2,413.00     | 6.21%          | \$ 342.00 | \$ 350.00       | \$ 2,443.00    | 2.34%   | \$ 2,443.00     | 1.24%          |
| Outpatient Rate               |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |
| Outpatient Rate               |  | \$ 350.00            | \$ 368.00       | \$ 2,443.00    | 5.14%   | \$ 2,655.00     | 8.68%          | \$ 368.00 | \$ 391.00       | \$ 2,933.00    | 6.25%   | \$ 2,933.00     | 10.47%         |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |
| Outpatient Rate               |  | \$ 391.00            | \$ 427.00       | \$ 2,933.00    | 9.21%   | \$ 3,229.00     | 10.09%         | \$ 427.00 | \$ 427.00       | \$ 3,229.00    | 0.00%   | \$ 3,229.00     | 0.00%          |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |

| Average Inflation |  | % + / -    |        |
|-------------------|--|------------|--------|
| 2-Year Average    |  | Outpatient | 7.73%  |
|                   |  | Inpatient  | 10.28% |
| 3-Year Average    |  | Outpatient | 6.87%  |
|                   |  | Inpatient  | 9.75%  |
| 4-Year Average    |  | Outpatient | 5.73%  |
|                   |  | Inpatient  | 7.62%  |
| 5-Year Average    |  | Outpatient | 5.32%  |
|                   |  | Inpatient  | 7.34%  |

| Programmatic Weights for AIHP Inflation |                                |                |                           |
|---|--------------------------------|----------------|---------------------------|
| OP/IP                                   | Program                        | Weights        | Weighted Inflation Factor |
| OP                                      | Traditional                    | 74.25%         | 5.10%                     |
| IP                                      | Traditional                    | 25.75%         | 2.51%                     |
| <b>Total</b>                            | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| OP                                      | Proposition 204                | 76.49%         | 5.25%                     |
| IP                                      | Proposition 204                | 23.51%         | 2.29%                     |
| <b>Total</b>                            | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| OP                                      | Newly Eligible Children        | 89.12%         | 6.12%                     |
| IP                                      | Newly Eligible Children        | 10.88%         | 1.06%                     |
| <b>Total</b>                            | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| OP                                      | Newly Eligible Adults          | 81.43%         | 5.59%                     |
| IP                                      | Newly Eligible Adults          | 18.57%         | 1.81%                     |
| <b>Total</b>                            | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| OP                                      | AL/TCS-EPD                     | 78.81%         | 5.41%                     |
| IP                                      | AL/TCS-EPD                     | 21.19%         | 2.06%                     |
| <b>Total</b>                            | <b>AL/TCS-EPD</b>              | <b>100.00%</b> | <b>7.48%</b>              |

**AIHP Non-Facility**

| AIHP Non-Facility Inflation Factors |                        |                         |                           |                            |                     |                  |
|-------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|---------------------|------------------|
| Fiscal Year                         | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | Dental <sup>5</sup> | LTC <sup>6</sup> |
| SFY 2020                            | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 2.67%               | 3.38%            |
| Long Term                           | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 2.21%               | 3.34%            |

| AIHP Non-Facility Programmatic Weights |           |            |              |               |        |        |
|--|-----------|------------|--------------|---------------|--------|--------|
| Program                                | Inpatient | Outpatient | Professional | Prescriptions | Dental | LTC    |
| Traditional                            | 19.55%    | 56.37%     | 20.42%       | 2.56%         | 0.64%  | 0.47%  |
| Proposition 204                        | 17.12%    | 55.72%     | 22.77%       | 3.53%         | 0.02%  | 0.84%  |
| Newly Eligible Children                | 9.13%     | 74.85%     | 9.53%        | 4.18%         | 2.31%  | 0.00%  |
| Newly Eligible Adults                  | 14.82%    | 65.00%     | 12.53%       | 6.74%         | 0.03%  | 0.88%  |
| AL/TCS-EPD                             | 3.53%     | 13.14%     | 51.60%       | 1.49%         | 0.00%  | 30.24% |

| AIHP Non-Facility Weighted Inflation Rates |           |           |                           |
|--|-----------|-----------|---------------------------|
| Program                                    | SFY 2020  | Long Term | Weighted Inflation Factor |
| Traditional                                | SFY 2020  | Long Term | 2.97%                     |
|  | Long Term | SFY 2020  | 2.66%                     |
| Proposition 204                            | SFY 2020  | Long Term | 2.96%                     |
|  | Long Term | SFY 2020  | 2.61%                     |
| Newly Eligible Children                    | SFY 2020  | Long Term | 2.91%                     |
|  | Long Term | SFY 2020  | 2.63%                     |
| Newly Eligible Adults                      | SFY 2020  | Long Term | 2.93%                     |
|  | Long Term | SFY 2020  | 2.68%                     |
| AL/TCS-EPD                                 | SFY 2020  | Long Term | 3.08%                     |
|  | Long Term | SFY 2020  | 2.39%                     |

**Notes:**

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

# FES Inflation Forecast

| Calendar Quarter | Physicians Services Index Increase |       | Physicians Services SFY Average Increase |  | Inpatient Services Index Increase |  | AHCCCS Inpatient Index SFY Average Increase |       | Weighted Index SFY Average Increase |       |
|------------------|------------------------------------|-------|--|--|-----------------------------------|--|---|-------|-------------------------------------|-------|
|                  |                                    |       |  |  |                                   |  |   |       |                                     |       |
| 2011.3           |                                    | 2.4%  |  |  |                                   |  |   |       |                                     |       |
| 2011.4           |                                    | 2.6%  |  |  |                                   |  |   |       |                                     |       |
| 2012.1           |                                    | 1.7%  |  |  |                                   |  |   |       |                                     |       |
| 2012.2           |                                    | 1.7%  | 2.10%                                    |  |                                   |  |   | 2.42% | SFY 12                              | 2.36% |
| 2012.3           |                                    | 2.6%  |  |  |                                   |  |   |       |                                     |       |
| 2012.4           |                                    | 2.2%  |  |  |                                   |  |   |       |                                     |       |
| 2013.1           |                                    | 2.4%  |  |  |                                   |  |   |       |                                     |       |
| 2013.2           |                                    | 2.4%  | 2.42%                                    |  |                                   |  |   | 2.02% | SFY 13                              | 2.10% |
| 2013.3           |                                    | 1.4%  |  |  |                                   |  |   |       |                                     |       |
| 2013.4           |                                    | 1.6%  |  |  |                                   |  |   |       |                                     |       |
| 2014.1           |                                    | 1.4%  |  |  |                                   |  |   |       |                                     |       |
| 2014.2           |                                    | 1.4%  | 1.47%                                    |  |                                   |  |   | 1.82% | SFY 14                              | 1.75% |
| 2014.3           |                                    | 1.3%  |  |  |                                   |  |   |       |                                     |       |
| 2014.4           |                                    | 1.4%  |  |  |                                   |  |   |       |                                     |       |
| 2015.1           |                                    | 1.5%  |  |  |                                   |  |   |       |                                     |       |
| 2015.2           |                                    | 1.8%  | 1.52%                                    |  |                                   |  |   | 1.86% | SFY 15                              | 1.79% |
| 2015.3           |                                    | 2.1%  |  |  |                                   |  |   |       |                                     |       |
| 2015.4           |                                    | 2.3%  |  |  |                                   |  |   |       |                                     |       |
| 2016.1           |                                    | 2.6%  |  |  |                                   |  |   |       |                                     |       |
| 2016.2           |                                    | 2.7%  | 2.44%                                    |  |                                   |  |   | 1.66% | SFY 16                              | 1.81% |
| 2016.3           |                                    | 4.0%  |  |  |                                   |  |   |       |                                     |       |
| 2016.4           |                                    | 3.8%  |  |  |                                   |  |   |       |                                     |       |
| 2017.1           |                                    | 3.4%  |  |  |                                   |  |   |       |                                     |       |
| 2017.2           |                                    | 0.9%  | 3.02%                                    |  |                                   |  |   | 2.33% | SFY 17                              | 2.47% |
| 2017.3           |                                    | -0.7% |  |  |                                   |  |   |       |                                     |       |
| 2017.4           |                                    | -1.4% |  |  |                                   |  |   |       |                                     |       |
| 2018.1           |                                    | -1.0% |  |  |                                   |  |   |       |                                     |       |
| 2018.2           |                                    | 1.0%  | -0.56%                                   |  |                                   |  |   | 2.55% | SFY 18                              | 1.93% |
| 2018.3           |                                    | 1.5%  |  |  |                                   |  |   |       |                                     |       |
| 2018.4           |                                    | 2.2%  |  |  |                                   |  |   |       |                                     |       |
| 2019.1           |                                    | 2.7%  |  |  |                                   |  |   |       |                                     |       |
| 2019.2           |                                    | 2.9%  | 2.35%                                    |  |                                   |  |   | 2.88% | SFY 19                              | 2.78% |
| 2019.3           |                                    | 3.1%  |  |  |                                   |  |   |       |                                     |       |
| 2019.4           |                                    | 3.1%  |  |  |                                   |  |   |       |                                     |       |
| 2020.1           |                                    | 2.9%  |  |  |                                   |  |   |       |                                     |       |
| 2020.2           |                                    | 2.9%  | 3.00%                                    |  |                                   |  |   | 3.17% | SFY 20                              | 3.13% |

**Notes:**  
 Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).  
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

**Medicare Premium Inflation Factors**

|                                    |           | Medicare Premium History: |                | % Change                 |         |
|------------------------------------|-----------|---------------------------|----------------|--------------------------|---------|
|                                    |           | PMPM<br>Part A            | PMPM<br>Part B | Part A                   | Part B  |
| 1996.01 to 1996.12                 | Actual    | \$ 289.00                 | \$ 42.50       | 6.53%                    | 6.53%   |
| 1997.01 to 1997.12                 | Actual    | \$ 311.00                 | \$ 43.80       | 7.61%                    | 3.06%   |
| 1998.01 to 1998.12                 | Actual    | \$ 309.00                 | \$ 43.80       | -0.64%                   | 0.00%   |
| 1999.01 to 1999.12                 | Actual    | \$ 309.00                 | \$ 45.50       | 0.00%                    | 3.88%   |
| 2000.01 to 2000.12                 | Actual    | \$ 301.00                 | \$ 45.50       | -2.59%                   | 0.00%   |
| 2001.01 to 2001.12                 | Actual    | \$ 300.00                 | \$ 50.00       | -0.33%                   | 9.89%   |
| 2002.01 to 2002.12                 | Actual    | \$ 319.00                 | \$ 54.00       | 6.33%                    | 8.00%   |
| 2003.01 to 2003.12                 | Actual    | \$ 316.00                 | \$ 58.70       | -0.94%                   | 8.70%   |
| 2004.01 to 2004.12                 | Actual    | \$ 343.00                 | \$ 66.60       | 8.54%                    | 13.46%  |
| 2005.01 to 2005.12                 | Actual    | \$ 375.00                 | \$ 78.20       | 9.33%                    | 17.42%  |
| 2006.01 to 2006.12                 | Actual    | \$ 393.00                 | \$ 88.50       | 4.80%                    | 13.17%  |
| 2007.01 to 2007.12                 | Actual    | \$ 410.00                 | \$ 93.50       | 4.33%                    | 5.65%   |
| 2008.01 to 2008.12                 | Actual    | \$ 423.00                 | \$ 96.40       | 3.17%                    | 3.10%   |
| 2009.01 to 2009.12                 | Actual    | \$ 443.00                 | \$ 96.40       | 4.73%                    | 0.00%   |
| 2010.01 to 2010.12                 | Actual    | \$ 461.00                 | \$ 110.50      | 4.06%                    | 14.63%  |
| 2011.01 to 2011.12                 | Actual    | \$ 450.00                 | \$ 115.40      | -2.39%                   | 4.43%   |
| 2012.01 to 2012.12                 | Actual    | \$ 451.00                 | \$ 99.90       | 0.22%                    | -13.43% |
| 2013.01 to 2013.12                 | Actual    | \$ 441.00                 | \$ 104.90      | -2.22%                   | 5.01%   |
| 2014.01 to 2014.12                 | Actual    | \$ 426.00                 | \$ 104.90      | -3.40%                   | 0.00%   |
| 2015.01 to 2015.12                 | Actual    | \$ 407.00                 | \$ 104.90      | -4.46%                   | 0.00%   |
| 2016.01 to 2016.12                 | Actual    | \$ 411.00                 | \$ 121.80      | 0.98%                    | 16.11%  |
| 2017.01 to 2017.12                 | Actual    | \$ 413.00                 | \$ 134.00      | 0.49%                    | 10.02%  |
| 2018.01 to 2018.12                 | Actual    | \$ 422.00                 | \$ 134.00      | 2.18%                    | 0.00%   |
| 2019.01 to 2019.12                 | Projected | \$ 428.70                 | \$ 141.00      | 1.59%                    | 5.23%   |
| 2020.01 to 2020.12                 | Projected | \$ 435.50                 | \$ 148.37      | 1.59%                    | 5.23%   |
| <b>Projected Medicare % Change</b> |           |                           |                |                          |         |
|                                    |           | <b>Part A</b>             | <b>Part B</b>  | <b>A &amp; B Average</b> |         |
| <b>2 Year Average</b>              |           | <b>1.33%</b>              | <b>5.01%</b>   | <b>3.17%</b>             |         |
| <b>3 Year Average</b>              |           | <b>1.22%</b>              | <b>8.71%</b>   | <b>4.96%</b>             |         |
| <b>4 Year Average</b>              |           | <b>0.97%</b>              | <b>6.53%</b>   | <b>3.75%</b>             |         |
| <b>5 Year Average</b>              |           | <b>1.59%</b>              | <b>5.23%</b>   | <b>3.41%</b>             |         |

Note: Averages in the projected change table above do not include years in which there was a decrease.



ALTCS Model  
FY 20

If Col. 7 < 0,  
then Col. 10 =

|              | Total Non Federal  |                    |                    | Total Non Federal  |                   |                    | FY 19                |               |                | FY 19              |                   |                   | FY 19             |                    |                    | FY 19              |          |          | FY 19    |          |          | FY 19    |          |          | FY 19    |          |          | FY 19    |          |          | FY 19    |          |          | FY 19    |          |        | FY 19 |  |  |
|--------------|--------------------|--------------------|--------------------|--------------------|-------------------|--------------------|----------------------|---------------|----------------|--------------------|-------------------|-------------------|-------------------|--------------------|--------------------|--------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|--------|-------|--|--|
|              | 1                  | 2                  | 3                  | 4                  | 5                 | 6                  | 7                    | 8             | 9              | 10                 | 11                | 12                | 13                | 14                 | 15                 | 16                 | 17       | 18       | 19       | 20       | 21       | 22       | 23       | 24       | 25       | 26       | 27       | 28       | 29       | 30       | 31       | 32       | 33       | 34       | 35       | 36     |       |  |  |
| FY 18        | FY 19              | FY 19              | FY 19              | Less Growth        | Less Growth       | FY 19              | Change in            | Phased In     | State Share of | Net                | Tax Rate          | Per Capita        | Proposed          | Proposed           | Proposed           | Proposed           | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed | Proposed |        |       |  |  |
| County       | Contributions      | State %            | State %            | Covered by         | Covered by        | Utilization %      | Contributions from   | Utilization % | Increase       | County             | Circuit           | Reductions        | County            | County             | County             | County             | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County   | County |       |  |  |
| Apache       | 657,500            | 1,112,708          | 14,782,949         | 3,034,717          | 385,100           | 1,118,632          | 10,072,925           | NA            | NA             | 11,185,632         | 5,157,700         | 0                 | 5,328,100         | 0                  | 699,832            | 14,083,117         |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Cochise      | 5,241,100          | 12,593,830         | 10,118,967         | 4,739,734          | 385,100           | 4,994,133          | (7,599,696)          | NA            | NA             | 4,994,133          | 0                 | 0                 | 4,994,133         | 0                  | 4,994,133          | 5,124,634          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Cocoonino    | 1,974,000          | 3,538,124          | 9,304,991          | 2,335,948          | 354,100           | 6,566,943          | 3,228,819            | NA            | NA             | 6,566,943          | 0                 | 0                 | 4,465,900         | 0                  | 2,101,043          | 7,203,948          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Gila         | 2,208,500          | 12,947,873         | 5,892,572          | 2,376,707          | 224,300           | 3,291,565          | (9,656,308)          | NA            | NA             | 3,291,565          | 0                 | 0                 | 940,700           | 0                  | 2,350,865          | 3,541,707          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Greenlee     | 1,561,800          | 3,236,968          | 3,448,468          | 1,156,419          | 131,200           | 2,160,849          | (1,076,119)          | NA            | NA             | 2,160,849          | 452,000           | 0                 | 71,300            | 0                  | 1,637,549          | 1,810,919          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| La Paz       | 28,000             | 1,719,639          | 173,982            | 140,528            | 6,600             | 26,854             | (1,692,785)          | NA            | NA             | 26,854             | 0                 | 0                 | 0                 | 0                  | 26,854             | 147,128            |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Maricopa     | 526,000            | 1,719,639          | 1,366,167          | 516,697            | 52,000            | 797,470            | (922,170)            | NA            | NA             | 797,470            | 0                 | 0                 | 0                 | 0                  | 0                  | 568,697            |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Mohave       | 165,477,400        | 286,016,498        | 295,722,677        | 95,081,232         | 11,254,900        | 189,386,545        | (96,629,953)         | NA            | NA             | 189,386,545        | 0                 | 0                 | 0                 | 0                  | 0                  | 115,098,132        |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Navajo       | 8,350,800          | 13,807,693         | 15,544,203         | 4,866,523          | 591,600           | 10,086,080         | (3,721,613)          | NA            | NA             | 10,086,080         | 4,395,700         | 0                 | 4,578,200         | 0                  | 8,975,980          | 6,568,223          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Pima         | 2,721,500          | 4,602,564          | 16,381,923         | 4,080,244          | 631,100           | 11,870,579         | (5,765,001)          | NA            | NA             | 11,870,579         | 0                 | 0                 | 0                 | 0                  | 0                  | 13,685,244         |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Pinal        | 40,974,000         | 103,937,030        | 76,632,440         | 25,543,911         | 2,916,500         | 48,172,029         | (12,377,192)         | NA            | NA             | 48,172,029         | 0                 | 0                 | 0                 | 0                  | 0                  | 32,730,811         |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Yuma         | 8,890,500          | 15,780,221         | 5,702,418          | 1,456,401          | 217,000           | 4,029,017          | (1,281,634)          | 0             | 0              | 4,029,017          | 1,062,200         | 0                 | 763,100           | 0                  | 2,203,717          | 3,498,701          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| Yuma         | 8,727,300          | 13,908,848         | 14,056,701         | 4,226,777          | 535,000           | 9,294,924          | (4,613,924)          | NA            | NA             | 9,294,924          | 0                 | 0                 | 0                 | 0                  | 0                  | 4,761,777          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |
| <b>Total</b> | <b>264,673,200</b> | <b>505,776,300</b> | <b>505,776,300</b> | <b>163,051,791</b> | <b>19,249,100</b> | <b>323,475,409</b> | <b>(182,300,891)</b> | <b>0</b>      | <b>0</b>       | <b>323,475,409</b> | <b>11,067,600</b> | <b>15,917,600</b> | <b>14,372,200</b> | <b>282,118,009</b> | <b>223,658,291</b> | <b>223,658,291</b> |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |          |        |       |  |  |

Growth over Prior Year  
8.24%  
Net State Contribution\*  
ALTCS Clawback Estimate:  
40,899,600  
Clawback State:  
18,086,100  
Clawback County:  
22,813,500  
Medicare Copays State:  
0  
State Net of Clawback  
205,572,191  
County Net of Clawback  
259,304,509

**ALTCS Model  
Property Tax Rate Circuit Breaker**

|              | FY 2018<br>Primary NAV* | FY 2018<br>SRP**       | Net<br>County<br>Contributions | Effective<br>Prop Tax | Relief for<br>Rates ><br>\$0.90 |
|--------------|-------------------------|------------------------|--------------------------------|-----------------------|---------------------------------|
| Apache       | \$468,804,350           | \$200,966,000          | 11,185,632                     | \$1.67                | \$5,157,700                     |
| Cochise      | \$928,290,434           | \$0                    | 4,994,133                      | \$0.54                | \$0                             |
| Coconino     | \$1,726,579,756         | \$61,266,000           | 6,566,943                      | \$0.37                | \$0                             |
| Gila         | \$493,540,926           | \$4,648,000            | 3,291,565                      | \$0.66                | \$0                             |
| Graham       | \$189,872,079           | \$0                    | 2,160,849                      | \$1.14                | \$452,000                       |
| Greenlee     | \$438,419,322           | \$0                    | 26,854                         | \$0.01                | \$0                             |
| La Paz       | \$218,120,242           | \$1,000                | 797,470                        | \$0.37                | \$0                             |
| Maricopa     | \$40,423,232,421        | \$736,658,000          | 189,386,545                    | \$0.46                | \$0                             |
| Mohave       | \$1,811,107,082         | \$726,000              | 10,086,080                     | \$0.56                | \$0                             |
| Navajo       | \$828,848,133           | \$1,689,000            | 11,870,579                     | \$1.43                | \$4,395,700                     |
| Pima         | \$8,333,892,915         | \$0                    | 48,172,029                     | \$0.58                | \$0                             |
| Pinal        | \$2,355,433,455         | \$109,890,000          | 13,366,821                     | \$0.54                | \$0                             |
| Santa Cruz   | \$329,645,578           | \$0                    | 4,029,017                      | \$1.22                | \$1,062,200                     |
| Yavapai      | \$2,599,537,840         | \$684,000              | 8,245,968                      | \$0.32                | \$0                             |
| Yuma         | \$1,183,062,653         | \$0                    | 9,294,924                      | \$0.79                | \$0                             |
| <b>Total</b> | <b>\$62,328,387,186</b> | <b>\$1,116,528,000</b> | <b>\$323,475,409</b>           |                       | <b>11,067,600</b>               |

\* Primary NAV figures received May 1, 2018 from CIS Team, Local Jurisdictions District, ADOR.

\*\* Revised SRP estimate received from Christopher Kelling at SRP on March 14, 2018.

ALTCS Model  
Native American %

2010 Census Data

|            | Arizona Population     |                 |        |
|------------|------------------------|-----------------|--------|
|            | Native Amer. Residents | Total Residents | %      |
| Apache     | 52,154                 | 71,518          | 72.92% |
| Cochise    | 1,589                  | 131,346         | 1.21%  |
| Coconino   | 36,714                 | 134,421         | 27.31% |
| Gila       | 7,946                  | 53,597          | 14.83% |
| Graham     | 5,376                  | 37,220          | 14.44% |
| Greenlee   | 195                    | 8,437           | 2.31%  |
| La Paz     | 2,628                  | 20,489          | 12.83% |
| Maricopa   | 78,329                 | 3,817,117       | 2.05%  |
| Mohave     | 4,500                  | 200,186         | 2.25%  |
| Navajo     | 46,611                 | 107,449         | 43.38% |
| Pima       | 32,605                 | 980,263         | 3.33%  |
| Pinal      | 20,949                 | 375,770         | 5.57%  |
| Santa Cruz | 328                    | 47,420          | 0.69%  |
| Yavapai    | 3,549                  | 211,033         | 1.68%  |
| Yuma       | 3,056                  | 195,751         | 1.56%  |
|            | 296,529                | 6,392,017       | 4.64%  |

This adjustment applies to any county with a Native American population that represents at least 20% of the county's total population according to the most recent U.S.decennial census.

**ALTCS Model  
Utilization Data**

|              | FY 18<br>ALTCS     |                    | ALTCS                 |
|--------------|--------------------|--------------------|-----------------------|
|              | Expenditures       | % of Total         | Statutory Percentages |
| Apache       | 14,731,087         | 2.92282%           | 0.22%                 |
| Cochise      | 10,083,468         | 2.00068%           | 2.49%                 |
| Coconino     | 9,272,347          | 1.83974%           | 0.66%                 |
| Gila         | 5,871,899          | 1.16505%           | 2.56%                 |
| Graham       | 3,436,370          | 0.68182%           | 0.64%                 |
| Greenlee     | 173,371            | 0.03440%           | 0.34%                 |
| La Paz       | 1,361,374          | 0.27011%           | 0.34%                 |
| Maricopa     | 294,685,209        | 58.46907%          | 56.55%                |
| Mohave       | 15,489,671         | 3.07334%           | 2.73%                 |
| Navajo       | 16,523,749         | 3.27851%           | 0.91%                 |
| Pima         | 76,363,595         | 15.15145%          | 20.55%                |
| Pinal        | 20,860,812         | 4.13903%           | 5.09%                 |
| Santa Cruz   | 5,682,412          | 1.12746%           | 1.05%                 |
| Yavapai      | 15,459,163         | 3.06728%           | 3.12%                 |
| Yuma         | 14,007,387         | 2.77923%           | 2.75%                 |
| <b>Total</b> | <b>504,001,913</b> | <b>100.000000%</b> | <b>100.00000%</b>     |

Utilization as of 7/23/2018

**Per Capita Reduction Calculation**

| County        | CY18 Approp.       | 18 Adjusted Contribution | Population 7/1/2017 | Per Capita Contribution | Per Capita Circuit Breaker |
|---------------|--------------------|--------------------------|---------------------|-------------------------|----------------------------|
| Apache        | 657,500            | 699,832                  | 72,713              | 9.62                    | 0                          |
| Cochise       | 5,241,100          | 4,994,133                | 128,383             | 38.90                   | 0                          |
| Coconino      | 1,974,000          | 2,101,043                | 144,057             | 14.58                   | 0                          |
| Gila          | 2,208,500          | 3,291,565                | 54,947              | 59.90                   | 940,660                    |
| Graham        | 1,561,800          | 1,708,849                | 38,275              | 44.65                   | 71,255                     |
| Greenlee      | 28,000             | 26,854                   | 10,961              | 2.45                    | 0                          |
| La Paz        | 526,000            | 797,470                  | 21,598              | 36.92                   | 0                          |
| Maricopa      | 165,477,400        | 189,386,545              | 4,221,684           | 44.86                   | 8,761,973                  |
| Mohave        | 8,350,800          | 10,086,080               | 209,792             | 48.08                   | 1,110,138                  |
| Navajo        | 2,721,500          | 2,896,679                | 111,266             | 26.03                   | 0                          |
| Pima          | 40,974,000         | 48,172,029               | 1,026,099           | 46.95                   | 4,270,426                  |
| Pinal         | 15,344,200         | 13,366,821               | 427,603             | 31.26                   | 0                          |
| Santa Cruz    | 2,040,600          | 2,966,817                | 51,507              | 57.60                   | 763,092                    |
| Yavapai       | 8,840,500          | 8,245,968                | 225,364             | 36.59                   | 0                          |
| Yuma          | 8,727,300          | 9,294,924                | 221,648             | 41.94                   | 0                          |
| <b>Total:</b> | <b>264,673,200</b> | <b>298,035,609</b>       | <b>6,965,897</b>    | <b>42.78</b>            | <b>15,917,544.02</b>       |

Counties for which the per capita increase in their contribution from the previous year exceeds the statewide average, will have their contribution reduced to bring them down to the statewide average.

Adjusted Contribution is county contribution adjusted for Native American population, property tax, and statutory growth cap circuit breakers.

July 1, 2017 Population Estimates for Arizona's Counties, Incorporated Places and Balance of County from Arizona Office of Equal Opportunity

## ALTCS Model Growth Calculation

| Growth Calculation    |             |             |            |            |                   |
|-----------------------|-------------|-------------|------------|------------|-------------------|
| EPD Non-Federal Share | FY 2019*    | FY 2020**   | County     | State      | Total Non-Federal |
|                       | 467,277,700 | 505,776,300 | 19,249,300 | 19,249,300 | 38,498,600        |
|                       |             | 8.24%       |            |            |                   |

\* From Appropriation. Excludes non-federal share of BON (\$104,800).

\*\* Includes estimate of \$38,741,600 for ALTCS Clawback

### Breakdown of Non-Federal Share for FY 2020

|                |                           |
|----------------|---------------------------|
| EPD            | 472,455,100               |
| Clawback       | 40,899,600                |
| PDR Rebate     | <u>-7,578,400</u>         |
| Total Non-Fed. | <u><u>505,776,300</u></u> |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI/EPD/ALTCS Services    |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund          |   |            |             |               |
| <b>Appropriated</b>                       |   |            |             |               |
| 0000 FTE                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 169,806.1                                   | 182,246.9  | 23,364.1    | 205,611.0     |
| 7000 Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                | 169,806.1                                   | 182,246.9  | 23,364.1    | 205,611.0     |
| <b>Fund Total:</b>                        | 169,806.1                                   | 182,246.9  | 23,364.1    | 205,611.0     |
| <b>Fund:</b> 2120-N AHCCCS Fund           |   |            |             |               |
| <b>Non-Appropriated</b>                   |   |            |             |               |
| 6000 Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI/EPD ALTCS Services         |   |            |             |               |
| <b>Fund:</b> 2120-N AHCCCS Fund                |   |            |             |               |
| <b>Non-Appropriated</b>                        |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                 | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                             | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Fund:</b> 2223-N Long Term Care System Fund |   |            |             |               |
| <b>Non-Appropriated</b>                        |   |            |             |               |
| 0000 FTE                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                           | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals      | 1,183,540.3                                 | 985,134.2  | 73,642.4    | 1,058,776.6   |
| 7000 Other Operating Expenses                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                           | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                                 | 254.0                                       | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                 | 1,183,794.3                                 | 985,134.2  | 73,642.4    | 1,058,776.6   |
| <b>Fund Total:</b>                             | 1,183,794.3                                 | 985,134.2  | 73,642.4    | 1,058,776.6   |
| <b>Fund:</b> 2500-N IGA and ISA Fund           |   |            |             |               |
| <b>Non-Appropriated</b>                        |   |            |             |               |
| 6000 Personal Services                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                 | 0.0   | 0.0        | 0.0         | 0.0           |

Date Printed: 8/27/2018 4:37:11 PM All dollars are presented in thousands (not FTE).

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI/EPD ALTCS Services            |   |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund              |   |            |             |               |
| <b>Non-Appropriated</b>                           |   |            |             |               |
| 6200  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800  | 9.6   | 0.0        | 0.0         | 0.0           |
| 7000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100  | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                    | <b>9.6</b>                                  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                | <b>9.6</b>                                  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2546-A Prescription Drug Rebate Fund |   |            |             |               |
| <b>Appropriated</b>                               |   |            |             |               |
| 6000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800  | 7,578.4                                     | 7,578.4    | 0.0         | 7,578.4       |
| 7000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100  | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI/EPD ALTCS Services            |   |            |             |               |
| <b>Fund:</b> 2546-A Prescription Drug Rebate Fund |   |            |             |               |
| <b>Appropriated</b>                               |   |            |             |               |
| <b>Appropriated Total:</b>                        |   |            |             | 7,578.4       |
| <b>Fund Total:</b>                                |   |            |             | 7,578.4       |
| <b>Fund:</b> 2546-N Prescription Drug Rebate Fund |   |            |             |               |
| <b>Non-Appropriated</b>                           |   |            |             |               |
| 0000 FTE  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals         | 34,308.7                                    | 36,422.0   | 2,905.7     | 39,327.7      |
| 7000 Other Operating Expenses                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                    |   |            |             | 34,308.7      |
| <b>Fund Total:</b>                                |   |            |             | 34,308.7      |
| <b>Fund:</b> 9691-N County Funds Fund             |   |            |             |               |
| <b>Non-Appropriated</b>                           |   |            |             |               |
| 0000 FTE  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                          | 0.0   | 0.0        | 0.0         | 0.0           |

All dollars are presented in thousands (not FTE).

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                  |                                      | Arizona Health Care Cost Containment System |             |             |               |
|--|--------------------------------------|---|-------------|-------------|---------------|
|  |                                      | FY 2018                                     | FY 2019     | FY 2020     | FY 2020       |
|  |                                      | Actual                                      | Expd. Plan  | Fund. Issue | Total Request |
| Program:                                 |                                      |   |             |             |               |
| SLI/EPD/ALTCS Services                   |                                      |   |             |             |               |
| Fund:                                    |                                      |   |             |             |               |
| 9691-N County Funds Fund                 |                                      |   |             |             |               |
| Non-Appropriated                         |                                      |   |             |             |               |
| 6700                                     | Food                                 | 0.0   | 0.0         | 0.0         | 0.0           |
| 6800                                     | Aid to Organizations and Individuals | 0.0   | 246,032.3   | 13,054.1    | 259,086.4     |
| 7000                                     | Other Operating Expenses             | 0.0   | 0.0         | 0.0         | 0.0           |
| 8000                                     | Equipment                            | 0.0   | 0.0         | 0.0         | 0.0           |
| 8100                                     | Capital Outlay                       | 0.0   | 0.0         | 0.0         | 0.0           |
| 8600                                     | Debt Service                         | 0.0   | 0.0         | 0.0         | 0.0           |
| 9000                                     | Cost Allocation                      | 0.0   | 0.0         | 0.0         | 0.0           |
| 9100                                     | Transfers                            | 0.0   | 256.9       | 0.0         | 256.9         |
| <b>Non-Appropriated Total:</b>           |                                      | 0.0   | 246,289.2   | 13,054.1    | 259,343.3     |
| <b>Fund Total:</b>                       |                                      | 0.0   | 246,289.2   | 13,054.1    | 259,343.3     |
| <b>Program Total For Selected Funds:</b> |                                      | 1,395,497.1                                 | 1,457,670.7 | 112,966.3   | 1,570,637.0   |



## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI EPD ALTCS Services</b>                      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 1,395,243.1       | 1,457,413.8           |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI EPD ALTCS Services</b>                      |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| <b>Expenditure Category Total</b>                       | <b>1,395,243.1</b>              | <b>1,457,413.8</b>                  |
| <b>Appropriated</b>                                     |                                 |                                     |
| 1000-A General Fund (Appropriated)                      | 169,806.1                       | 182,246.9                           |
| 2546-A Prescription Drug Rebate Fund (Appropriated)     | 7,578.4                         | 7,578.4                             |
|   | <b>177,384.5</b>                | <b>189,825.3</b>                    |
| <b>Non-Appropriated</b>                                 |                                 |                                     |
| 2120-N AHCCCS Fund (Non-Appropriated)                   | 0.0                             | 0.0                                 |
| 2223-N Long Term Care System Fund (Non-Appropriated)    | #####                           | 985,134.2                           |
| 2500-N IGA and ISA Fund (Non-Appropriated)              | 9.6                             | 0.0                                 |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated) | 34,308.7                        | 36,422.0                            |
| 9691-N County Funds (Non-Appropriated)                  | 0.0                             | 246,032.3                           |
|   | <b>1,217,858.6</b>              | <b>1,267,588.5</b>                  |
| <b>Fund Source Total</b>                                | <b>1,395,243.1</b>              | <b>1,457,413.8</b>                  |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI EPD ALTCS Services</b>                      |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI EPD ALTCS Services</b>                      |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI EPD ALTCS Services</b>                      |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 254.0             | 256.9                 |

# Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI EPD ALTCS Services</b>                      |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                    | <b>254.0</b>      | <b>256.9</b>          |
| <b>Non-Appropriated</b>                              |                   |                       |
| 2223-N Long Term Care System Fund (Non-Appropriated) | 254.0             | 0.0                   |
| 9691-N County Funds (Non-Appropriated)               | 0.0               | 256.9                 |
|  | <b>254.0</b>      | <b>256.9</b>          |
| <b>Fund Source Total</b>                             | <b>254.0</b>      | <b>256.9</b>          |

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# Member Month Summary

| QUARTER | EPD MEMBER MONTHS    | TRIBAL CASE MANAGEMENT | TOTAL MEMBER MONTHS |
|---------|----------------------|------------------------|---------------------|
| 2012.3  | 76,227               | 7,395                  | 83,622              |
| 2012.4  | 76,491               | 7,484                  | 83,975              |
| 2013.1  | 75,714               | 7,448                  | 83,162              |
| 2013.2  | 75,823               | 7,577                  | 83,400              |
| 2013.3  | 76,501               | 7,619                  | 84,121              |
| 2013.4  | 77,092               | 7,603                  | 84,695              |
| 2014.1  | 76,912               | 7,554                  | 84,466              |
| 2014.2  | 77,354               | 7,649                  | 85,003              |
| 2014.3  | 78,031               | 7,696                  | 85,728              |
| 2014.4  | 78,807               | 7,643                  | 86,450              |
| 2015.1  | 78,679               | 7,562                  | 86,241              |
| 2015.2  | 78,892               | 7,496                  | 86,388              |
| 2015.3  | 78,863               | 7,492                  | 86,355              |
| 2015.4  | 79,009               | 7,514                  | 86,523              |
| 2016.1  | 78,382               | 7,524                  | 85,906              |
| 2016.2  | 78,616               | 7,565                  | 86,181              |
| 2016.3  | 78,821               | 7,560                  | 86,381              |
| 2016.4  | 78,919               | 7,583                  | 86,501              |
| 2017.1  | 78,471               | 7,589                  | 86,060              |
| 2017.2  | 79,122               | 7,634                  | 86,756              |
| 2017.3  | 79,785               | 7,741                  | 87,526              |
| 2017.4  | 80,498               | 7,731                  | 88,229              |
| 2018.1  | 80,195               | 7,680                  | 87,875              |
| 2018.2  | 80,720               | 7,661                  | 88,380              |
|         | <b>FORECAST DATA</b> |                        |                     |
| 2018.3  | 82,517               | 7,725                  | 90,242              |
| 2018.4  | 82,744               | 7,736                  | 90,480              |
| 2019.1  | 82,490               | 7,748                  | 90,238              |
| 2019.2  | 82,844               | 7,757                  | 90,601              |
| 2019.3  | 83,173               | 7,767                  | 90,940              |
| 2019.4  | 83,400               | 7,777                  | 91,176              |
| 2020.1  | 83,144               | 7,788                  | 90,932              |
| 2020.2  | 83,497               | 7,797                  | 91,294              |

# Growth Rate Summary

| QUARTER              | EPD MEMBER MONTHS | TRIBAL CASE MANAGEMENT | TOTAL MEMBER MONTHS |
|----------------------|-------------------|------------------------|---------------------|
| 2012.3               | 0.69%             | 1.68%                  | 0.77%               |
| 2012.4               | 0.35%             | 1.20%                  | 0.42%               |
| 2013.1               | -1.02%            | -0.48%                 | -0.97%              |
| 2013.2               | 0.14%             | 1.73%                  | 0.29%               |
| 2013.3               | 0.89%             | 0.56%                  | 0.86%               |
| 2013.4               | 0.77%             | -0.22%                 | 0.68%               |
| 2014.1               | -0.23%            | -0.64%                 | -0.27%              |
| 2014.2               | 0.57%             | 1.26%                  | 0.64%               |
| 2014.3               | 0.88%             | 0.61%                  | 0.85%               |
| 2014.4               | 0.99%             | -0.69%                 | 0.84%               |
| 2015.1               | -0.16%            | -1.06%                 | -0.24%              |
| 2015.2               | 0.27%             | -0.87%                 | 0.17%               |
| 2015.3               | -0.04%            | -0.05%                 | -0.04%              |
| 2015.4               | 0.19%             | 0.29%                  | 0.19%               |
| 2016.1               | -0.79%            | 0.14%                  | -0.71%              |
| 2016.2               | 0.30%             | 0.55%                  | 0.32%               |
| 2016.3               | 0.26%             | -0.07%                 | 0.23%               |
| 2016.4               | 0.12%             | 0.30%                  | 0.14%               |
| 2017.1               | -0.57%            | 0.09%                  | -0.51%              |
| 2017.2               | 0.83%             | 0.59%                  | 0.81%               |
| 2017.3               | 0.84%             | 1.39%                  | 0.89%               |
| 2017.4               | 0.89%             | -0.12%                 | 0.80%               |
| 2018.1               | -0.38%            | -0.67%                 | -0.40%              |
| 2018.2               | 0.65%             | -0.25%                 | 0.57%               |
| <b>FORECAST DATA</b> |                   |                        |                     |
| 2018.3               | 2.23%             | 0.84%                  | 2.11%               |
| 2018.4               | 0.28%             | 0.14%                  | 0.26%               |
| 2019.1               | -0.31%            | 0.15%                  | -0.27%              |
| 2019.2               | 0.43%             | 0.12%                  | 0.40%               |
| 2019.3               | 0.40%             | 0.12%                  | 0.37%               |
| 2019.4               | 0.27%             | 0.13%                  | 0.26%               |
| 2020.1               | -0.31%            | 0.14%                  | -0.27%              |
| 2020.2               | 0.42%             | 0.12%                  | 0.40%               |

## Year-to-Year Changes

| STATE FISCAL YEAR    | EPD MEMBER MONTHS | TRIBAL CASE MANAGEMENT | TOTAL MEMBER MONTHS |
|----------------------|-------------------|------------------------|---------------------|
| 2012-13              | 304,255           | 29,904                 | 334,159             |
| 2013-14              | 307,860           | 30,425                 | 338,285             |
| 2014-15              | 314,410           | 30,397                 | 344,807             |
| 2015-16              | 314,869           | 30,096                 | 344,965             |
| 2016-17              | 315,333           | 30,366                 | 345,699             |
| 2017-18              | 321,198           | 30,813                 | 352,011             |
| <i>FORECAST DATA</i> |                   |                        |                     |
| 2018-19              | 330,596           | 30,966                 | 361,561             |
| 2019-20              | 333,214           | 31,128                 | 364,342             |

| STATE FISCAL YEAR    | EPD MEMBER MONTHS | TRIBAL CASE MANAGEMENT | TOTAL MEMBER MONTHS |
|----------------------|-------------------|------------------------|---------------------|
| 2012-13              | 0.72%             | 4.40%                  | 1.04%               |
| 2013-14              | 1.18%             | 1.74%                  | 1.23%               |
| 2014-15              | 2.13%             | -0.09%                 | 1.93%               |
| 2015-16              | 0.15%             | -0.99%                 | 0.05%               |
| 2016-17              | 0.15%             | 0.90%                  | 0.21%               |
| 2017-18              | 1.86%             | 1.47%                  | 1.83%               |
| <i>FORECAST DATA</i> |                   |                        |                     |
| 2018-19              | 2.93%             | 0.50%                  | 2.71%               |
| 2019-20              | 0.79%             | 0.52%                  | 0.77%               |



**ALTCs EPD**

|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 76,227     |          | 0.69%                  |            |          |              |              |          |              |           |
| 2012.4 | 76,491     |          | 0.35%                  |            |          |              |              |          |              |           |
| 2013.1 | 75,714     |          | -1.02%                 |            |          |              |              |          |              |           |
| 2013.2 | 75,823     |          | 0.14%                  |            |          | 304,255      | 0.72%        | 0.39%    |              | SFY 12-13 |
| 2013.3 | 76,501     |          | 0.89%                  |            |          |              |              |          |              |           |
| 2013.4 | 77,092     |          | 0.77%                  |            |          |              |              |          |              |           |
| 2014.1 | 76,912     |          | -0.23%                 |            |          |              |              |          |              |           |
| 2014.2 | 77,354     |          | 0.57%                  |            |          | 307,860      | 1.18%        | 1.77%    |              | SFY 13-14 |
| 2014.3 | 78,031     |          | 0.88%                  |            |          |              |              |          |              |           |
| 2014.4 | 78,807     |          | 0.99%                  |            |          |              |              |          |              |           |
| 2015.1 | 78,679     |          | -0.16%                 |            |          |              |              |          |              |           |
| 2015.2 | 78,892     |          | 0.27%                  |            |          | 314,410      | 2.13%        | 1.82%    |              | SFY 14-15 |
| 2015.3 | 78,863     |          | -0.04%                 |            |          |              |              |          |              |           |
| 2015.4 | 79,009     |          | 0.19%                  |            |          |              |              |          |              |           |
| 2016.1 | 78,382     |          | -0.79%                 |            |          |              |              |          |              |           |
| 2016.2 | 78,616     |          | 0.30%                  |            |          | 314,869      | 0.15%        | -0.10%   |              | SFY 15-16 |
| 2016.3 | 78,821     |          | 0.26%                  |            |          |              |              |          |              |           |
| 2016.4 | 78,919     |          | 0.12%                  |            |          |              |              |          |              |           |
| 2017.1 | 78,471     |          | -0.57%                 |            |          |              |              |          |              |           |
| 2017.2 | 79,122     |          | 0.83%                  |            |          | 315,333      | 0.15%        | 0.78%    |              | SFY 16-17 |
| 2017.3 | 79,785     |          | 0.84%                  |            |          |              |              |          |              |           |
| 2017.4 | 80,498     |          | 0.89%                  |            |          |              |              |          |              |           |
| 2018.1 | 80,195     |          | -0.38%                 |            |          |              |              |          |              |           |
| 2018.2 | 80,720     |          | 0.65%                  |            |          | 321,198      | 1.86%        | 2.03%    |              | SFY 17-18 |
| 2018.3 |            |          | 1.88%                  | 82,237     |          |              |              |          |              |           |
| 2018.4 |            |          | 0.62%                  | 82,744     |          |              |              |          |              |           |
| 2019.1 |            |          | -0.31%                 | 82,490     |          |              |              |          |              |           |
| 2019.2 |            |          | 0.43%                  | 82,844     |          | 330,316      | 2.84%        | 2.48%    |              | SFY 18-19 |
| 2019.3 |            |          | 0.40%                  | 83,173     |          |              |              |          |              |           |
| 2019.4 |            |          | 0.27%                  | 83,400     |          |              |              |          |              |           |
| 2020.1 |            |          | -0.31%                 | 83,144     |          |              |              |          |              |           |
| 2020.2 |            |          | 0.42%                  | 83,497     |          | 333,214      | 0.88%        | 0.79%    |              | SFY 19-20 |

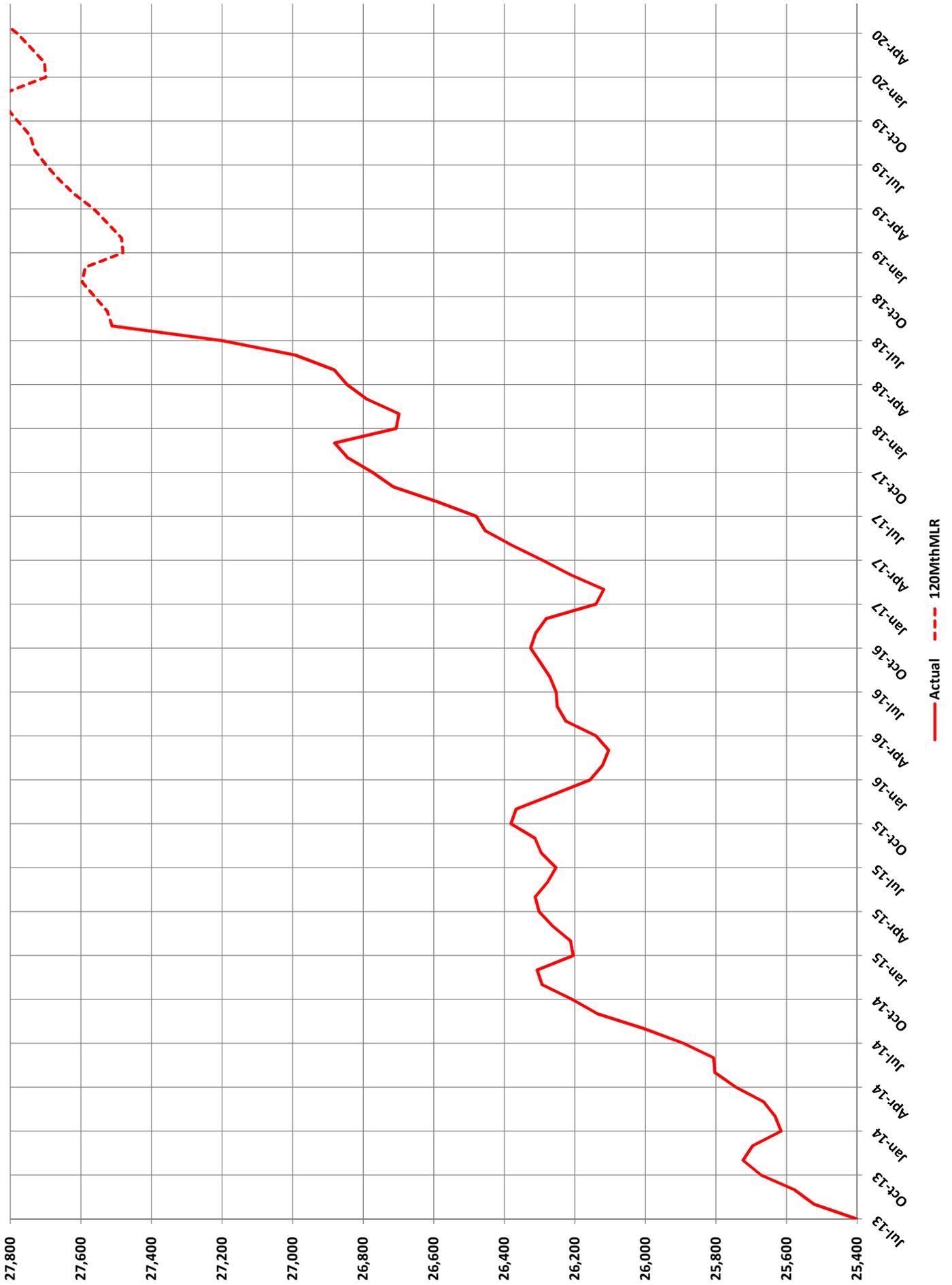
**Notes:**

(1) Data are obtained from PMMIS.

(2) Forecast Details: 120 Observations; MLR using Arizona Population from Eller Forecasting Project, Time-based Trend, and Monthly Seasonal variables

Adj. R Squared: 0.8209  
 Standard Error: 360.21

ALTCS EPD



**ALTCS Tribes**

|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 7,395      |          | 1.68%                  |            |          |              |              |          |              |           |
| 2012.4 | 7,484      |          | 1.20%                  |            |          |              |              |          |              |           |
| 2013.1 | 7,448      |          | -0.48%                 |            |          |              |              |          |              |           |
| 2013.2 | 7,577      |          | 1.73%                  |            |          | 29,904       | 4.40%        | 4.37%    |              | SFY 12-13 |
| 2013.3 | 7,619      |          | 0.56%                  |            |          |              |              |          |              |           |
| 2013.4 | 7,603      |          | -0.22%                 |            |          |              |              |          |              |           |
| 2014.1 | 7,554      |          | -0.64%                 |            |          |              |              |          |              |           |
| 2014.2 | 7,649      |          | 1.26%                  |            |          | 30,425       | 1.74%        | 0.55%    |              | SFY 13-14 |
| 2014.3 | 7,696      |          | 0.61%                  |            |          |              |              |          |              |           |
| 2014.4 | 7,643      |          | -0.69%                 |            |          |              |              |          |              |           |
| 2015.1 | 7,562      |          | -1.06%                 |            |          |              |              |          |              |           |
| 2015.2 | 7,496      |          | -0.87%                 |            |          | 30,397       | -0.09%       | -2.46%   |              | SFY 14-15 |
| 2015.3 | 7,492      |          | -0.05%                 |            |          |              |              |          |              |           |
| 2015.4 | 7,514      |          | 0.29%                  |            |          |              |              |          |              |           |
| 2016.1 | 7,524      |          | 0.14%                  |            |          |              |              |          |              |           |
| 2016.2 | 7,565      |          | 0.55%                  |            |          | 30,096       | -0.99%       | 1.27%    |              | SFY 15-16 |
| 2016.3 | 7,560      |          | -0.07%                 |            |          |              |              |          |              |           |
| 2016.4 | 7,583      |          | 0.30%                  |            |          |              |              |          |              |           |
| 2017.1 | 7,589      |          | 0.09%                  |            |          |              |              |          |              |           |
| 2017.2 | 7,634      |          | 0.59%                  |            |          | 30,366       | 0.90%        | 1.00%    |              | SFY 16-17 |
| 2017.3 | 7,741      |          | 1.39%                  |            |          |              |              |          |              |           |
| 2017.4 | 7,731      |          | -0.12%                 |            |          |              |              |          |              |           |
| 2018.1 | 7,680      |          | -0.67%                 |            |          |              |              |          |              |           |
| 2018.2 | 7,661      |          | -0.25%                 |            |          | 30,813       | 1.47%        | 0.27%    |              | SFY 17-18 |
| 2018.3 |            |          | 0.78%                  | 7,720      |          |              |              |          |              |           |
| 2018.4 |            |          | 0.20%                  | 7,736      |          |              |              |          |              |           |
| 2019.1 |            |          | 0.15%                  | 7,748      |          |              |              |          |              |           |
| 2019.2 |            |          | 0.12%                  | 7,757      |          | 30,961       | 0.48%        | 1.09%    |              | SFY 18-19 |
| 2019.3 |            |          | 0.12%                  | 7,767      |          |              |              |          |              |           |
| 2019.4 |            |          | 0.13%                  | 7,777      |          |              |              |          |              |           |
| 2020.1 |            |          | 0.14%                  | 7,788      |          | 31,128       | 0.54%        | 0.51%    |              | SFY 19-20 |
| 2020.2 |            |          | 0.12%                  | 7,797      |          |              |              |          |              |           |

**Notes:**

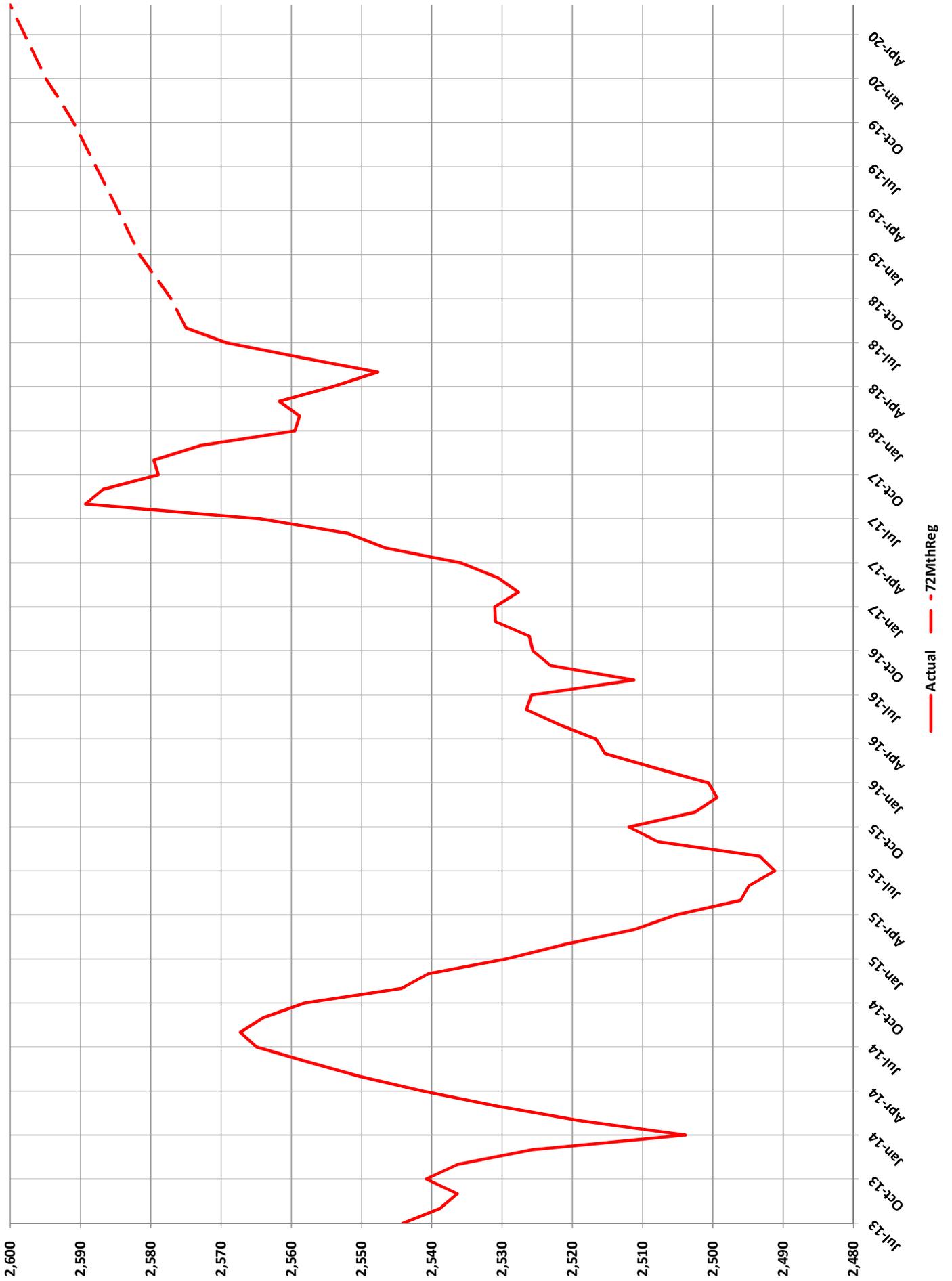
(1) Data are obtained from PMMIS.

(2) Forecast uses a 72-month regression on the natural log of the transfer payment forecast from the Forecasting Project.

Adj. R Squared: 0.5014

Standard Error: 5.57

ALTCs Tribes





**TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**MEDICARE PART D “CLAWBACK” PAYMENTS**

**PROGRAM DESCRIPTION/BACKGROUND:**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

**METHODOLOGY:**

**CLAWBACK PMPM:**

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

|                  | Actual<br>1/1/2015 to<br>9/30/2015 | Actual<br>10/1/2015 to<br>12/31/2015 | Actual<br>1/1/2016 to<br>9/30/2016 | Actual<br>10/1/2016 to<br>12/31/2016 | Actual<br>1/1/2017 to<br>9/30/2017 | Actual<br>10/1/2017 to<br>12/31/2017 | Actual<br>1/1/2018 to<br>9/30/2018 | Estimate<br>10/1/2018 to<br>12/31/2018 | Estimate<br>1/1/2019 to<br>9/30/2019 | Estimate<br>10/1/2019 to<br>12/31/2019 | Estimate<br>1/1/2020 to<br>9/30/2020 |
|------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--|--------------------------------------|--|--------------------------------------|
| Total Fund PMPM  | 200.04                             | 200.04                               | 223.29                             | 223.28                               | 249.93                             | 249.93                               | 252.98                             | 252.98                                 | 257.88                               | 257.89                                 | 262.87                               |
| FMAP             | 68.46%                             | 68.92%                               | 68.92%                             | 69.24%                               | 69.24%                             | 69.89%                               | 69.89%                             | 69.81%                                 | 69.81%                               | 69.48%                                 | 69.48%                               |
| State Match PMPM | 63.09                              | 62.17                                | 69.40                              | 68.68                                | 76.88                              | 75.25                                | 76.17                              | 76.37                                  | 77.85                                | 78.71                                  | 80.23                                |
| Clawback %       | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                                 | 75.00%                               | 75.00%                                 | 75.00%                               |
| Clawback PMPM    | 47.32                              | 46.63                                | 52.05                              | 51.51                                | 57.66                              | 56.44                                | 57.13                              | 57.28                                  | 58.39                                | 59.03                                  | 60.17                                |



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK

The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it increases to 69.81%.
- It is assumed that the FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK

PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

|                |        |
|----------------|--------|
| AHCCCS Acute   | 46.14% |
| ALTCS-EPD      | 33.18% |
| ALTCS-DD (DES) | 3.53%  |
| DHS BHS        | 17.15% |

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 24 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.04% in SFY 2019 and 3.39% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,526 by June 2019 and 176,313 by June 2020.

**TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

|              | SFY18<br>Actual | SFY19<br>Allocation | SFY19<br>Rebase | SFY20<br>Request | SFY20<br>Inc.(Dec) |
|--------------|-----------------|---------------------|-----------------|------------------|--------------------|
| AHCCCS ACUTE | 51,307,400      | 56,090,800          | 53,530,700      | 56,874,700       | 783,900            |
| AHCCCS ALTCS |                 |                     |                 |                  |                    |
| General Fund | 15,241,439      | 16,476,000          | 16,370,900      | 18,046,700       | 1,570,700          |
| County Fund  | 21,797,785      | 22,265,600          | 22,123,800      | 22,852,900       | 587,300            |
| TOTAL ALTCS  | 37,039,225      | 38,741,600          | 38,494,700      | 40,899,600       | 2,158,000          |
| BHS          | 19,070,500      | 19,897,000          | 19,897,000      | 21,140,100       | 1,243,100          |
| DES-DD       | 3,925,200       | 4,074,900           | 4,095,400       | 4,351,600        | 276,700            |
| Grand Total  | 111,342,325     | 118,804,300         | 116,017,800     | 123,266,000      | 4,461,700          |



**PROPOSED SOLUTION TO THE PROBLEM:**

For FY20, AHCCCS requests an increase of \$4,461,700 General Fund to the Acute Care Clawback line item for these federally mandated payments. Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,570,700 and a County Fund increase of \$587,300. For the BHS Clawback line, AHCCCS requests an increase of \$1,243,100.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**STATUTORY AUTHORITY:**

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)  
Social Security Act, Section 1935(42 U.S.C. 1396u-5)



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                              | Arizona Health Care Cost Containment System |                                      | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|--------------------------------------|---|--------------------------------------|----------|------------|-------------|---------------|
| Program:                             | 1000-A                                      | General Fund                         | Actual   | Expd. Plan | Fund. Issue | Total Request |
| SLI Long Term Care Clawback Payments |   |                                      |          |            |             |               |
| <b>Fund:</b>                         | <b>1000-A</b>                               | <b>General Fund</b>                  |          |            |             |               |
| <b>Appropriated</b>                  |   |                                      |          |            |             |               |
|                                      | 0000  | FTE                                  | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6000  | Personal Services                    | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6100  | Employee Related Expenses            | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6200  | Professional and Outside Services    | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6500  | Travel In-State                      | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6600  | Travel Out of State                  | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6700  | Food                                 | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6800  | Aid to Organizations and Individuals | 15,241.6 | 16,476.0   | 1,610.1     | 18,086.1      |
|                                      | 7000  | Other Operating Expenses             | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 8000  | Equipment                            | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 8100  | Capital Outlay                       | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 8600  | Debt Service                         | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 9000  | Cost Allocation                      | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 9100  | Transfers                            | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | <b>Appropriated Total:</b>                  |                                      | 15,241.6 | 16,476.0   | 1,610.1     | 18,086.1      |
| <b>Fund Total:</b>                   |   |                                      | 15,241.6 | 16,476.0   | 1,610.1     | 18,086.1      |
| <b>Fund:</b>                         | <b>2223-N</b>                               | <b>Long Term Care System Fund</b>    |          |            |             |               |
| <b>Non-Appropriated</b>              |   |                                      |          |            |             |               |
|                                      | 6000  | Personal Services                    | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6100  | Employee Related Expenses            | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6200  | Professional and Outside Services    | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6500  | Travel In-State                      | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6600  | Travel Out of State                  | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6700  | Food                                 | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 6800  | Aid to Organizations and Individuals | 21,797.6 | 0.0        | 0.0         | 0.0           |
|                                      | 7000  | Other Operating Expenses             | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 8000  | Equipment                            | 0.0      | 0.0        | 0.0         | 0.0           |
|                                      | 8100  | Capital Outlay                       | 0.0      | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                 |              |                 |
|--|---|-----------------|--------------|-----------------|
|  | FY 2018                                     | FY 2019         | FY 2020      | FY 2020         |
|  | Actual                                      | Expd. Plan      | Fund. Issue  | Total Request   |
| <b>Program:</b> SLI Long Term Care Clawback Payments |   |                 |              |                 |
| <b>Fund:</b> 2223-N Long Term Care System Fund       |   |                 |              |                 |
| <b>Non-Appropriated</b>                              |   |                 |              |                 |
| 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             |
| <b>Non-Appropriated Total:</b>                       | <b>21,797.6</b>                             | <b>0.0</b>      | <b>0.0</b>   | <b>0.0</b>      |
| <b>Fund Total:</b>                                   | <b>21,797.6</b>                             | <b>0.0</b>      | <b>0.0</b>   | <b>0.0</b>      |
| <b>Fund:</b> 9691-N County Funds Fund                |   |                 |              |                 |
| <b>Non-Appropriated</b>                              |   |                 |              |                 |
| 0000 FTE   | 0.0   | 0.0             | 0.0          | 0.0             |
| 6000 Personal Services                               | 0.0   | 0.0             | 0.0          | 0.0             |
| 6100 Employee Related Expenses                       | 0.0   | 0.0             | 0.0          | 0.0             |
| 6200 Professional and Outside Services               | 0.0   | 0.0             | 0.0          | 0.0             |
| 6500 Travel In-State                                 | 0.0   | 0.0             | 0.0          | 0.0             |
| 6600 Travel Out of State                             | 0.0   | 0.0             | 0.0          | 0.0             |
| 6700 Food  | 0.0   | 0.0             | 0.0          | 0.0             |
| 6800 Aid to Organizations and Individuals            | 0.0   | 22,265.6        | 547.9        | 22,813.5        |
| 7000 Other Operating Expenses                        | 0.0   | 0.0             | 0.0          | 0.0             |
| 8000 Equipment                                       | 0.0   | 0.0             | 0.0          | 0.0             |
| 8100 Capital Outlay                                  | 0.0   | 0.0             | 0.0          | 0.0             |
| 8600 Debt Service                                    | 0.0   | 0.0             | 0.0          | 0.0             |
| 9000 Cost Allocation                                 | 0.0   | 0.0             | 0.0          | 0.0             |
| 9100 Transfers                                       | 0.0   | 0.0             | 0.0          | 0.0             |
| <b>Non-Appropriated Total:</b>                       | <b>0.0</b>                                  | <b>22,265.6</b> | <b>547.9</b> | <b>22,813.5</b> |
| <b>Fund Total:</b>                                   | <b>0.0</b>                                  | <b>22,265.6</b> | <b>547.9</b> | <b>22,813.5</b> |
| <b>Program Total For Selected Funds:</b>             |   |                 |              |                 |
|  | 37,039.2                                    | 38,741.6        | 2,158.0      | 40,899.6        |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | SLI Long Term Care Clawback Payments        |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 37,039.2          | 38,741.6              |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Long Term Care Clawback Payments</b>        |

|  | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|--|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                        | <b>37,039.2</b>           | <b>38,741.6</b>               |
| <b>Appropriated</b>                                      |                           |                               |
| 1000-A General Fund (Appropriated)                       | 15,241.6                  | 16,476.0                      |
|  | <b>15,241.6</b>           | <b>16,476.0</b>               |
| <b>Non-Appropriated</b>                                  |                           |                               |
| 2223-N Long Term Care System Fund (Non-Appropriated)     | 21,797.6                  | 0.0                           |
| 9691-N County Funds (Non-Appropriated)                   | 0.0                       | 22,265.6                      |
|  | <b>21,797.6</b>           | <b>22,265.6</b>               |
| <b>Fund Source Total</b>                                 | <b>37,039.2</b>           | <b>38,741.6</b>               |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Long Term Care Clawback Payments</b>        |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Long Term Care Clawback Payments</b>        |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| Document shredding and Destruction Services               | 0.0                             |                                     |
| Translation and Sign Language Services                    | 0.0                             |                                     |
| Distribution To State Universities                        | 0.0                             |                                     |
| Other Intrastate Distributions                            | 0.0                             |                                     |
| Awards  | 0.0                             |                                     |
| Entertainment And Promotional Items                       | 0.0                             |                                     |
| Dues  | 0.0                             |                                     |
| Books- Subscriptions And Publications                     | 0.0                             |                                     |
| Costs For Digital Image Or Microfilm                      | 0.0                             |                                     |
| Revolving Fund Advances                                   | 0.0                             |                                     |
| Credit Card Fees Over Approved Limit                      | 0.0                             |                                     |
| Relief Bill Expenditures                                  | 0.0                             |                                     |
| Surplus Property Distr To State Agencies                  | 0.0                             |                                     |
| Security Services   | 0.0                             |                                     |
| Judgments - Damages                                       | 0.0                             |                                     |
| ICA Payments to Claimants Confidential                    | 0.0                             |                                     |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0                             |                                     |
| Judgments - Non-Confidential Restitution                  | 0.0                             |                                     |
| Judgments - Punitive And Compensatory                     | 0.0                             |                                     |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0                             |                                     |
| Pmts For Contracted State Inmate Labor                    | 0.0                             |                                     |
| Payments To State Inmates                                 | 0.0                             |                                     |
| Bad Debt Expense  | 0.0                             |                                     |
| Interview Expense   | 0.0                             |                                     |
| Employee Relocations-Nontaxable                           | 0.0                             |                                     |
| Employee Relocations-Taxable                              | 0.0                             |                                     |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0                             |                                     |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0                             |                                     |
| Fingerprinting, Background Checks, Etc.                   | 0.0                             |                                     |
| Other Miscellaneous Operating                             | 0.0                             |                                     |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                      | <b>0.0</b>                          |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Long Term Care Clawback Payments</b>        |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <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 form \$10.50 to \$15.63. This will result in increased collections of approximately \$10.8 million on an annualized basis. Half of the increase impacted FY 2017 and the fully annualized impact will be realized in FY 2018.

The FY 2019 and FY 2020 estimates for revenue generation are based on prior year experience adjusted for the increased rate of collection. No further increases are projected in FY 2020. There will always be a rolling fund balance that will be paid out in reconciliation the following year. The federal matching funds are based on the regular Title XIX FMAP rate. For FY 2019 this is a blended rate of one quarter at the FFY 2018 rate of 69.89% and



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**LONG TERM CARE PROGRAM  
NURSING FACILITY ASSESSMENT**

three quarters at the FFY 2019 rate of 69.81% for an average SFY 2019 rate of 69.83%. For FY 2020 this is a blended rate of one quarter at the FFY 2019 rate of 69.81% and three quarters at the FFY 2020 rate of 69.48% for an average SFY 2020 rate of 69.56%.

| <b>ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM<br/>NURSING FACILITY ASSESSMENT<br/>FISCAL YEAR 2020 BUDGET REQUEST</b> |                       |                       |                       |                        |                          |
|--|-----------------------|-----------------------|-----------------------|------------------------|--------------------------|
|  | <b>FY 2018 Actual</b> | <b>FY 2019 Approp</b> | <b>FY 2019 Rebase</b> | <b>FY 2020 Request</b> | <b>FY 2020 Inc/(Dec)</b> |
| NF Assessment Fund State   | \$33,070,514          | \$32,989,400          | \$32,989,500          | \$32,989,600           | \$200                    |
| NF Assessment Fund Fed   | \$76,320,529          | \$76,355,600          | \$76,355,800          | \$75,397,000           | (\$958,600)              |
| <b>Total Funds</b>   | <b>\$109,391,043</b>  | <b>\$109,345,000</b>  | <b>\$109,345,300</b>  | <b>\$108,386,600</b>   | <b>(\$958,400)</b>       |

AHCCCS requests that the footnote language allowing AHCCCS to increase the appropriation for payments in excess of the published appropriation be continued in FY 2020.

**Statutory Authority:**

Title 36, Chapter 29, Article 6  
A.R.S. 36-2999.51 through A.R.S. 36-2999.57

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
NURSING FACILITY ASSESSMENT  
FISCAL YEAR 2020 BUDGET REQUEST**

|                          | <b>FY 2018 Actual</b> | <b>FY 2019 Approp</b> | <b>FY 2019 Rebase</b> | <b>FY 2020 Request</b> | <b>FY 2020 Inc/(Dec)</b> |
|--------------------------|-----------------------|-----------------------|-----------------------|------------------------|--------------------------|
| NF Assessment Fund State | \$33,070,514          | \$32,989,400          | \$32,989,500          | \$32,989,600           | \$200                    |
| NF Assessment Fund Fed   | \$76,320,529          | \$76,355,600          | \$76,355,800          | \$75,397,000           | (\$958,600)              |
| <b>Total Funds</b>       | <b>\$109,391,043</b>  | <b>\$109,345,000</b>  | <b>\$109,345,300</b>  | <b>\$108,386,600</b>   | <b>(\$958,400)</b>       |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Nursing Facility Assessment

|  |                                      |   |           |         |           |
|--|--------------------------------------|---|-----------|---------|-----------|
| <b>Fund:</b>                             | 2567-N                               | Nursing Facility Provider Assessment Fund |           |         |           |
| <b>Non-Appropriated</b>                  |                                      |   |           |         |           |
| 0000                                     | FTE                                  | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6000                                     | Personal Services                    | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6100                                     | Employee Related Expenses            | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6200                                     | Professional and Outside Services    | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6500                                     | Travel In-State                      | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6600                                     | Travel Out of State                  | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6700                                     | Food                                 | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 6800                                     | Aid to Organizations and Individuals | 108,822.0                                 | 109,345.0 | (958.4) | 108,386.6 |
| 7000                                     | Other Operating Expenses             | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 8000                                     | Equipment                            | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 8100                                     | Capital Outlay                       | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 8600                                     | Debt Service                         | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 9000                                     | Cost Allocation                      | 0.0                                       | 0.0       | 0.0     | 0.0       |
| 9100                                     | Transfers                            | 0.0                                       | 0.0       | 0.0     | 0.0       |
| <b>Non-Appropriated Total:</b>           |                                      | 108,822.0                                 | 109,345.0 | (958.4) | 108,386.6 |
| <b>Fund Total:</b>                       |                                      | 108,822.0                                 | 109,345.0 | (958.4) | 108,386.6 |
| <b>Program Total For Selected Funds:</b> |                                      | 108,822.0                                 | 109,345.0 | (958.4) | 108,386.6 |



## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Nursing Facility Assessment                 |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 108,822.0         | 109,345.0             |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Nursing Facility Assessment</b>                 |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                                  | <b>108,822.0</b>  | <b>109,345.0</b>      |
| <b>Non-Appropriated</b>  |                   |                       |
| 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate) | 108,822.0         | 109,345.0             |
| <b>Fund Source Total</b>   | <b>108,822.0</b>  | <b>109,345.0</b>      |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Nursing Facility Assessment</b>                 |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Nursing Facility Assessment</b>                 |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Nursing Facility Assessment</b>                 |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

**BOARD OF NURSING**

**BOARD OF NURSING**

**BUDGET JUSTIFICATION**

The State Board of Nursing assures that standards of practice are met and that persons engaged in the practice of nursing are competent. It approves individuals for licensure, registration and certification, approves educational programs for nurses and nursing assistants, investigates complaints concerning licensee's compliance with the law, and determines and administers disciplinary actions in the event of proven violations of the Nurse Practice Act.

The mission is to protect the public health, safety and welfare through the safe and competent practice of nurses and nursing assistants.

The Board of Nursing allocation reflects amounts to be passed through to the Board of Nursing for the cost of administering the Nurse Aid Training Program. The Board of Nursing appropriation was rolled into the Central Administration appropriation; however, for purposes of this budget submittal, the costs will be shown in the Board of Nursing cost center.

The FY 2019 allocation (within the Central Administration appropriation) is \$209,900 (\$105,000 General Fund).



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                          |                                      | Arizona Health Care Cost Containment System |            |             |               |       |
|----------------------------------|--------------------------------------|---|------------|-------------|---------------|-------|
|                                  |                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |       |
|                                  |                                      | Actual                                      | Expd. Plan | Fund. Issue | Total Request |       |
| <b>Program:</b> Board of Nursing |                                      |   |            |             |               |       |
| <b>Fund:</b> 1000-A General Fund |                                      |   |            |             |               |       |
| <b>Appropriated</b>              |                                      |   |            |             |               |       |
| 6000                             | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6100                             | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6200                             | Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6500                             | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6600                             | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6700                             | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6800                             | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 7000                             | Other Operating Expenses             | 104.9                                       | 105.0      | 0.0         | 0.0           | 105.0 |
| 8000                             | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 8100                             | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 8600                             | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 9000                             | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 9100                             | Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| <b>Appropriated Total:</b>       |                                      | 104.9                                       | 105.0      | 0.0         | 0.0           | 105.0 |
| <b>Fund Total:</b>               |                                      | 104.9                                       | 105.0      | 0.0         | 0.0           | 105.0 |
| <b>Fund:</b> 2120-N AHCCCS Fund  |                                      |   |            |             |               |       |
| <b>Non-Appropriated</b>          |                                      |   |            |             |               |       |
| 6000                             | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6100                             | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6200                             | Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6500                             | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6600                             | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6700                             | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 6800                             | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 7000                             | Other Operating Expenses             | 104.8                                       | 104.9      | 0.0         | 0.0           | 104.9 |
| 8000                             | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |
| 8100                             | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0   |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Board of Nursing

|              |                         |  |       |       |       |
|--------------|-------------------------|--|-------|-------|-------|
| <b>Fund:</b> | 2120-N                  | AHCCCS Fund                              |       |       |       |
|              | <b>Non-Appropriated</b> |  |       |       |       |
|              | 8600                    | Debt Service                             | 0.0   | 0.0   | 0.0   |
|              | 9000                    | Cost Allocation                          | 0.0   | 0.0   | 0.0   |
|              | 9100                    | Transfers                                | 0.0   | 0.0   | 0.0   |
|              |                         | <b>Non-Appropriated Total:</b>           | 104.8 | 104.9 | 104.9 |
|              |                         | <b>Fund Total:</b>                       | 104.8 | 104.9 | 104.9 |
|              |                         | <b>Program Total For Selected Funds:</b> | 209.7 | 209.9 | 209.9 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Board of Nursing</b>                            |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Board of Nursing</b>                            |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Other Operating Expenses                                 |                   | 209.9                 |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |
| General Property Damage - Self- Insured                  | 0.0               |                       |
| Automobile Physical Damage-Self Insured                  | 0.0               |                       |
| Liability Insurance Premiums                             | 0.0               |                       |
| Property Insurance Premiums                              | 0.0               |                       |
| Workers Compensation Benefit Payments                    | 0.0               |                       |
| Self Insurance - Administrative Fees                     | 0.0               |                       |
| Self Insurance - Premiums                                | 0.0               |                       |
| Self Insurance - Claim Payments                          | 0.0               |                       |
| Self Insurance - Pharmacy Claims                         | 0.0               |                       |
| Premium Tax On Altcs                                     | 0.0               |                       |
| Other Insurance-Related Charges                          | 0.0               |                       |
| Internal Service Data Processing                         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                       | 0.0               |                       |
| External Programming-Mainframe/Legacy                    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                    | 0.0               |                       |
| External Data Entry                                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0               |                       |
| Pmt for AFIS Development & Usage                         | 0.0               |                       |
| Internal Service Telecommunications                      | 0.0               |                       |
| External Telecom Long Distance-In-State                  | 0.0               |                       |
| External Telecom Long Distance-Out-State                 | 0.0               |                       |
| Other External Telecommunication Service                 | 0.0               |                       |
| Electricity  | 0.0               |                       |
| Sanitation Waste Disposal                                | 0.0               |                       |
| Water  | 0.0               |                       |
| Gas And Fuel Oil For Buildings                           | 0.0               |                       |
| Other Utilities  | 0.0               |                       |
| Building Rent Charges To State Agencies                  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0               |                       |
| Rental Of Land And Buildings                             | 0.0               |                       |
| Rental Of Computer Equipment                             | 0.0               |                       |
| Rental Of Other Machinery And Equipment                  | 0.0               |                       |
| Miscellaneous Rent                                       | 0.0               |                       |
| Interest On Overdue Payments                             | 0.0               |                       |
| All Other Interest Payments                              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs                        | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Board of Nursing</b>                            |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Board of Nursing</b>                            |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                       | <b>209.7</b>      | <b>209.9</b>          |
| <b>Appropriated</b>                                     |                   |                       |
| 1000-A General Fund (Appropriated)                      | 104.9             | 105.0                 |
|   | <b>104.9</b>      | <b>105.0</b>          |
| <b>Non-Appropriated</b>                                 |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                   | 104.8             | 104.9                 |
|   | <b>104.8</b>      | <b>104.9</b>          |
| <b>Fund Source Total</b>                                | <b>209.7</b>      | <b>209.9</b>          |

|   |     |     |
|---|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Board of Nursing</b>                            |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**LONG TERM CARE PASS-THROUGH**

**LONG TERM CARE PASS-THROUGH**

**DEPARTMENT OF ECONOMIC SECURITY DEVELOPMENTALLY DISABLED (DES DD) – PASS-THROUGH**

**PROGRAM DESCRIPTION/BACKGROUND**

The Developmentally Disabled program budget is appropriated within the Department of Economic Security Long Term Care budget unit. As the single state Medicaid Agency for Arizona, AHCCCS passes through the Title XIX Federal funding for this program. The funding flows through the AHCCCS financial systems as follows:

- 1) DES transfers the state match (General Fund) to AHCCCS via the Intergovernmental/Interagency Service fund (IGA and ISA Fund 2500).
- 2) AHCCCS draws down the federal match based on the Title XIX FMAP into the LTC System Fund (2223).
- 3) AHCCCS transfers both the federal match and state match back to DES in the respective funds.

The official budget request for this program will come from ADES. ADES provided the following figures to AHCCCS to more accurately reflect the revenue, sources, and uses schedule:

| LTC - 2003 | FY18 Actual   | FY19 Approp/Est | FY20 Request  | FY20 DP     |
|------------|---------------|-----------------|---------------|-------------|
| DES DD     | 452,875,400   | 509,200,900     | 581,915,600   | 72,714,700  |
|            | 1,032,144,800 | 1,152,220,400   | 1,342,024,500 | 189,804,100 |
| TF         | 1,485,020,200 | 1,661,421,300   | 1,923,940,100 | 262,518,800 |

Note: Decision Package amount above includes Base Modifications and Services for Individuals with a Combined Vision and Hearing Impairment.

**STATUTORY AUTHORITY**  
A.R.S. §41-1954.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
 FY2018-FY2020  
 PROGRAMMATIC PASS-THROUGH LINES**

| LTC - 2003 |      | FY18 Actual   | FY19 Approp/Est | FY20 Request  | FY20 DP     |
|------------|------|---------------|-----------------|---------------|-------------|
| DES DD     | 2500 | 452,875,400   | 509,200,900     | 581,915,600   | 72,714,700  |
|            | 2223 | 1,032,144,800 | 1,152,220,400   | 1,342,024,500 | 189,804,100 |
|            | TF   | 1,485,020,200 | 1,661,421,300   | 1,923,940,100 | 262,518,800 |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   |                                      | Arizona Health Care Cost Containment System |             |             |               |
|---|--------------------------------------|---|-------------|-------------|---------------|
|   |                                      | FY 2018                                     | FY 2019     | FY 2020     | FY 2020       |
|   |                                      | Actual                                      | Expd. Plan  | Fund. Issue | Total Request |
| <b>Program:</b> Programmatic Pass Through Funding |                                      |   |             |             |               |
| <b>Fund:</b>                                      | 2223-N                               | Long Term Care System Fund                  |             |             |               |
| <b>Non-Appropriated</b>                           |                                      |   |             |             |               |
| 0000  | FTE                                  | 0.0   | 0.0         | 0.0         | 0.0           |
| 6000  | Personal Services                    | 0.0   | 0.0         | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0   | 0.0         | 0.0         | 0.0           |
| 6200  | Professional and Outside Services    | 0.0   | 0.0         | 0.0         | 0.0           |
| 6500  | Travel In-State                      | 0.0   | 0.0         | 0.0         | 0.0           |
| 6600  | Travel Out of State                  | 0.0   | 0.0         | 0.0         | 0.0           |
| 6700  | Food                                 | 0.0   | 0.0         | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 1,032,144.8                                 | 1,152,220.4 | 189,804.1   | 1,342,024.5   |
| 7000  | Other Operating Expenses             | 0.0   | 0.0         | 0.0         | 0.0           |
| 8000  | Equipment                            | 0.0   | 0.0         | 0.0         | 0.0           |
| 8100  | Capital Outlay                       | 0.0   | 0.0         | 0.0         | 0.0           |
| 8600  | Debt Service                         | 0.0   | 0.0         | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0   | 0.0         | 0.0         | 0.0           |
| 9100  | Transfers                            | 0.0   | 0.0         | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                    |                                      | 1,032,144.8                                 | 1,152,220.4 | 189,804.1   | 1,342,024.5   |
| <b>Fund Total:</b>                                |                                      | 1,032,144.8                                 | 1,152,220.4 | 189,804.1   | 1,342,024.5   |
| <b>Fund:</b>                                      | 2500-N                               | IGA and ISA Fund                            |             |             |               |
| <b>Non-Appropriated</b>                           |                                      |   |             |             |               |
| 0000  | FTE                                  | 0.0   | 0.0         | 0.0         | 0.0           |
| 6000  | Personal Services                    | 0.0   | 0.0         | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0   | 0.0         | 0.0         | 0.0           |
| 6200  | Professional and Outside Services    | 0.0   | 0.0         | 0.0         | 0.0           |
| 6500  | Travel In-State                      | 0.0   | 0.0         | 0.0         | 0.0           |
| 6600  | Travel Out of State                  | 0.0   | 0.0         | 0.0         | 0.0           |
| 6700  | Food                                 | 0.0   | 0.0         | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 452,875.4                                   | 509,200.9   | 72,714.7    | 581,915.6     |
| 7000  | Other Operating Expenses             | 0.0   | 0.0         | 0.0         | 0.0           |
| 8000  | Equipment                            | 0.0   | 0.0         | 0.0         | 0.0           |
| 8100  | Capital Outlay                       | 0.0   | 0.0         | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

|   |                    |                    |                  |                    |
|---|--------------------|--------------------|------------------|--------------------|
| <b>Program:</b> Programmatic Pass Through Funding |                    |                    |                  |                    |
| <b>Fund:</b> 2500-N IGA and ISA Fund              |                    |                    |                  |                    |
| <b>Non-Appropriated</b>                           |                    |                    |                  |                    |
| 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                |
| <b>Non-Appropriated Total:</b>                    | <b>452,875.4</b>   | <b>509,200.9</b>   | <b>72,714.7</b>  | <b>581,915.6</b>   |
| <b>Fund Total:</b>                                | <b>452,875.4</b>   | <b>509,200.9</b>   | <b>72,714.7</b>  | <b>581,915.6</b>   |
| <b>Program Total For Selected Funds:</b>          | <b>1,485,020.2</b> | <b>1,661,421.3</b> | <b>262,518.8</b> | <b>1,923,940.1</b> |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 1,485,020.2       | 1,661,421.3           |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|  | FY 2018<br>Actual  | FY 2019<br>Expd. Plan |
|--|--------------------|-----------------------|
| <b>Expenditure Category Total</b>                    | <b>1,485,020.2</b> | <b>1,661,421.3</b>    |
| <b>Non-Appropriated</b>                              |                    |                       |
| 2223-N Long Term Care System Fund (Non-Appropriated) | #####              | 1,152,220.4           |
| 2500-N IGA and ISA Fund (Non-Appropriated)           | 452,875.4          | 509,200.9             |
|  | <b>1,485,020.2</b> | <b>1,661,421.3</b>    |
| <b>Fund Source Total</b>                             | <b>1,485,020.2</b> | <b>1,661,421.3</b>    |

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|  |     |     |
|--|-----|-----|
| Other Operating Expenses                                 |     | 0.0 |
| Other Operating Expenditures Budg Approp                 | 0.0 |     |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |     |
| Risk Management Charges To State Agency                  | 0.0 |     |
| Risk Management Deductible - Indemnity                   | 0.0 |     |
| Risk Management Deductible - Legal                       | 0.0 |     |
| Risk Management Deductible - Medical                     | 0.0 |     |
| Risk Management Deductible - Other                       | 0.0 |     |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |     |
| Gross Proceeds Payments To Attorneys                     | 0.0 |     |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |     |
| Medical Malpractice - Self-Insured                       | 0.0 |     |
| Automobile Liability - Self Insured                      | 0.0 |     |
| General Property Damage - Self- Insured                  | 0.0 |     |
| Automobile Physical Damage-Self Insured                  | 0.0 |     |
| Liability Insurance Premiums                             | 0.0 |     |
| Property Insurance Premiums                              | 0.0 |     |
| Workers Compensation Benefit Payments                    | 0.0 |     |
| Self Insurance - Administrative Fees                     | 0.0 |     |
| Self Insurance - Premiums                                | 0.0 |     |
| Self Insurance - Claim Payments                          | 0.0 |     |
| Self Insurance - Pharmacy Claims                         | 0.0 |     |
| Premium Tax On Altcs                                     | 0.0 |     |
| Other Insurance-Related Charges                          | 0.0 |     |
| Internal Service Data Processing                         | 0.0 |     |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |     |
| External Programming-Mainframe/Legacy                    | 0.0 |     |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |     |
| External Data Entry                                      | 0.0 |     |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |     |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |     |
| Pmt for AFIS Development & Usage                         | 0.0 |     |
| Internal Service Telecommunications                      | 0.0 |     |
| External Telecom Long Distance-In-State                  | 0.0 |     |
| External Telecom Long Distance-Out-State                 | 0.0 |     |
| Other External Telecommunication Service                 | 0.0 |     |
| Electricity  | 0.0 |     |
| Sanitation Waste Disposal                                | 0.0 |     |
| Water  | 0.0 |     |
| Gas And Fuel Oil For Buildings                           | 0.0 |     |
| Other Utilities  | 0.0 |     |
| Building Rent Charges To State Agencies                  | 0.0 |     |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0 |     |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0 |     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Acute Care

|                        | FY 2018            | FY 2019            | FY 2020         | FY 2020            |
|------------------------|--------------------|--------------------|-----------------|--------------------|
|                        | Actual             | Expd. Plan         | Fund. Issue     | Total Request      |
| <b>Program Summary</b> |                    |                    |                 |                    |
| 3-1                    | 88,755.8           | 104,422.1          | (2,277.9)       | 102,144.2          |
| 3-2                    | 272,269.4          | 274,684.9          | 18,922.9        | 293,607.8          |
| 3-3                    | 10,491.9           | 16,454.3           | 0.0             | 16,454.3           |
| 3-4                    | 953.4              | 1,020.0            | (134.0)         | 886.0              |
| 3-5                    | 32,949.7           | 35,252.7           | 3,100.7         | 38,353.4           |
| 3-6                    | 1,934,376.7        | 3,304,436.9        | (62,411.3)      | 3,242,025.6        |
| 3-7                    | 685,077.5          | 811,153.0          | 28,119.3        | 839,272.3          |
| 3-8                    | 113,579.4          | 121,488.2          | 24,266.2        | 145,754.4          |
| 3-9                    | 229,004.0          | 244,875.3          | 17,548.0        | 262,423.3          |
| 3-10                   | 41,434.4           | 41,848.3           | 0.0             | 41,848.3           |
| 3-11                   | 12,158.1           | 12,158.1           | 0.0             | 12,158.1           |
| 3-12                   | 51,506.6           | 75,987.8           | 2,027.0         | 78,014.8           |
| 3-13                   | 54,663.3           | 0.0                | 0.0             | 0.0                |
| 3-14                   | 15,493.6           | 23,516.1           | (23,516.1)      | 0.0                |
| 3-15                   | 29,107.6           | 70,000.0           | 20,000.0        | 90,000.0           |
|                        | <b>3,571,821.4</b> | <b>5,137,297.7</b> | <b>25,644.8</b> | <b>5,162,942.5</b> |

**Program Summary Total:**

|                               | FY 2018            | FY 2019            | FY 2020         | FY 2020            |
|-------------------------------|--------------------|--------------------|-----------------|--------------------|
|                               | Actual             | Expd. Plan         | Fund. Issue     | Total Request      |
| <b>Expenditure Categories</b> |                    |                    |                 |                    |
| 0000                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 6000                          | 215.0              | 211.5              | 0.0             | 211.5              |
| 6100                          | 77.8               | 73.4               | 0.0             | 73.4               |
| 6200                          | 3,018.1            | 3,017.5            | 0.0             | 3,017.5            |
| 6500                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 6600                          | 2.2                | 0.0                | 0.0             | 0.0                |
| 6700                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 6800                          | 3,472,483.8        | 5,029,867.2        | 27,925.6        | 5,057,792.8        |
| 7000                          | 1.2                | 0.0                | 0.0             | 0.0                |
| 8000                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 8100                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 8600                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 9000                          | 0.0                | 0.0                | 0.0             | 0.0                |
| 9100                          | 96,023.3           | 104,128.1          | (2,280.8)       | 101,847.3          |
|                               | <b>3,571,821.4</b> | <b>5,137,297.7</b> | <b>25,644.8</b> | <b>5,162,942.5</b> |

**Expenditure Categories Total:**

**Fund Source**  
**Appropriated Funds**

# Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System  
 Program: Acute Care

|   | FY 2018     | FY 2019     | FY 2020     | FY 2020       |
|---|-------------|-------------|-------------|---------------|
|   | Actual      | Expd. Plan  | Fund. Issue | Total Request |
| 1000-A General Fund (Appropriated)                      | 805,250.3   | 1,227,802.4 | 9,250.1     | 1,237,052.5   |
| 1306-A Tobacco Tax and Health Care Fund (Appropriated)  | 36,862.6    | 68,040.5    | 0.0         | 68,040.5      |
| 2546-A Prescription Drug Rebate Fund (Appropriated)     | 137,191.0   | 140,158.6   | 0.0         | 140,158.6     |
|   | 979,303.9   | 1,436,001.5 | 9,250.1     | 1,445,251.6   |
| <b>Non-Appropriated Funds</b>                           |             |             |             |               |
| 1306-N Tobacco Tax and Health Care Fund MNA (Non-App)   | 666.3       | 700.0       | 0.0         | 700.0         |
| 2000-N Federal Grant (Non-Appropriated)                 | 87.0        | 0.0         | 0.0         | 0.0           |
| 2120-N AHCCCS Fund (Non-Appropriated)                   | 2,668,090.0 | 3,736,657.3 | (18,560.7)  | 3,718,096.6   |
| 2130-N Delivery System Reform Incentive Payment Fund(   | 19,991.9    | 21,773.1    | 6,289.3     | 28,062.4      |
| 2223-N Long Term Care System Fund (Non-Appropriated)    | 0.0         | 0.0         | 0.0         | 0.0           |
| 2494-N Prop 202 - Trauma and Emergency Services (Non-   | 23,274.5    | 23,500.0    | 0.0         | 23,500.0      |
| 2500-N IGA and ISA Fund (Non-Appropriated)              | 119,587.1   | 109,464.2   | (1,635.0)   | 107,829.2     |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated) | (240,706.9) | (239,004.2) | 30,652.3    | (208,351.9)   |
| 3791-N AHCCCS - 3rd Party Collection (Non-Appropriated) | 1,527.6     | 1,692.9     | 0.0         | 1,692.9       |
| 4503-N IGAs for County BHS Fund (Non-Appropriated)      | 0.0         | 0.0         | 0.0         | 0.0           |
| 9691-N County Funds (Non-Appropriated)                  | 0.0         | 46,512.9    | (351.2)     | 46,161.7      |
|   | 2,592,517.5 | 3,701,296.2 | 16,394.7    | 3,717,690.9   |
| <b>Fund Source Total:</b>                               | 3,571,821.4 | 5,137,297.7 | 25,644.8    | 5,162,942.5   |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018          |                    | FY 2019        |                    | FY 2020 |  | FY 2020 |  |  |
|---|---|------------------|--------------------|----------------|--------------------|---------|--|---------|--|--|
| Program: Acute Care                                 |   | Actual           | Expd. Plan         | Fund. Issue    | Total Request      |         |  |         |  |  |
| <b>Fund:</b>  | <b>1000-A General Fund (Appropriated)</b> |                  |                    |                |                    |         |  |         |  |  |
| <b>Program Expenditures</b>                         |   |                  |                    |                |                    |         |  |         |  |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |                  |                    |                |                    |         |  |         |  |  |
| 3-1   | SLI Disproportionate Share Payments       | 261.1            | 267.1              | 2.9            | 270.0              |         |  |         |  |  |
| 3-3   | Critical Access Hospitals                 | 3,159.1          | 4,969.5            | 52.3           | 5,021.8            |         |  |         |  |  |
| 3-4   | Breast and Cervical Cancer                | 189.7            | 203.9              | (30.6)         | 173.3              |         |  |         |  |  |
| 3-5   | Ticket to Work                            | 9,897.6          | 10,645.4           | 878.6          | 11,524.0           |         |  |         |  |  |
| 3-6   | Capitation                                | 561,835.3        | 919,359.1          | (3,067.6)      | 916,291.5          |         |  |         |  |  |
| 3-7   | Fee-for-Service                           | 80,531.4         | 111,376.6          | (1,867.0)      | 109,509.6          |         |  |         |  |  |
| 3-8   | Reinsurance                               | 34,154.7         | 36,734.6           | 7,042.0        | 43,776.6           |         |  |         |  |  |
| 3-9   | Medicare Premiums                         | 60,054.0         | 64,589.9           | 4,170.3        | 68,760.2           |         |  |         |  |  |
| 3-11  | SLI Rural Hospital Reimbursement          | 3,660.8          | 3,668.5            | 42.2           | 3,710.7            |         |  |         |  |  |
| 3-12  | SLI Acute Care Clawback Payments          | 51,506.6         | 75,987.8           | 2,027.0        | 78,014.8           |         |  |         |  |  |
| <b>Total</b>  |   | <b>805,250.3</b> | <b>1,227,802.4</b> | <b>9,250.1</b> | <b>1,237,052.5</b> |         |  |         |  |  |
| <b>Appropriated Funding</b>                         |   |                  |                    |                |                    |         |  |         |  |  |
| <b>Expenditure Categories</b>                       |   |                  |                    |                |                    |         |  |         |  |  |
| FTE Positions                                       |   |                  |                    |                |                    |         |  |         |  |  |
| Personal Services                                   |   |                  |                    |                |                    |         |  |         |  |  |
| Employee Related Expenses                           |   |                  |                    |                |                    |         |  |         |  |  |
| Professional and Outside Services                   |   |                  |                    |                |                    |         |  |         |  |  |
| Travel In-State                                     |   |                  |                    |                |                    |         |  |         |  |  |
| Travel Out of State                                 |   |                  |                    |                |                    |         |  |         |  |  |
| Food  |   |                  |                    |                |                    |         |  |         |  |  |
| Aid to Organizations and Individuals                |   |                  |                    |                |                    |         |  |         |  |  |
| Other Operating Expenses                            |   |                  |                    |                |                    |         |  |         |  |  |
| Equipment   |   |                  |                    |                |                    |         |  |         |  |  |
| Capital Outlay                                      |   |                  |                    |                |                    |         |  |         |  |  |
| Debt Service  |   |                  |                    |                |                    |         |  |         |  |  |
| Cost Allocation                                     |   |                  |                    |                |                    |         |  |         |  |  |
| Transfers   |   |                  |                    |                |                    |         |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |   | <b>802,904.9</b> | <b>1,223,964.5</b> | <b>9,250.1</b> | <b>1,233,214.6</b> |         |  |         |  |  |
| <b>Fund 1000-A Total:</b>                           |   | <b>2,345.4</b>   | <b>3,837.9</b>     | <b>0.0</b>     | <b>3,837.9</b>     |         |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |   | <b>805,250.3</b> | <b>1,227,802.4</b> | <b>9,250.1</b> | <b>1,237,052.5</b> |         |  |         |  |  |
| <b>Fund 1000-A Total:</b>                           |   | <b>805,250.3</b> | <b>1,227,802.4</b> | <b>9,250.1</b> | <b>1,237,052.5</b> |         |  |         |  |  |

All dollars are presented in thousands (not FTE).

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018  |            | FY 2019     |               | FY 2020 |     | FY 2020 |          |     |
|---|--|----------|------------|-------------|---------------|---------|-----|---------|----------|-----|
| Program: Acute Care                                 |  | Actual   | Expd. Plan | Fund. Issue | Total Request |         |     |         |          |     |
| <b>Fund:</b>  | 1306-A Tobacco Tax and Health Care Fund (Appropriated) |          |            |             |               |         |     |         |          |     |
| <b>Program Expenditures</b>                         |  |          |            |             |               |         |     |         |          |     |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |          |            |             |               |         |     |         |          |     |
| 3-6   | Capitation   | 36,862.6 | 68,040.5   | 0.0         | 68,040.5      |         |     |         |          |     |
| Total   |  | 36,862.6 | 68,040.5   | 0.0         | 68,040.5      |         |     |         |          |     |
| <b>Appropriated Funding</b>                         |  |          |            |             |               |         |     |         |          |     |
| <b>Expenditure Categories</b>                       |  |          |            |             |               |         |     |         |          |     |
|   | Personal Services                                      | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Employee Related Expenses                              | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Professional and Outside Services                      | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Travel In-State  | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Travel Out of State                                    | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Food   | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Aid to Organizations and Individuals                   | 36,862.6 | 68,040.5   | 0.0         | 68,040.5      | 0.0     | 0.0 | 0.0     | 68,040.5 | 0.0 |
|   | Other Operating Expenses                               | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Equipment  | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Capital Outlay   | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Debt Service   | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Cost Allocation  | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
|   | Transfers  | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0      | 0.0 |
| <b>Expenditure Categories Total:</b>                |  | 36,862.6 | 68,040.5   | 0.0         | 68,040.5      | 0.0     | 0.0 | 0.0     | 68,040.5 | 0.0 |
| <b>Fund 1306-A Total:</b>                           |  | 36,862.6 | 68,040.5   | 0.0         | 68,040.5      | 0.0     | 0.0 | 0.0     | 68,040.5 | 0.0 |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 |            | FY 2019     |               | FY 2020 |  | FY 2020 |  |  |
|---|--|---------|------------|-------------|---------------|---------|--|---------|--|--|
| Program: Acute Care                                 |  | Actual  | Expd. Plan | Fund. Issue | Total Request |         |  |         |  |  |
| <b>Fund:</b>  | 1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated) |         |            |             |               |         |  |         |  |  |
| <b>Program Expenditures</b>                         |  |         |            |             |               |         |  |         |  |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |         |  |         |  |  |
| 3-10  | Programmatic Pass Through Funding                              | 666.3   | 700.0      | 0.0         | 0.0           | 700.0   |  |         |  |  |
| Total   |  | 666.3   | 700.0      | 0.0         | 0.0           | 700.0   |  |         |  |  |
| <b>Non-Appropriated Funding</b>                     |  |         |            |             |               |         |  |         |  |  |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |         |  |         |  |  |
|   | Personal Services  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Employee Related Expenses                                      | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Professional and Outside Services                              | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Aid to Organizations and Individuals                           | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Other Operating Expenses                                       | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |  |
|   | Transfers  | 666.3   | 700.0      | 0.0         | 0.0           | 700.0   |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |  | 666.3   | 700.0      | 0.0         | 0.0           | 700.0   |  |         |  |  |
| <b>Fund 1306-N Total:</b>                           |  | 666.3   | 700.0      | 0.0         | 0.0           | 700.0   |  |         |  |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 |            | FY 2019     |               | FY 2020 |     | FY 2020 |     |  |
|---|--|---------|------------|-------------|---------------|---------|-----|---------|-----|--|
| Program: Acute Care                                 |  | Actual  | Expd. Plan | Fund. Issue | Total Request |         |     |         |     |  |
| <b>Fund:</b>  | <b>2000-N Federal Grant (Non-Appropriated)</b> |         |            |             |               |         |     |         |     |  |
| <b>Program Expenditures</b>                         |  |         |            |             |               |         |     |         |     |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |         |     |         |     |  |
| 3-10  | Programmatic Pass Through Funding              | 87.0    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| Total   |  | 87.0    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| <b>Non-Appropriated Funding</b>                     |  |         |            |             |               |         |     |         |     |  |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |         |     |         |     |  |
|   | Personal Services                              | 20.8    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Employee Related Expenses                      | 10.4    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Professional and Outside Services              | 52.4    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Travel In-State                                | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Travel Out of State                            | 2.2     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Aid to Organizations and Individuals           | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Other Operating Expenses                       | 1.2     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Equipment                                      | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Capital Outlay                                 | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Debt Service                                   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Cost Allocation                                | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Transfers                                      | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| <b>Expenditure Categories Total:</b>                |  | 87.0    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| <b>Fund 2000-N Total:</b>                           |  | 87.0    | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018     |             | FY 2019     |               | FY 2020     |               | FY 2020     |               |
|---|---|-------------|-------------|-------------|---------------|-------------|---------------|-------------|---------------|
| Program: Acute Care                                 |   | Actual      | Expd. Plan  | Fund. Issue | Total Request | Fund. Issue | Total Request | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2120-N AHCCCS Fund (Non-Appropriated)</b>    |             |             |             |               |             |               |             |               |
| <b>Program Expenditures</b>                         |   |             |             |             |               |             |               |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |             |             |             |               |             |               |             |               |
| 3-1   | SLI Disproportionate Share Payments             | 88,494.7    | 104,155.0   | (2,280.8)   | 101,874.2     |             |               |             |               |
| 3-2   | SLI Graduate Medical Education                  | 188,073.5   | 191,530.9   | 13,495.4    | 205,026.3     |             |               |             |               |
| 3-3   | Critical Access Hospitals                       | 7,332.8     | 11,484.8    | (52.3)      | 11,432.5      |             |               |             |               |
| 3-4   | Breast and Cervical Cancer                      | 763.7       | 814.9       | (103.4)     | 711.5         |             |               |             |               |
| 3-5   | Ticket to Work                                  | 23,052.1    | 24,598.6    | 2,189.7     | 26,788.3      |             |               |             |               |
| 3-6   | Capitation                                      | 1,434,208.3 | 2,358,924.6 | (89,649.4)  | 2,269,275.2   |             |               |             |               |
| 3-7   | Fee-for-Service                                 | 604,546.1   | 699,776.4   | 29,986.3    | 729,762.7     |             |               |             |               |
| 3-8   | Reinsurance                                     | 79,424.7    | 84,753.6    | 17,224.2    | 101,977.8     |             |               |             |               |
| 3-9   | Medicare Premiums                               | 168,950.0   | 180,285.4   | 13,377.7    | 193,663.1     |             |               |             |               |
| 3-10  | Programmatic Pass Through Funding               | 6,924.3     | 7,200.0     | 0.0         | 7,200.0       |             |               |             |               |
| 3-11  | SLI Rural Hospital Reimbursement                | 8,497.3     | 8,489.6     | (42.2)      | 8,447.4       |             |               |             |               |
| 3-13  | SLI Safety Net Care Pool (SNCP)                 | 37,995.1    | 0.0         | 0.0         | 0.0           |             |               |             |               |
| 3-14  | SLI Disproportionate Share Payments Voluntary M | 10,711.7    | 16,416.6    | (16,416.6)  | 0.0           |             |               |             |               |
| 3-15  | Targeted Investments Program                    | 9,115.7     | 48,226.9    | 13,710.7    | 61,937.6      |             |               |             |               |
|   | <b>Total</b>                                    | 2,668,090.0 | 3,736,657.3 | (18,560.7)  | 3,718,096.6   |             |               |             |               |
| <b>Non-Appropriated Funding</b>                     |   |             |             |             |               |             |               |             |               |
| <b>Expenditure Categories</b>                       |   |             |             |             |               |             |               |             |               |
|   | FTE Positions                                   | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Personal Services                               | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Employee Related Expenses                       | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Professional and Outside Services               | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Travel In-State                                 | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Travel Out of State                             | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Food  | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Aid to Organizations and Individuals            | 2,584,194.1 | 3,637,122.3 | (16,279.9)  | 3,620,842.4   |             |               |             |               |
|   | Other Operating Expenses                        | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Equipment                                       | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Capital Outlay                                  | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Debt Service                                    | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |
|   | Cost Allocation                                 | 0.0         | 0.0         | 0.0         | 0.0           |             |               |             |               |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018     | FY 2019     | FY 2020     | FY 2020       |
|---|--|-------------|-------------|-------------|---------------|
| Program: Acute Care                                 |  | Actual      | Expd. Plan  | Fund. Issue | Total Request |
| <b>Fund:</b>  | 2120-N AHCCCS Fund (Non-Appropriated)                                  |             |             |             |               |
| <b>Non-Appropriated Funding</b>                     |  |             |             |             |               |
|   | Transfers  | 83,895.9    | 99,535.0    | (2,280.8)   | 97,254.2      |
| <b>Expenditure Categories Total:</b>                |  | 2,668,090.0 | 3,736,657.3 | (18,560.7)  | 3,718,096.6   |
| <b>Fund 2120-N Total:</b>                           |  | 2,668,090.0 | 3,736,657.3 | (18,560.7)  | 3,718,096.6   |
| <b>Fund:</b>  | 2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated) |             |             |             |               |
| <b>Program Expenditures</b>                         |  |             |             |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |             |             |             |               |
| 3-15  | Targeted Investments Program   | 19,991.9    | 21,773.1    | 6,289.3     | 28,062.4      |
| <b>Total</b>  |  | 19,991.9    | 21,773.1    | 6,289.3     | 28,062.4      |
| <b>Non-Appropriated Funding</b>                     |  |             |             |             |               |
| <b>Expenditure Categories</b>                       |  |             |             |             |               |
|   | FTE Positions  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Personal Services  | 194.2       | 211.5       | 0.0         | 211.5         |
|   | Employee Related Expenses  | 67.4        | 73.4        | 0.0         | 73.4          |
|   | Professional and Outside Services                                      | 291.5       | 317.5       | 0.0         | 317.5         |
|   | Travel In-State  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Travel Out of State  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Food   | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                                   | 19,438.8    | 21,170.7    | 6,289.3     | 27,460.0      |
|   | Other Operating Expenses   | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Equipment  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Capital Outlay   | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Debt Service   | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Cost Allocation  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Transfers  | 0.0         | 0.0         | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |  | 19,991.9    | 21,773.1    | 6,289.3     | 28,062.4      |
| <b>Fund 2130-N Total:</b>                           |  | 19,991.9    | 21,773.1    | 6,289.3     | 28,062.4      |

All dollars are presented in thousands (not FTE).

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018 |            | FY 2019     |               | FY 2020 |     | FY 2020 |     |  |
|---|---|---------|------------|-------------|---------------|---------|-----|---------|-----|--|
| Program: Acute Care                                 |   | Actual  | Expd. Plan | Fund. Issue | Total Request |         |     |         |     |  |
| <b>Fund:</b>  | <b>2223-N Long Term Care System Fund (Non-Appropriated)</b> |         |            |             |               |         |     |         |     |  |
| <b>Program Expenditures</b>                         |   |         |            |             |               |         |     |         |     |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |         |            |             |               |         |     |         |     |  |
| 3-6   | Capitation  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| Total   |   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| <b>Non-Appropriated Funding</b>                     |   |         |            |             |               |         |     |         |     |  |
| <b>Expenditure Categories</b>                       |   |         |            |             |               |         |     |         |     |  |
|   | Personal Services   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Employee Related Expenses                                   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Professional and Outside Services                           | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Travel In-State   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Travel Out of State   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Food  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Aid to Organizations and Individuals                        | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Other Operating Expenses                                    | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Equipment   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Capital Outlay  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Debt Service  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Cost Allocation   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
|   | Transfers   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| <b>Expenditure Categories Total:</b>                |   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |
| <b>Fund 2223-N Total:</b>                           |   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Acute Care

|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|--|---------|------------|-------------|---------------|
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Fund:** 2494-N Prop 202 - Trauma and Emergency Services (Non-Appropriated)

**Program Expenditures**

COST CENTER/PROGRAM BUDGET UNIT

|              |                                   |          |          |     |          |
|--------------|-----------------------------------|----------|----------|-----|----------|
| 3-10         | Programmatic Pass Through Funding | 23,274.5 | 23,500.0 | 0.0 | 23,500.0 |
| <b>Total</b> |                                   | 23,274.5 | 23,500.0 | 0.0 | 23,500.0 |

**Non-Appropriated Funding**

**Expenditure Categories**

|                                      |          |          |     |          |
|--------------------------------------|----------|----------|-----|----------|
| Personal Services                    | 0.0      | 0.0      | 0.0 | 0.0      |
| Employee Related Expenses            | 0.0      | 0.0      | 0.0 | 0.0      |
| Professional and Outside Services    | 0.0      | 0.0      | 0.0 | 0.0      |
| Travel In-State                      | 0.0      | 0.0      | 0.0 | 0.0      |
| Travel Out of State                  | 0.0      | 0.0      | 0.0 | 0.0      |
| Food                                 | 0.0      | 0.0      | 0.0 | 0.0      |
| Aid to Organizations and Individuals | 23,274.5 | 23,500.0 | 0.0 | 23,500.0 |
| Other Operating Expenses             | 0.0      | 0.0      | 0.0 | 0.0      |
| Equipment                            | 0.0      | 0.0      | 0.0 | 0.0      |
| Capital Outlay                       | 0.0      | 0.0      | 0.0 | 0.0      |
| Debt Service                         | 0.0      | 0.0      | 0.0 | 0.0      |
| Cost Allocation                      | 0.0      | 0.0      | 0.0 | 0.0      |
| Transfers                            | 0.0      | 0.0      | 0.0 | 0.0      |

**Expenditure Categories Total:** 23,274.5 23,500.0 0.0 23,500.0

**Fund 2494-N Total:** 23,274.5 23,500.0 0.0 23,500.0

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018          |                  | FY 2019          |                  | FY 2020 |  | FY 2020 |  |  |
|---|---|------------------|------------------|------------------|------------------|---------|--|---------|--|--|
| Program: Acute Care                                 |   | Actual           | Expd. Plan       | Fund. Issue      | Total Request    |         |  |         |  |  |
| <b>Fund:</b>  | <b>2500-N IGA and ISA Fund (Non-Appropriated)</b> |                  |                  |                  |                  |         |  |         |  |  |
| <b>Program Expenditures</b>                         |   |                  |                  |                  |                  |         |  |         |  |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |                  |                  |                  |                  |         |  |         |  |  |
| 3-2   | SLI Graduate Medical Education                    | 84,195.9         | 83,154.0         | 5,427.5          | 88,581.5         |         |  |         |  |  |
| 3-4   | Breast and Cervical Cancer                        | 0.0              | 1.2              | 0.0              | 1.2              |         |  |         |  |  |
| 3-5   | Ticket to Work                                    | 0.0              | 8.7              | 32.4             | 41.1             |         |  |         |  |  |
| 3-6   | Capitation  | 4,986.4          | 10,250.8         | 4.6              | 10,255.4         |         |  |         |  |  |
| 3-10  | Programmatic Pass Through Funding                 | 8,954.7          | 8,950.0          | 0.0              | 8,950.0          |         |  |         |  |  |
| 3-13  | SLI Safety Net Care Pool (SNCP)                   | 16,668.2         | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
| 3-14  | SLI Disproportionate Share Payments Voluntary M   | 4,781.9          | 7,099.5          | (7,099.5)        | 0.0              |         |  |         |  |  |
| <b>Total</b>  |   | <b>119,587.1</b> | <b>109,464.2</b> | <b>(1,635.0)</b> | <b>107,829.2</b> |         |  |         |  |  |
| <b>Non-Appropriated Funding</b>                     |   |                  |                  |                  |                  |         |  |         |  |  |
| <b>Expenditure Categories</b>                       |   |                  |                  |                  |                  |         |  |         |  |  |
|   | FTE Positions                                     | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Personal Services                                 | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Employee Related Expenses                         | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Professional and Outside Services                 | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Travel In-State                                   | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Travel Out of State                               | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Food  | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Aid to Organizations and Individuals              | 119,587.1        | 109,464.2        | (1,635.0)        | 107,829.2        |         |  |         |  |  |
|   | Other Operating Expenses                          | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Equipment   | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Capital Outlay                                    | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Debt Service                                      | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Cost Allocation                                   | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
|   | Transfers   | 0.0              | 0.0              | 0.0              | 0.0              |         |  |         |  |  |
| <b>Expenditure Categories Total:</b>                |   | <b>119,587.1</b> | <b>109,464.2</b> | <b>(1,635.0)</b> | <b>107,829.2</b> |         |  |         |  |  |
| <b>Fund 2500-N Total:</b>                           |   | <b>119,587.1</b> | <b>109,464.2</b> | <b>(1,635.0)</b> | <b>107,829.2</b> |         |  |         |  |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018          |                  | FY 2019     |                  | FY 2020    |                  |
|---|--|------------------|------------------|-------------|------------------|------------|------------------|
| Program: Acute Care                                 |  | Actual           | Expd. Plan       | Fund. Issue | Total Request    |            |                  |
| <b>Fund:</b>  | <b>2546-A Prescription Drug Rebate Fund (Appropriated)</b> |                  |                  |             |                  |            |                  |
| <b>Program Expenditures</b>                         |  |                  |                  |             |                  |            |                  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |                  |                  |             |                  |            |                  |
| 3-6   | Capitation   | 137,191.0        | 140,158.6        | 0.0         | 140,158.6        |            |                  |
|   | Total  | 137,191.0        | 140,158.6        | 0.0         | 140,158.6        |            |                  |
| <b>Appropriated Funding</b>                         |  |                  |                  |             |                  |            |                  |
| <b>Expenditure Categories</b>                       |  |                  |                  |             |                  |            |                  |
|   | Personal Services  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Employee Related Expenses                                  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Professional and Outside Services                          | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Travel In-State  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Travel Out of State  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Food   | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Aid to Organizations and Individuals                       | 137,191.0        | 140,158.6        | 0.0         | 140,158.6        | 0.0        | 140,158.6        |
|   | Other Operating Expenses                                   | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Equipment  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Capital Outlay   | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Debt Service   | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Cost Allocation  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
|   | Transfers  | 0.0              | 0.0              | 0.0         | 0.0              | 0.0        | 0.0              |
| <b>Expenditure Categories Total:</b>                |  | <b>137,191.0</b> | <b>140,158.6</b> | <b>0.0</b>  | <b>140,158.6</b> | <b>0.0</b> | <b>140,158.6</b> |
| <b>Fund 2546-A Total:</b>                           |  | <b>137,191.0</b> | <b>140,158.6</b> | <b>0.0</b>  | <b>140,158.6</b> | <b>0.0</b> | <b>140,158.6</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018     |             | FY 2019     |               | FY 2020 |     | FY 2020 |     |     |
|---|--|-------------|-------------|-------------|---------------|---------|-----|---------|-----|-----|
| Program: Acute Care                                 |  | Actual      | Expd. Plan  | Fund. Issue | Total Request |         |     |         |     |     |
| <b>Fund:</b>  | <b>2546-N Prescription Drug Rebate Fund (Non-Appropriated)</b> |             |             |             |               |         |     |         |     |     |
| <b>Program Expenditures</b>                         |  |             |             |             |               |         |     |         |     |     |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |             |             |             |               |         |     |         |     |     |
| 3-6   | Capitation   | (240,706.9) | (239,004.2) | 30,652.3    | (208,351.9)   |         |     |         |     |     |
| Total   |  | (240,706.9) | (239,004.2) | 30,652.3    | (208,351.9)   |         |     |         |     |     |
| <b>Non-Appropriated Funding</b>                     |  |             |             |             |               |         |     |         |     |     |
| <b>Expenditure Categories</b>                       |  |             |             |             |               |         |     |         |     |     |
|   | FTE Positions  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Personal Services  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Employee Related Expenses                                      | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Professional and Outside Services                              | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Travel In-State  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Travel Out of State  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Food   | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Aid to Organizations and Individuals                           | (240,706.9) | (239,004.2) | 30,652.3    | (208,351.9)   |         |     |         |     |     |
|   | Other Operating Expenses                                       | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Equipment  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Capital Outlay   | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Debt Service   | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Cost Allocation  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
|   | Transfers  | 0.0         | 0.0         | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0 | 0.0 |
| <b>Expenditure Categories Total:</b>                |  | (240,706.9) | (239,004.2) | 30,652.3    | (208,351.9)   |         |     |         |     |     |
| <b>Fund 2546-N Total:</b>                           |  | (240,706.9) | (239,004.2) | 30,652.3    | (208,351.9)   |         |     |         |     |     |

All dollars are presented in thousands (not FTE).

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018   |            | FY 2019     |               | FY 2020 |           | FY 2020 |           |         |
|---|--|-----------|------------|-------------|---------------|---------|-----------|---------|-----------|---------|
| Program: Acute Care                                 |  | Actual    | Expd. Plan | Fund. Issue | Total Request |         |           |         |           |         |
| <b>Fund:</b>  | <b>3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)</b> |           |            |             |               |         |           |         |           |         |
| <b>Program Expenditures</b>                         |  |           |            |             |               |         |           |         |           |         |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |           |            |             |               |         |           |         |           |         |
| 3-6   | Capitation   | 0.0       | 194.6      | 0.0         | 194.6         | 0.0     | 194.6     |         |           |         |
| 3-10  | Programmatic Pass Through Funding                              | 1,527.6   | 1,498.3    | 0.0         | 1,498.3       | 0.0     | 1,498.3   |         |           |         |
| Total   |  | 1,527.6   | 1,692.9    | 0.0         | 1,692.9       | 0.0     | 1,692.9   |         |           |         |
| <b>Non-Appropriated Funding</b>                     |  |           |            |             |               |         |           |         |           |         |
| <b>Expenditure Categories</b>                       |  |           |            |             |               |         |           |         |           |         |
|   | Personal Services  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Employee Related Expenses                                      | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Professional and Outside Services                              | 2,674.2   | 2,700.0    | 0.0         | 2,700.0       | 0.0     | 2,700.0   | 0.0     | 2,700.0   | 0.0     |
|   | Travel In-State  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Travel Out of State  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Food   | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Aid to Organizations and Individuals                           | (1,146.6) | (1,007.3)  | 0.0         | (1,007.3)     | 0.0     | (1,007.3) | 0.0     | (1,007.3) | 0.0     |
|   | Other Operating Expenses                                       | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Equipment  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Capital Outlay   | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Debt Service   | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Cost Allocation  | 0.0       | 0.0        | 0.0         | 0.0           | 0.0     | 0.0       | 0.0     | 0.0       | 0.0     |
|   | Transfers  | 0.0       | 0.2        | 0.0         | 0.2           | 0.0     | 0.2       | 0.0     | 0.2       | 0.2     |
| <b>Expenditure Categories Total:</b>                |  | 1,527.6   | 1,692.9    | 0.0         | 1,692.9       | 0.0     | 1,692.9   | 0.0     | 1,692.9   | 1,692.9 |
| <b>Fund 3791-N Total:</b>                           |  | 1,527.6   | 1,692.9    | 0.0         | 1,692.9       | 0.0     | 1,692.9   | 0.0     | 1,692.9   | 1,692.9 |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018   | FY 2019    | FY 2020     | FY 2020       |
|---|---|-----------|------------|-------------|---------------|
| Program: Acute Care                                 |   | Actual    | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>4503-N IGAs for County BHS Fund (Non-Appropriated)</b> |           |            |             |               |
| <b>Program Expenditures</b>                         |   |           |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |           |            |             |               |
| 3-15  | Targeted Investments Program                              | 0.0       | 0.0        | 0.0         | 0.0           |
| Total   |   | 0.0       | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funding</b>                     |   |           |            |             |               |
| <b>Expenditure Categories</b>                       |   |           |            |             |               |
|   | Personal Services   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                                 | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services                         | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Travel In-State   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State                                       | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Food  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                      | (9,115.7) | 0.0        | 0.0         | 0.0           |
|   | Other Operating Expenses                                  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Equipment   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Debt Service  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Transfers   | 9,115.7   | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |   | 0.0       | 0.0        | 0.0         | 0.0           |
| <b>Fund 4503-N Total:</b>                           |   | 0.0       | 0.0        | 0.0         | 0.0           |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018     | FY 2019     | FY 2020     | FY 2020       |
|---|---|-------------|-------------|-------------|---------------|
| Program: Acute Care                                 |   | Actual      | Expd. Plan  | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>9691-N County Funds (Non-Appropriated)</b> |             |             |             |               |
| <b>Program Expenditures</b>                         |   |             |             |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |             |             |             |               |
| 3-6   | Capitation                                    | 0.0         | 46,512.9    | (351.2)     | 46,161.7      |
|   | Total   | 0.0         | 46,512.9    | (351.2)     | 46,161.7      |
| <b>Non-Appropriated Funding</b>                     |   |             |             |             |               |
| <b>Expenditure Categories</b>                       |   |             |             |             |               |
|   | FTE Positions                                 | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Personal Services                             | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Employee Related Expenses                     | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Professional and Outside Services             | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Travel In-State                               | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Travel Out of State                           | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Food  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals          | 0.0         | 46,457.9    | (351.2)     | 46,106.7      |
|   | Other Operating Expenses                      | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Equipment                                     | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Capital Outlay                                | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Debt Service                                  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Cost Allocation                               | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Transfers                                     | 0.0         | 55.0        | 0.0         | 55.0          |
| <b>Expenditure Categories Total:</b>                |   | 0.0         | 46,512.9    | (351.2)     | 46,161.7      |
| <b>Fund 9691-N Total:</b>                           |   | 0.0         | 46,512.9    | (351.2)     | 46,161.7      |
| <b>Program 3 Total:</b>                             |   | 3,571,821.4 | 5,137,297.7 | 25,644.8    | 5,162,942.5   |

All dollars are presented in thousands (not FTE).

**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL CAPITATION**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



**PROGRAM DESCRIPTION/BACKGROUND:**

Capitation is a fixed (per member) monthly payment to health plan contractors for the provision of covered services to members. It is an actuarially determined amount to cover expected utilization and costs for the individual rate codes in a risk-sharing managed-care environment. Contracts are awarded for a multi-year period upon completion of a competitive bidding process in which health plans respond to a request for proposals from AHCCCS. Health plans bid by AHCCCS eligibility group, or rate code. Varying capitation rates are due to the nature of the distinctly different demographic groups covered (e.g. Children, Pregnant Women, Aged, Blind, Disabled, etc.)

Additionally, pursuant to the provisions of A.R. S. § 36-2901.06, capitation rates may reflect program changes, such as a required expansion of available services, or changes in eligibility requirements. Rates also vary by health and geographical area, but remain within the parameters set by actuarial study and contract negotiation. Since the starting point for new or renewed health plan contracts coincides with the new federal fiscal year, SFY 2019 reflects three months of capitation rates paid at a level negotiated for the period of July 2018 through September 2018, and nine months at new rates estimated for the contract year beginning in October 2018. Likewise, SFY 2020 will reflect three months of capitation rates paid at a level negotiated for the period of July 2019 through September 2019, and nine months at rates estimated for the contract year beginning in October 2018.



### **AHCCCS Complete Care (ACC) Integration:**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

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- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.



**PRIOR PERIOD COVERAGE (PPC) RECONCILIATION:**

AHCCCS performs a reconciliation process which compares total PPC medical cost experience to the reimbursement associated with the prior period retro portion of the capitation rates for all rate categories. ARS 35-142.01(B) requires AHCCCS to deposit reconciliation recoupments or penalties against program contractors or health plans into the General Fund or the fund from which the appropriation was made and prohibits these recoupments or penalties from being credited against future payments. As a result, only additional payments are included in the AHCCCS budget request. For FY 2019 and FY 2020, no additional payments are expected to be paid as a result of reconciliations.

**ACUTE PROGRAM TIERED PROSPECTIVE RECONCILIATION:**

The AHCCCS Acute Care CRS RFP (RFP No. YH14-0001) the various acute care reconciliations with a tiered prospective reconciliation, effective October 1, 2013 based on prospective, fully adjudicated medical expense encounters, and self-reported sub-capitated expenses, net of reinsurance. For each contract year, the amount due from or due to the Contractor as the result of this reconciliation will be based on aggregated profits and losses across all of the tiered reconciliation risk groups. Individual risk groups will not be reconciled separately. The expenses will be reconciled against prospective capitation including Delivery Supplement payments and will be net of the administrative and premium tax components. No additional payments to Contractors as a result of Acute Program Tiered Prospective Reconciliation are anticipated in FY 2019 or FY 2020.

**METHODOLOGY:**

A combination of AutoRegressive Integrated Moving Average (ARIMA – See attached ARIMA overview) time series forecasting, linear regression and growth rates were used to project member month growth and births by rate category. (TANF/1931, SSI With Medicare, SSI Without Medicare, SOBRA Children, SOBRA Women, SOBRA Family Planning and Title XIX Births.) The resulting member months were then multiplied by estimated capitation rates to project future capitation payments.

Prior period member months were calculated based on a ratio of date-of-service prior period member months to date-of-payment regular member months for each risk pool. Prior period member months were then forecast for each risk pool by multiplying these ratios by projected member months.



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Below is a chart indicating June-over-June forecast growth rate data. SFY 2013-18 figures are actuals.

|         | TANF    | SSI w/<br>Medicare | SSI w/o<br>Medicare | SOBRA<br>Children | SOBRA<br>Mothers | Total       | TITLE XIX |
|---------|---------|--------------------|---------------------|-------------------|------------------|-------------|-----------|
| SFY     | (AFDC)  |                    |                     |                   |                  | Categorical | Births    |
| 2012-13 | -0.37%  | 3.74%              | 5.13%               | -2.07%            | 0.98%            | -0.3%       | -0.78%    |
| 2013-14 | 1.41%   | -1.37%             | -14.46%             | -0.70%            | -6.60%           | -0.9%       | -3.12%    |
| 2014-15 | -20.06% | -12.20%            | -0.95%              | 47.36%            | 50.57%           | 7.1%        | -1.01%    |
| 2015-16 | -41.78% | 22.19%             | -9.03%              | 25.54%            | 31.24%           | -1.5%       | -10.00%   |
| 2016-17 | 14.08%  | 25.87%             | -2.57%              | 1.02%             | -22.19%          | 4.5%        | 5.41%     |
| 2017-18 | -2.19%  | -17.20%            | 2.30%               | -5.21%            | -6.21%           | -5.3%       | -5.91%    |
| 2018-19 | 0.34%   | 0.58%              | -0.49%              | 1.21%             | -0.19%           | 0.8%        | -1.13%    |
| 2019-20 | 0.55%   | 0.18%              | 0.00%               | 0.50%             | -0.90%           | 0.4%        | -1.21%    |

(Above percentages exclude CMDP.)

**TANF/1931** – From June 2017 to June 2018, TANF/1931 member months decreased by 2.2%, compared to an increase of 14.1% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 0.3% before a growth of 0.6% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

**SOBRA Children** – From June 2017 to June 2018, SOBRA Children member months decreased by 5.21%, compared to an increase of 1.0% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 1.2% before a growth of 0.5% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then



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split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

**SOBRA Women** – This population decreased by 6.21% from June 2017 to June 2018. For FY 2019, member months are expected to decline by an additional 0.19% and then decline by 0.90% in FY 2020 as predicted by an ARIMA model incorporating seasonality and birth rates. Arizona, which once had one of the highest birth rates in the country, saw the largest decline in the number of births of any state over the past decade, over a 20% drop.

**SSI** – Both the SSI with Medicare and SSI without Medicare populations were substantially impacted by CRS and BH integrations described below. MAGI implementation resulted in shifts between SSI Traditional and SSI Proposition 204. The implementation of HEAplus, which has more electronic data sources for income, is an additional factor that may explain these shifts. These shifts result in a very irregular time series which makes forecasting difficult. For this reason, member months for Traditional SSI with Medicare, Traditional SSI without Medicare, Prop. 204 SSI with Medicare, and Prop. 204 SSI without Medicare were combined and forecast in aggregate using a 36 month regression. This aggregate forecast was then split by the percentage that each component represented of the total as of July 2018 (40.8% Traditional SSI with Medicare, 32.6% Traditional SSI without Medicare, 25.72% Prop. 204 SSI with Medicare, 1.0% Prop. 204 SSI without Medicare). The June-over-June growth rates for the SSI population are shown in the following table.

| June | Traditional SSI w/ Medicare | % Chg. | Traditional SSI w/o Medicare | % Chg. | P204 SSI w/ Medicare | % Chg. | P204 SSI w/o Medicare | % Chg. | TOTAL      | % Chg. |
|------|-----------------------------|--------|------------------------------|--------|----------------------|--------|-----------------------|--------|------------|--------|
| 2017 | 69,608.50                   | 25.9%  | 47,491.10                    | -2.6%  | 20,635.23            | -30.5% | 1,194.07              | -25.5% | 138,928.90 | 2.7%   |
| 2018 | 57,638.17                   | -17.2% | 46,398.60                    | -2.3%  | 36,360.03            | 76.2%  | 1,447.80              | 21.2%  | 141,844.60 | 2.1%   |
| 2019 | 57,972.20                   | 0.6%   | 46,172.96                    | -0.5%  | 36,642.84            | 0.8%   | 1,378.58              | -4.8%  | 142,166.58 | 0.2%   |
| 2020 | 58,077.18                   | 0.2%   | 46,172.96                    | 0.0%   | 36,709.20            | 0.2%   | 1,378.58              | 0.0%   | 142,337.92 | 0.1%   |



A similar problem was encountered for forecasting births, where shifts between programs made for a ragged time series and a similar solution was employed. All capitated births, with the exception of KidsCare births, were combined into a single time series and forecast in the aggregate using a 60 month regression. Because births are seasonal, the aggregate births forecast was split between programs, not by using the proportion of births in each category from a single month, but rather using the percentage of births each program accounted for during the entirety of SFY 2018 (88.11% Acute Traditional, 3.89% Expansion State Adult, 6.12% Prop. 204, 1.66% Newly Eligible Adults, 0.18% Newly Eligible Children, 0.04% KidsCare).

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**Prior Period Methodology:**

AHCCCS forecasts Prior Period Member-Months (PPC) by computing a 12-month moving average ratio of PPC to corresponding prospective member-months for every given risk pool. For both PPC and Prospective member-months, amounts used are on a service-month basis, as opposed to payment-month, so totals will not be equal to corresponding counts in the Appropriation Status Report (ASR For the FY 2019 and 2020 PPC forecast, AHCCCS used a completion factor methodology to produce actual PPC estimates for more recent months, and then used those completed months in the calculation of the forecast ratio. PPC forecast amounts for each risk pool were computed by multiplying the 12-month moving average ratio (July 2017 to June 2018) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.



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BUDGET JUSTIFICATION

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**ACA HEALTH INSURER FEE**

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

| Fee Year            | Applicable Amount   |
|---------------------|---|
| 2014                | \$ 8,000,000,000  |
| 2015                | \$11,300,000,000  |
| 2016                | \$11,300,000,000  |
| 2017                | HIF Moratorium  |
| 2018                | \$14,300,000,000  |
| 2019                | HIF Moratorium  |
| 2020 and thereafter | The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)). |

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.

**TRADITIONAL MEDICAID SERVICES  
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In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Traditional Capitation was \$60,668,000 Total Fund (\$18,267,100 State Match).



### Capitation Rates

Beginning October 1, 2017, Traditional capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. The required APSI State Match for FY20 is \$4,600.

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

In CYE 2019, AHCCCS expects that increases to utilization and medical inflation will require an increase to capitation rates in order for them to remain actuarially sound. AHCCCS estimates a CYE 2019 rate increase of 2.5% for all risk pools.



**Acute Prospective Capitation Rate Increases (excludes CMDP):**

| Group       | Traditional Medicaid Prospective Rates |           |           |                               | Oct. to Oct.<br>% Change |
|-------------|--|-----------|-----------|-------------------------------|--------------------------|
|             | 7/1/2018                               | 10/1/2018 | 10/1/2019 | Jul.2018–Oct.2018<br>% Change |                          |
| Age <1      | 509.56                                 | 568.76    | 582.98    | 11.6%                         | 2.5%                     |
| Age 1-20    | 174.85                                 | 178.66    | 183.13    | 2.2%                          | 2.5%                     |
| Age 21+     | 341.27                                 | 362.65    | 371.71    | 6.3%                          | 2.5%                     |
| Duals       | 145.66                                 | 143.36    | 146.94    | -1.6%                         | 2.5%                     |
| SSI w/o     | 1,271.12                               | 1,230.59  | 1,261.36  | -3.2%                         | 2.5%                     |
| Births      | 6,042.82                               | 5,862.21  | 6,008.76  | -3.0%                         | 2.5%                     |
| SMI RBHA    | 1,987.84                               | 2,020.12  | 2,070.63  | 1.6%                          | 2.5%                     |
| Crisis RBHA | 3.86                                   | 4.76      | 4.88      | 23.3%                         | 2.5%                     |
| RBHA DDD    | 236.60                                 | 273.16    | 279.99    | 15.5%                         | 2.5%                     |



**FMAP**

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

**Maricopa County Acute Care Contribution \$0 TF (\$351,200 GF) Increase:**

Laws 2005, Chapter 328, Section 13 amended A.R.S 11-292 and established a GDP price deflator adjustment for Maricopa County with the intent that the Maricopa County contribution be reduced in each subsequent year according to changes in the GDP price deflator. Resulting reductions in Maricopa County’s contribution will be offset by a corresponding increase in the General Fund. Using 1.90% as the GDP price deflator, as recommended by JLBC, results in a County fund decrease and corresponding General Fund increase of \$351,200.

**Family Planning Adjustment**

The family planning component of the capitation rate is eligible for 90% federal funding that is higher than the regular Title XIX FMAP rate. The state share of acute care capitation expenses was reduced by an amount due to the difference between the higher family planning federal matching percentage and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2019 and FY 2020, the amount of the family planning adjustment is estimated at \$6,763,200.

**STATUTORY AUTHORITY:**

A.R.S Title 36, Chapter 29, Article 1.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
TRADITIONAL MEDICAID SERVICES  
TRADITIONAL CAPITATION**

|                           | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebate | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|---------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund              | 886,586,856       | 919,359,100           | 908,391,400       | 947,236,100        | 27,877,000           |
| Local Match (APSI)        | 7,113,255         | 10,250,800            | 9,739,800         | 10,255,400         | 4,600                |
| County Fund               | 46,512,900        | 46,512,900            | 46,512,900        | 46,161,700         | (351,200)            |
| Tobacco MNA               | 68,040,500        | 68,040,500            | 68,040,500        | 68,040,500         | -                    |
| Prescription Drug Rebate  | 140,158,600       | 140,158,600           | 140,158,600       | 140,158,600        | -                    |
| TPL Fund                  | 194,700           | 194,700               | 194,700           | 194,700            | -                    |
| Subtotal State Match      | 1,148,606,811     | 1,184,516,600         | 1,173,037,900     | 1,212,047,000      | 27,530,400           |
| Prescription Drug Federal | 514,085,200       | 514,085,200           | 559,802,800       | 572,638,300        | 58,553,100           |
| Federal Title XIX         | 2,305,543,019     | 2,358,924,600         | 2,336,311,800     | 2,339,901,900      | (19,022,700)         |
| Subtotal Federal Funding  | 2,819,628,219     | 2,873,009,800         | 2,896,114,600     | 2,912,540,200      | 39,530,400           |
| Grand Total               | 3,968,235,030     | 4,057,526,400         | 4,069,152,500     | 4,124,587,200      | 67,060,800           |

708 Traditional Capitation Expenditure Forecast Summary

|                             | SFY 2018 ACTUALS   |                    |                    | SFY 2019 REBASE    |                    |                    | SFY 2020 REQUEST   |                    |                    |
|-----------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|                             | Total              | Fed                | State              | Total              | Fed                | State              | Total              | Fed                | State              |
| (Thousands)                 |                    |                    |                    |                    |                    |                    |                    |                    |                    |
| <b>Capitation:</b>          |                    |                    |                    |                    |                    |                    |                    |                    |                    |
| AGE <1                      | 269,398.5          | 187,813.6          | 81,584.9           | 310,562.4          | 216,860.9          | 93,701.5           | 318,119.3          | 221,289.4          | 96,829.9           |
| AGE 1-20                    | 1,057,944.7        | 737,658.5          | 320,286.2          | 1,240,855.4        | 866,485.0          | 374,370.4          | 1,280,307.0        | 890,591.7          | 389,715.3          |
| AGE 21+                     | 915,190.3          | 638,189.0          | 277,001.3          | 641,447.3          | 447,916.2          | 193,531.1          | 668,257.9          | 464,846.0          | 203,411.9          |
| DUAL                        | 110,825.2          | 77,264.7           | 33,560.4           | 102,922.5          | 71,870.8           | 31,051.7           | 104,624.6          | 72,777.8           | 31,846.8           |
| SSIWO                       | 698,987.7          | 487,467.5          | 211,520.2          | 742,021.9          | 518,157.1          | 223,864.8          | 749,997.1          | 521,704.9          | 228,292.2          |
| Title XIX Births            | 175,196.2          | 122,132.2          | 53,064.0           | 170,748.7          | 119,237.2          | 51,511.5           | 170,357.3          | 118,512.2          | 51,845.1           |
| NEC Births                  | 424.4              | 424.4              | -                  | 342.7              | 342.7              | -                  | 342.2              | 317.1              | 25.1               |
| ACA Newly Eligible Children | 173,093.5          | 173,093.5          | -                  | 150,797.1          | 150,797.1          | -                  | 154,478.1          | 142,983.9          | 11,494.2           |
| SMI Integrated              | 488,291.0          | 340,557.3          | 147,733.7          | 485,104.2          | 338,844.5          | 146,259.7          | 505,027.2          | 351,377.5          | 153,649.7          |
| RBHA Crisis Only            | -                  | -                  | -                  | 56,178.0           | 40,434.1           | 15,743.9           | 60,358.1           | 42,969.4           | 17,388.7           |
| RBHA DDD                    | 78,883.6           | 55,027.6           | 23,856.0           | 104,398.2          | 72,898.8           | 31,499.4           | 112,718.4          | 78,407.1           | 34,311.3           |
| ACA Health Insurance Fee    | -                  | -                  | -                  | 63,774.1           | 45,507.0           | 18,267.1           | -                  | -                  | -                  |
| FP Mix Adjustment           | -                  | 6,763.2            | (6,763.2)          | -                  | 6,763.2            | (6,763.2)          | -                  | 6,763.2            | (6,763.2)          |
| <b>Total Capitation</b>     | <b>3,968,235.0</b> | <b>2,826,391.4</b> | <b>1,141,843.6</b> | <b>4,069,152.5</b> | <b>2,896,114.6</b> | <b>1,173,037.9</b> | <b>4,124,587.2</b> | <b>2,912,540.2</b> | <b>1,212,047.0</b> |

(1) Capitated expenditures for SFY18 are derived from PMMIS and do not tie to AFIS due to timing of payments.

(2) Reconciliations resulting in a net recoupment are not shown above.

TOTAL FUND

FY 18 ACTUAL

|                   | Jul-17      | Aug-17      | Sep-17      | Oct-17      | Nov-17      | Dec-17      | Jan-18      | Feb-18      | Mar-18      | Apr-18      | May-18      | Jun-18      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 22,010,337  | 22,886,144  | 22,670,395  | 20,930,153  | 20,781,755  | 20,629,735  | 22,364,898  | 20,831,480  | 20,911,427  | 20,848,544  | 20,515,842  | 20,701,121  | 256,081,830   |
| BASE AGE 1-20     | 89,239,335  | 87,803,829  | 87,403,012  | 87,330,603  | 87,124,997  | 86,485,811  | 89,125,026  | 87,115,874  | 85,129,672  | 84,935,230  | 83,677,394  | 84,982,548  | 1,040,333,331 |
| BASE AGE 21+      | 73,171,775  | 72,971,670  | 72,851,163  | 77,357,264  | 77,259,360  | 76,421,297  | 77,415,181  | 75,658,023  | 75,088,583  | 75,260,450  | 73,765,296  | 75,127,588  | 902,347,651   |
| BASE DUAL         | 10,247,819  | 9,475,179   | 9,500,478   | 8,847,303   | 8,880,146   | 8,893,313   | 8,979,116   | 9,020,312   | 9,019,935   | 9,022,389   | 9,107,339   | 9,067,260   | 110,060,589   |
| BASE SSI W/O MED  | 55,062,424  | 52,833,914  | 52,860,708  | 58,891,196  | 58,903,603  | 58,748,438  | 60,072,074  | 59,931,192  | 59,051,317  | 58,919,147  | 58,500,589  | 58,623,108  | 692,397,709   |
| BASE BIRTHS       | 15,246,101  | 16,974,612  | 15,845,329  | 15,918,612  | 14,858,718  | 15,613,657  | 13,351,595  | 13,523,589  | 13,749,624  | 13,385,308  | 13,132,024  | 13,597,037  | 175,196,206   |
| SMI Base          | 41,059,270  | 40,951,523  | 40,874,393  | 40,307,524  | 40,441,748  | 39,965,310  | 40,188,892  | 40,193,156  | 39,844,037  | 39,852,177  | 39,899,944  | 39,721,170  | 483,299,144   |
| Crisis Base       | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| BASE HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 306,037,062 | 303,896,871 | 302,005,478 | 309,582,655 | 308,250,327 | 306,757,560 | 311,496,782 | 306,273,625 | 302,794,595 | 302,223,245 | 298,598,428 | 301,819,832 | 3,659,736,460 |
| BASE AGE <1       | 1,366,349   | 1,587,791   | 1,635,596   | 1,520,098   | 1,299,803   | 964,848     | 961,393     | 830,560     | 932,703     | 684,396     | 735,441     | 797,722     | 13,316,700    |
| BASE AGE 1-20     | 1,282,294   | 332,267     | 1,489,866   | 1,463,381   | 1,318,295   | 1,174,785   | 1,498,975   | 1,656,442   | 2,063,146   | 1,676,195   | 1,643,043   | 1,992,661   | 17,591,351    |
| BASE AGE 21+      | 976,689     | 59,559      | 1,123,887   | 1,077,567   | 964,783     | 988,595     | 1,215,885   | 1,162,193   | 1,377,559   | 1,180,180   | 1,217,695   | 1,498,033   | 12,842,625    |
| BASE DUAL         | 45,033      | 44,999      | 70,152      | 45,849      | 58,187      | 62,771      | 67,804      | 67,804      | 78,361      | 91,709      | 71,541      | 69,552      | 764,562       |
| BASE SSI W/O MED  | 443,178     | 550,103     | 561,209     | 557,917     | 463,196     | 483,246     | 574,479     | 525,964     | 703,619     | 556,861     | 558,542     | 611,695     | 6,590,008     |
| SMI Base          | 336,058     | 362,600     | 430,500     | 353,108     | 318,159     | 377,552     | 437,371     | 365,272     | 476,766     | 379,705     | 364,750     | 468,436     | 4,670,279     |
| PPC CAP TOTAL     | 4,449,601   | 2,937,318   | 5,311,210   | 5,017,921   | 4,422,423   | 4,047,630   | 4,750,874   | 4,608,236   | 5,632,155   | 4,569,047   | 4,591,011   | 5,438,098   | 55,775,525    |
| REG CAP TOTAL     | 14,395,279  | 14,261,648  | 14,220,688  | 14,604,522  | 14,605,751  | 14,383,047  | 14,692,517  | 14,294,882  | 13,928,693  | 13,874,430  | 13,715,703  | 13,903,454  | 170,880,612   |
| NEC AGE <1        | 6           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 6             |
| NEC AGE 1-20      | 14,336,290  | 14,175,132  | 14,153,215  | 14,522,154  | 14,540,458  | 14,316,995  | 14,633,339  | 14,221,937  | 13,901,421  | 13,837,699  | 13,675,812  | 13,813,644  | 170,128,096   |
| NEC DUAL          | 1,884       | 1,729       | 1,660       | 1,620       | 1,417       | 1,424       | 1,473       | 1,171       | 1,171       | 1,059       | 770         | 154         | 15,532        |
| NEC BIRTHS        | 24,375      | 57,086      | 37,515      | 48,643      | 36,245      | 37,046      | 42,650      | 42,392      | 6,323       | 18,903      | 12,559      | 60,660      | 424,396       |
| SMI NEC           | 32,723      | 27,701      | 28,298      | 32,105      | 27,631      | 27,582      | 15,056      | 29,383      | 19,777      | 16,768      | 26,562      | 28,996      | 312,582       |
| Crisis NEC        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 179,293     | (526)       | 231,783     | 280,092     | 212,825     | 182,006     | 251,184     | 305,164     | 379,625     | 318,729     | 286,976     | 322,482     | 2,949,633     |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | -           | (526)       | 225         | -           | -           | -           | -           | -           | -           | -           | -           | -           | 225           |
| NEC DUAL          | -           | -           | 4,381       | 2,424       | -           | -           | -           | -           | -           | -           | -           | -           | 9,016         |
| SMI NEC           | -           | -           | (526)       | 282,516     | 212,825     | 182,006     | 251,184     | 305,164     | 379,625     | 318,729     | 289,187     | 322,482     | 2,958,875     |
| PPC CAP TOTAL     | 5,324,010   | 5,343,845   | 5,358,138   | 6,821,271   | 6,840,175   | 6,865,482   | 6,952,417   | 7,110,688   | 7,018,754   | 7,041,351   | 7,087,992   | 7,119,436   | 78,883,558    |
| RBHA DDD          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 330,385,245 | 326,439,155 | 327,131,904 | 336,308,885 | 334,331,502 | 332,235,725 | 338,143,774 | 332,592,596 | 329,753,822 | 328,026,800 | 324,282,320 | 328,603,302 | 3,968,235,030 |

TOTAL FUND

FY 19 REBASE

|                   | Jul-18      | Aug-18      | Sep-18      | Oct-18      | Nov-18      | Dec-18      | Jan-19      | Feb-19      | Mar-19      | Apr-19      | May-19      | Jun-19      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 23,256,100  | 23,294,000  | 23,309,800  | 26,007,200  | 25,959,900  | 25,923,500  | 25,741,500  | 25,592,800  | 25,664,800  | 25,610,300  | 25,651,000  | 25,597,800  | 301,608,700   |
| BASE AGE 1-20     | 98,916,400  | 99,183,200  | 99,367,000  | 101,732,800 | 101,916,800 | 102,112,200 | 101,646,100 | 101,579,800 | 101,598,600 | 101,675,300 | 101,819,300 | 101,917,200 | 1,213,464,700 |
| BASE AGE 21+      | 49,126,900  | 49,296,400  | 49,283,800  | 52,488,900  | 52,560,700  | 53,014,000  | 52,645,500  | 52,611,600  | 52,637,000  | 52,454,000  | 53,016,200  | 52,698,200  | 621,833,200   |
| BASE DUAL         | 8,584,000   | 8,586,600   | 8,588,300   | 8,453,100   | 8,454,000   | 8,455,300   | 8,448,900   | 8,450,800   | 8,452,800   | 8,456,100   | 8,458,700   | 8,459,800   | 101,848,400   |
| BASE SSI W/O MED  | 62,446,600  | 62,465,500  | 62,361,500  | 60,376,300  | 60,379,300  | 60,382,200  | 60,385,200  | 60,388,100  | 60,391,100  | 60,394,000  | 60,397,000  | 60,400,000  | 730,766,800   |
| BASE BIRTHS       | 15,046,600  | 16,033,400  | 15,759,200  | 15,161,900  | 14,203,700  | 14,591,200  | 14,258,500  | 12,874,900  | 13,701,000  | 12,820,300  | 13,112,200  | 13,185,800  | 170,748,700   |
| SMI Base          | 39,267,900  | 39,326,700  | 39,385,500  | 40,084,800  | 40,144,600  | 40,204,200  | 40,264,000  | 40,323,700  | 40,383,400  | 40,443,200  | 40,502,900  | 40,562,600  | 480,893,500   |
| Crisis Base       | 3,683,300   | 3,692,500   | 3,696,700   | 4,565,500   | 4,571,600   | 4,583,700   | 4,562,700   | 4,559,000   | 4,560,700   | 4,560,000   | 4,573,000   | 4,570,800   | 52,179,500    |
| BASE HIF          | -           | -           | -           | -           | -           | 60,668,000  | -           | -           | -           | -           | -           | -           | 60,668,000    |
| REG CAP TOTAL     | 300,327,800 | 301,878,300 | 301,751,800 | 308,870,500 | 308,190,600 | 369,934,300 | 307,952,400 | 306,380,700 | 307,389,400 | 306,413,200 | 307,530,300 | 307,392,200 | 3,734,011,500 |
| BASE AGE <1       | 690,500     | 691,600     | 692,100     | 772,100     | 770,700     | 769,600     | 764,200     | 759,700     | 761,800     | 760,200     | 761,400     | 759,800     | 8,953,700     |
| BASE AGE 1-20     | 2,232,700   | 2,238,800   | 2,243,000   | 2,296,500   | 2,300,700   | 2,305,100   | 2,294,400   | 2,292,800   | 2,293,200   | 2,294,900   | 2,298,200   | 2,300,400   | 27,390,700    |
| BASE AGE 21+      | 1,549,600   | 1,554,900   | 1,554,500   | 1,655,600   | 1,657,900   | 1,672,200   | 1,660,600   | 1,659,500   | 1,660,300   | 1,654,500   | 1,672,300   | 1,662,200   | 19,614,100    |
| BASE DUAL         | 90,500      | 90,600      | 90,600      | 89,100      | 89,200      | 89,200      | 89,100      | 89,100      | 89,100      | 89,200      | 89,200      | 89,200      | 1,074,100     |
| BASE SSI W/O MED  | 962,100     | 962,400     | 960,600     | 930,000     | 930,000     | 930,000     | 930,000     | 930,000     | 930,000     | 930,000     | 930,000     | 930,000     | 11,255,100    |
| SMI Base          | 317,200     | 317,800     | 318,300     | 323,900     | 324,300     | 324,800     | 325,300     | 325,800     | 326,300     | 326,800     | 327,200     | 327,700     | 3,885,400     |
| PPC CAP TOTAL     | 5,842,600   | 5,856,100   | 5,859,100   | 6,067,200   | 6,072,800   | 6,090,900   | 6,063,600   | 6,056,900   | 6,060,700   | 6,055,600   | 6,078,300   | 6,069,300   | 72,173,100    |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 11,923,700  | 11,923,900  | 11,924,100  | 12,184,200  | 12,184,400  | 12,184,600  | 12,184,800  | 12,185,000  | 12,185,200  | 12,185,400  | 12,185,600  | 12,185,800  | 145,436,700   |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC BIRTHS        | 30,200      | 32,200      | 31,600      | 30,400      | 28,500      | 29,300      | 28,600      | 25,900      | 27,500      | 25,700      | 26,300      | 26,500      | 342,700       |
| SMI NEC           | 26,400      | 26,400      | 26,400      | 26,900      | 27,000      | 27,000      | 27,000      | 27,000      | 27,100      | 27,200      | 27,200      | 27,300      | 322,900       |
| Crisis NEC        | 283,600     | 283,600     | 283,600     | 349,700     | 349,700     | 349,700     | 349,700     | 349,700     | 349,800     | 349,800     | 349,800     | 349,800     | 3,998,500     |
| NEC HIF           | -           | -           | -           | -           | -           | 3,106,100   | -           | -           | -           | -           | -           | -           | 3,106,100     |
| REG CAP TOTAL     | 12,263,900  | 12,266,100  | 12,265,700  | 12,591,200  | 12,589,600  | 15,696,700  | 12,590,100  | 12,587,600  | 12,589,600  | 12,588,100  | 12,588,900  | 12,589,400  | 153,206,900   |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 439,500     | 439,500     | 439,500     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 5,360,400     |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| SMI NEC           | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 2,400         |
| PPC CAP TOTAL     | 439,700     | 439,700     | 439,700     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 5,362,800     |
| RBHA DDD          | 7,705,200   | 7,727,900   | 7,750,600   | 8,969,500   | 8,990,600   | 9,011,700   | 9,020,000   | 9,028,300   | 9,036,600   | 9,044,600   | 9,052,600   | 9,060,600   | 104,398,200   |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 326,579,200 | 328,168,100 | 328,066,900 | 336,947,700 | 336,292,900 | 401,182,900 | 336,075,400 | 334,502,800 | 335,525,600 | 334,550,800 | 335,699,400 | 335,560,800 | 4,069,152,500 |

TOTAL FUND

FY 20 REQUEST

|                   | Jul-19      | Aug-19      | Sep-19      | Oct-19      | Nov-19      | Dec-19      | Jan-20      | Feb-20      | Mar-20      | Apr-20      | May-20      | Jun-20      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 25,548,900  | 25,513,100  | 25,497,900  | 26,108,400  | 26,051,100  | 26,007,700  | 25,816,100  | 25,659,100  | 25,728,400  | 25,668,000  | 25,705,300  | 25,646,200  | 308,950,200   |
| BASE AGE 1-20     | 102,066,600 | 102,211,900 | 102,344,200 | 105,055,800 | 105,212,500 | 105,375,800 | 104,903,900 | 104,839,100 | 104,855,300 | 104,923,500 | 105,072,000 | 105,186,200 | 1,252,046,800 |
| BASE AGE 21+      | 52,880,100  | 52,986,300  | 52,956,500  | 54,372,400  | 54,428,500  | 54,605,500  | 54,234,000  | 54,200,500  | 54,227,300  | 54,031,900  | 54,611,600  | 54,289,300  | 647,823,900   |
| BASE DUAL         | 8,465,700   | 8,466,500   | 8,467,200   | 8,679,900   | 8,680,600   | 8,681,700   | 8,675,400   | 8,677,600   | 8,679,900   | 8,683,700   | 8,686,400   | 8,687,600   | 103,532,200   |
| BASE SSI W/O MED  | 60,402,900  | 60,405,900  | 60,408,900  | 61,922,200  | 61,925,200  | 61,928,300  | 61,931,300  | 61,934,400  | 61,937,500  | 61,940,500  | 61,943,600  | 61,946,700  | 738,627,400   |
| BASE BIRTHS       | 14,417,500  | 15,363,000  | 15,100,300  | 15,354,300  | 14,383,900  | 14,776,400  | 14,438,900  | 13,037,800  | 13,874,300  | 12,981,800  | 13,277,300  | 13,351,800  | 170,357,300   |
| SMI Base          | 40,622,300  | 40,682,100  | 40,741,700  | 41,821,500  | 41,882,700  | 41,944,000  | 42,005,200  | 42,066,400  | 42,127,600  | 42,188,900  | 42,250,000  | 42,311,300  | 500,643,700   |
| Crisis Base       | 4,577,600   | 4,583,200   | 4,586,600   | 4,707,000   | 4,712,000   | 4,719,100   | 4,697,800   | 4,694,000   | 4,695,700   | 4,694,400   | 4,707,800   | 4,706,000   | 56,081,200    |
| BASE HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 308,981,600 | 310,212,000 | 310,103,300 | 318,021,500 | 317,276,500 | 318,038,500 | 316,702,600 | 315,108,900 | 316,126,000 | 315,112,700 | 316,254,000 | 316,125,100 | 3,778,062,700 |
| BASE AGE <1       | 758,400     | 757,300     | 756,800     | 774,900     | 773,200     | 771,900     | 766,200     | 761,400     | 763,500     | 761,700     | 762,800     | 761,000     | 9,169,100     |
| BASE AGE 1-20     | 2,303,800   | 2,307,100   | 2,310,100   | 2,371,400   | 2,374,900   | 2,378,600   | 2,367,800   | 2,366,200   | 2,366,600   | 2,368,100   | 2,371,500   | 2,374,100   | 28,260,200    |
| BASE AGE 21+      | 1,668,000   | 1,671,300   | 1,670,400   | 1,715,000   | 1,716,800   | 1,722,400   | 1,710,700   | 1,709,600   | 1,710,500   | 1,704,300   | 1,722,600   | 1,712,400   | 20,434,000    |
| BASE DUAL         | 89,300      | 89,300      | 89,300      | 91,600      | 91,600      | 91,600      | 91,500      | 91,600      | 91,600      | 91,600      | 91,700      | 91,700      | 1,092,400     |
| BASE SSI W/O MED  | 930,000     | 930,000     | 930,000     | 953,300     | 953,300     | 953,300     | 953,300     | 953,300     | 953,300     | 953,300     | 953,300     | 953,300     | 11,369,700    |
| SMI Base          | 328,200     | 328,700     | 329,200     | 337,900     | 338,400     | 338,900     | 339,400     | 339,900     | 340,400     | 340,900     | 341,300     | 341,900     | 4,045,100     |
| PPC CAP TOTAL     | 6,077,700   | 6,083,700   | 6,085,800   | 6,244,100   | 6,248,200   | 6,256,700   | 6,228,900   | 6,222,000   | 6,225,900   | 6,219,900   | 6,243,200   | 6,234,400   | 74,370,500    |
| REG CAP TOTAL     | 12,592,100  | 12,594,100  | 12,593,800  | 12,908,700  | 12,907,200  | 12,908,200  | 12,907,800  | 12,905,200  | 12,907,200  | 12,905,600  | 12,906,400  | 12,906,900  | 153,943,200   |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 12,186,000  | 12,186,200  | 12,186,400  | 12,491,300  | 12,491,500  | 12,491,700  | 12,492,000  | 12,492,200  | 12,492,400  | 12,492,600  | 12,492,800  | 12,493,000  | 148,988,100   |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC BIRTHS        | 29,000      | 30,800      | 30,300      | 30,800      | 28,900      | 29,700      | 29,000      | 26,200      | 27,900      | 26,100      | 26,700      | 26,800      | 342,200       |
| SMI NEC           | 27,300      | 27,300      | 27,300      | 28,000      | 28,200      | 28,200      | 28,200      | 28,200      | 28,300      | 28,300      | 28,300      | 28,400      | 336,000       |
| Crisis NEC        | 349,800     | 349,800     | 349,800     | 358,600     | 358,600     | 358,600     | 358,600     | 358,600     | 358,600     | 358,600     | 358,600     | 358,700     | 4,276,900     |
| NEC HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 12,592,100  | 12,594,100  | 12,593,800  | 12,908,700  | 12,907,200  | 12,908,200  | 12,907,800  | 12,905,200  | 12,907,200  | 12,905,600  | 12,906,400  | 12,906,900  | 153,943,200   |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 449,100     | 449,100     | 449,100     | 460,300     | 460,300     | 460,300     | 460,300     | 460,300     | 460,300     | 460,300     | 460,300     | 460,300     | 5,490,000     |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| SMI NEC           | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 2,400         |
| PPC CAP TOTAL     | 449,300     | 449,300     | 449,300     | 460,500     | 460,500     | 460,500     | 460,500     | 460,500     | 460,500     | 460,500     | 460,500     | 460,500     | 5,492,400     |
| RBHA DDD          | 9,088,800   | 9,117,000   | 9,145,200   | 9,396,300   | 9,418,800   | 9,441,300   | 9,460,300   | 9,479,300   | 9,498,300   | 9,528,000   | 9,557,700   | 9,587,400   | 112,718,400   |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 337,189,500 | 338,456,100 | 338,377,400 | 347,031,100 | 346,311,200 | 347,105,200 | 345,760,100 | 344,175,900 | 345,217,900 | 344,226,700 | 345,421,800 | 345,314,300 | 4,124,587,200 |

FEDERAL FUND

FY 18 ACTUAL

|                   | Jul-17      | Aug-17      | Sep-17      | Oct-17      | Nov-17      | Dec-17      | Jan-18      | Feb-18      | Mar-18      | Apr-18      | May-18      | Jun-18      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 15,239,957  | 15,846,366  | 15,696,982  | 14,628,084  | 14,524,368  | 14,418,122  | 15,630,827  | 14,559,121  | 14,614,996  | 14,571,047  | 14,338,522  | 14,468,014  | 178,536,406   |
| BASE AGE 1-20     | 61,789,316  | 60,795,371  | 60,517,846  | 61,035,359  | 60,891,660  | 60,444,933  | 62,289,480  | 60,885,284  | 59,497,128  | 59,361,232  | 58,482,131  | 59,394,303  | 725,384,043   |
| BASE AGE 21+      | 50,664,137  | 50,525,584  | 50,442,145  | 54,064,992  | 53,996,567  | 53,410,844  | 54,105,470  | 52,877,392  | 52,479,411  | 52,599,529  | 51,554,565  | 52,506,671  | 629,227,308   |
| BASE DUAL         | 7,095,590   | 6,560,614   | 6,478,131   | 6,183,380   | 6,206,334   | 6,215,536   | 6,275,504   | 6,304,296   | 6,304,033   | 6,305,747   | 6,365,119   | 6,337,108   | 76,731,393    |
| BASE SSI W/O MED  | 38,125,222  | 36,582,202  | 36,600,754  | 41,159,057  | 41,167,728  | 41,059,283  | 41,984,372  | 41,885,910  | 41,270,965  | 41,178,592  | 40,886,062  | 40,971,690  | 482,871,838   |
| BASE BIRTHS       | 10,556,400  | 11,753,221  | 10,971,306  | 11,125,518  | 10,384,758  | 10,912,385  | 9,331,430   | 9,451,636   | 9,609,612   | 9,354,992   | 9,177,972   | 9,502,969   | 122,132,199   |
| SMI Base          | 28,429,439  | 28,354,834  | 28,301,429  | 28,170,928  | 28,264,738  | 27,931,755  | 28,088,017  | 28,090,997  | 27,846,998  | 27,852,687  | 27,886,071  | 27,761,126  | 336,979,018   |
| Crisis Base       | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| BASE HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 211,900,061 | 210,418,193 | 209,108,593 | 216,367,317 | 215,436,154 | 214,392,858 | 217,705,101 | 214,054,637 | 211,623,143 | 211,223,826 | 208,690,441 | 210,941,881 | 2,551,862,205 |
| BASE AGE <1       | 946,060     | 1,099,387   | 1,132,486   | 1,062,397   | 908,432     | 674,332     | 671,918     | 580,479     | 651,866     | 478,324     | 513,999     | 557,528     | 9,277,208     |
| BASE AGE 1-20     | 887,861     | 230,062     | 1,031,583   | 1,022,757   | 921,357     | 821,057     | 1,047,634   | 1,157,687   | 1,441,933   | 1,171,493   | 1,148,323   | 1,392,670   | 12,274,416    |
| BASE AGE 21+      | 676,259     | 41,238      | 778,180     | 753,112     | 674,287     | 690,929     | 849,782     | 812,256     | 962,776     | 824,828     | 851,047     | 1,046,975   | 8,961,670     |
| BASE DUAL         | 31,181      | 31,157      | 48,573      | 32,044      | 40,667      | 40,958      | 43,871      | 47,388      | 54,766      | 64,096      | 50,000      | 48,610      | 533,311       |
| BASE SSI W/O MED  | 306,857     | 380,891     | 388,581     | 389,928     | 323,728     | 337,741     | 401,503     | 367,596     | 491,759     | 389,190     | 390,365     | 427,514     | 4,595,653     |
| SMI Base          | 232,687     | 251,064     | 298,078     | 246,787     | 222,361     | 263,871     | 305,678     | 255,289     | 333,212     | 265,376     | 254,924     | 327,390     | 3,256,718     |
| PPC CAP TOTAL     | 3,080,904   | 2,033,799   | 3,677,482   | 3,507,025   | 3,090,832   | 2,828,889   | 3,320,386   | 3,220,696   | 3,936,313   | 3,193,307   | 3,208,658   | 3,800,687   | 38,898,976    |
| NEC AGE <1        | 6           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 6             |
| NEC AGE 1-20      | 14,336,290  | 14,175,132  | 14,153,215  | 14,522,154  | 14,540,458  | 14,316,995  | 14,633,339  | 14,221,937  | 13,901,421  | 13,837,699  | 13,675,812  | 13,813,644  | 170,128,096   |
| NEC DUAL          | 1,884       | 1,729       | 1,660       | 1,620       | 1,417       | 1,424       | 1,473       | 1,171       | 1,171       | 1,059       | 770         | 154         | 15,532        |
| NEC BIRTHS        | 24,375      | 57,086      | 37,515      | 48,643      | 36,245      | 37,046      | 42,650      | 42,392      | 6,323       | 18,903      | 12,559      | 60,660      | 424,396       |
| SMI NEC           | 32,723      | 27,701      | 28,298      | 32,105      | 27,631      | 27,582      | 15,056      | 29,383      | 19,777      | 16,768      | 26,562      | 28,996      | 312,582       |
| Crisis NEC        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 14,395,279  | 14,261,648  | 14,220,688  | 14,604,522  | 14,605,751  | 14,383,047  | 14,692,517  | 14,294,882  | 13,928,693  | 13,874,430  | 13,715,703  | 13,903,454  | 170,880,612   |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 179,293     | (526)       | 231,783     | 280,092     | 212,825     | 182,006     | 251,184     | 305,164     | 379,625     | 318,729     | 286,976     | 322,482     | 2,949,633     |
| NEC DUAL          | -           | -           | 225         | -           | -           | -           | -           | -           | -           | -           | -           | -           | 225           |
| SMI NEC           | -           | -           | 4,381       | 2,424       | -           | -           | -           | -           | -           | -           | 2,211       | -           | 9,016         |
| PPC CAP TOTAL     | 179,293     | (526)       | 236,389     | 282,516     | 212,825     | 182,006     | 251,184     | 305,164     | 379,625     | 318,729     | 289,187     | 322,482     | 2,958,875     |
| RBHA DDD          | 3,686,345   | 3,700,078   | 3,709,975   | 4,767,386   | 4,780,598   | 4,798,286   | 4,859,044   | 4,969,660   | 4,905,407   | 4,921,200   | 4,953,797   | 4,975,774   | 55,027,550    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 233,241,882 | 230,413,192 | 230,953,127 | 239,528,767 | 238,126,160 | 236,585,086 | 240,828,232 | 236,845,039 | 234,773,181 | 233,531,491 | 230,857,786 | 233,944,277 | 2,819,628,219 |

FEDERAL FUND

FY 19 REBASE

|                   | Jul-18      | Aug-18      | Sep-18      | Oct-18      | Nov-18      | Dec-18      | Jan-19      | Feb-19      | Mar-19      | Apr-19      | May-19      | Jun-19      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 16,253,600  | 16,280,100  | 16,291,200  | 18,155,600  | 18,122,500  | 18,097,200  | 17,970,200  | 17,866,400  | 17,916,600  | 17,878,600  | 17,907,000  | 17,869,800  | 210,608,800   |
| BASE AGE 1-20     | 69,132,700  | 69,319,200  | 69,447,600  | 71,019,700  | 71,148,100  | 71,284,600  | 70,959,200  | 70,913,000  | 70,926,000  | 70,979,600  | 71,080,000  | 71,148,400  | 847,358,100   |
| BASE AGE 21+      | 34,334,800  | 34,453,300  | 34,444,500  | 36,642,500  | 36,692,600  | 37,009,000  | 36,751,700  | 36,728,200  | 36,745,800  | 36,618,100  | 37,010,700  | 36,788,600  | 434,219,800   |
| BASE DUAL         | 5,999,400   | 6,001,200   | 6,002,200   | 5,901,200   | 5,901,700   | 5,902,700   | 5,898,100   | 5,899,400   | 5,900,800   | 5,903,100   | 5,905,000   | 5,905,900   | 71,120,700    |
| BASE SSI W/O MED  | 43,643,900  | 43,657,100  | 43,584,500  | 42,148,700  | 42,150,700  | 42,152,800  | 42,154,900  | 42,156,900  | 42,159,000  | 42,161,100  | 42,163,100  | 42,165,200  | 510,297,900   |
| BASE BIRTHS       | 10,516,100  | 11,205,700  | 11,014,100  | 10,584,500  | 9,915,600   | 10,186,100  | 9,953,900   | 8,988,000   | 9,564,700   | 8,949,900   | 9,153,600   | 9,205,000   | 119,237,200   |
| SMI Base          | 27,444,300  | 27,485,400  | 27,526,500  | 27,983,100  | 28,024,800  | 28,066,600  | 28,108,300  | 28,150,000  | 28,191,700  | 28,233,400  | 28,275,100  | 28,316,800  | 335,806,000   |
| Crisis Base       | 2,574,300   | 2,580,700   | 2,583,600   | 3,187,200   | 3,191,400   | 3,199,900   | 3,185,300   | 3,182,700   | 3,183,900   | 3,183,300   | 3,192,400   | 3,190,900   | 36,435,600    |
| BASE HIF          | -           | -           | -           | -           | -           | 42,400,900  | -           | -           | -           | -           | -           | -           | 42,400,900    |
| REG CAP TOTAL     | 209,899,100 | 210,982,700 | 210,894,200 | 215,622,500 | 215,147,400 | 258,299,800 | 214,981,600 | 213,884,600 | 214,588,500 | 213,907,100 | 214,686,900 | 214,590,600 | 2,607,485,000 |
| BASE AGE <1       | 482,600     | 483,300     | 483,700     | 539,000     | 538,000     | 537,300     | 533,500     | 530,300     | 531,800     | 530,700     | 531,500     | 530,400     | 6,252,100     |
| BASE AGE 1-20     | 1,560,500   | 1,564,700   | 1,567,600   | 1,603,200   | 1,606,100   | 1,609,200   | 1,601,700   | 1,600,600   | 1,600,900   | 1,602,100   | 1,604,400   | 1,605,900   | 19,126,900    |
| BASE AGE 21+      | 1,083,000   | 1,086,700   | 1,086,500   | 1,155,800   | 1,157,400   | 1,167,400   | 1,159,200   | 1,158,500   | 1,159,100   | 1,155,000   | 1,167,400   | 1,160,400   | 13,696,400    |
| BASE DUAL         | 63,300      | 63,300      | 63,300      | 62,200      | 62,200      | 62,300      | 62,200      | 62,200      | 62,200      | 62,300      | 62,300      | 62,300      | 750,100       |
| BASE SSI W/O MED  | 672,400     | 672,600     | 671,400     | 649,200     | 649,200     | 649,200     | 649,200     | 649,200     | 649,200     | 649,200     | 649,200     | 649,200     | 7,859,200     |
| SMI Base          | 221,700     | 222,100     | 222,400     | 226,100     | 226,400     | 226,800     | 227,100     | 227,500     | 227,800     | 228,100     | 228,400     | 228,800     | 2,713,200     |
| PPC CAP TOTAL     | 4,083,500   | 4,092,700   | 4,094,900   | 4,235,500   | 4,239,300   | 4,252,200   | 4,232,900   | 4,228,300   | 4,231,000   | 4,227,400   | 4,243,200   | 4,237,000   | 50,397,900    |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 11,923,700  | 11,923,900  | 11,924,100  | 12,184,200  | 12,184,400  | 12,184,600  | 12,184,800  | 12,185,000  | 12,185,200  | 12,185,400  | 12,185,600  | 12,185,800  | 145,436,700   |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC BIRTHS        | 30,200      | 32,200      | 31,600      | 30,400      | 28,500      | 29,300      | 28,600      | 25,900      | 27,500      | 25,700      | 26,300      | 26,500      | 342,700       |
| SMI NEC           | 26,400      | 26,400      | 26,400      | 26,900      | 27,000      | 27,000      | 27,000      | 27,000      | 27,100      | 27,200      | 27,200      | 27,300      | 322,900       |
| Crisis NEC        | 283,600     | 283,600     | 283,600     | 349,700     | 349,700     | 349,700     | 349,700     | 349,700     | 349,800     | 349,800     | 349,800     | 349,800     | 3,998,500     |
| NEC HIF           | -           | -           | -           | -           | -           | 3,106,100   | -           | -           | -           | -           | -           | -           | 3,106,100     |
| REG CAP TOTAL     | 12,263,900  | 12,266,100  | 12,265,700  | 12,591,200  | 12,589,600  | 15,696,700  | 12,590,100  | 12,587,600  | 12,589,600  | 12,588,100  | 12,588,900  | 12,589,400  | 153,206,900   |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 439,500     | 439,500     | 439,500     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 449,100     | 5,360,400     |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| SMI NEC           | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 2,400         |
| PPC CAP TOTAL     | 439,700     | 439,700     | 439,700     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 449,300     | 5,362,800     |
| RBHA DDD          | 5,385,200   | 5,401,000   | 5,416,900   | 6,261,600   | 6,276,300   | 6,291,100   | 6,296,900   | 6,302,600   | 6,308,400   | 6,314,000   | 6,319,600   | 6,325,200   | 72,898,800    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 6,763,200     |
| TOTAL             | 232,071,400 | 233,182,200 | 233,111,400 | 239,160,100 | 238,701,900 | 284,989,100 | 238,550,800 | 237,452,400 | 238,166,800 | 237,485,900 | 238,287,900 | 244,954,700 | 2,896,114,600 |

FEDERAL FUND

FY 20 REQUEST

|                   | Jul-19      | Aug-19      | Sep-19      | Oct-19      | Nov-19      | Dec-19      | Jan-20      | Feb-20      | Mar-20      | Apr-20      | May-20      | Jun-20      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 17,835,700  | 17,810,700  | 17,800,000  | 18,140,100  | 18,100,300  | 18,070,100  | 17,937,100  | 17,827,900  | 17,876,100  | 17,834,200  | 17,860,100  | 17,818,900  | 214,911,200   |
| BASE AGE 1-20     | 71,252,700  | 71,354,100  | 71,446,400  | 72,992,800  | 73,101,700  | 73,215,000  | 72,887,200  | 72,842,200  | 72,853,300  | 72,900,800  | 73,004,000  | 73,083,400  | 870,933,600   |
| BASE AGE 21+      | 36,915,700  | 36,989,700  | 36,969,000  | 37,778,000  | 37,816,900  | 37,939,900  | 37,681,800  | 37,658,400  | 37,677,100  | 37,541,300  | 37,944,100  | 37,720,200  | 450,632,100   |
| BASE DUAL         | 5,909,900   | 5,910,600   | 5,911,100   | 6,030,700   | 6,031,200   | 6,032,000   | 6,027,700   | 6,029,200   | 6,030,700   | 6,033,400   | 6,035,300   | 6,036,300   | 72,018,100    |
| BASE SSI W/O MED  | 42,167,300  | 42,169,400  | 42,171,400  | 43,023,600  | 43,025,700  | 43,027,800  | 43,029,900  | 43,032,000  | 43,034,200  | 43,036,300  | 43,038,400  | 43,040,600  | 513,796,600   |
| BASE BIRTHS       | 10,064,900  | 10,724,900  | 10,541,500  | 10,668,200  | 9,993,900   | 10,266,600  | 10,032,100  | 9,058,600   | 9,639,900   | 9,019,700   | 9,225,100   | 9,276,800   | 118,512,200   |
| SMI Base          | 28,358,500  | 28,400,200  | 28,441,900  | 29,057,600  | 29,100,100  | 29,142,700  | 29,185,200  | 29,227,700  | 29,270,300  | 29,312,800  | 29,355,400  | 29,397,900  | 348,250,300   |
| Crisis Base       | 3,195,700   | 3,199,600   | 3,201,900   | 3,270,400   | 3,273,900   | 3,278,800   | 3,264,000   | 3,261,400   | 3,262,600   | 3,261,700   | 3,271,000   | 3,269,700   | 39,010,700    |
| BASE HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 215,700,400 | 216,559,200 | 216,483,200 | 220,961,400 | 220,443,700 | 220,972,900 | 220,045,000 | 218,937,400 | 219,644,200 | 218,940,200 | 219,733,400 | 219,643,800 | 2,628,064,800 |
| BASE AGE <1       | 529,400     | 528,700     | 528,300     | 538,400     | 537,200     | 536,300     | 532,300     | 529,100     | 530,500     | 529,200     | 530,000     | 528,800     | 6,378,200     |
| BASE AGE 1-20     | 1,608,300   | 1,610,600   | 1,612,700   | 1,647,600   | 1,650,100   | 1,652,700   | 1,645,100   | 1,644,100   | 1,644,300   | 1,645,400   | 1,647,700   | 1,649,500   | 19,658,100    |
| BASE AGE 21+      | 1,164,400   | 1,166,700   | 1,166,100   | 1,191,600   | 1,192,800   | 1,196,700   | 1,188,600   | 1,187,800   | 1,188,400   | 1,184,100   | 1,196,900   | 1,189,800   | 14,213,900    |
| BASE DUAL         | 62,300      | 62,300      | 62,400      | 63,600      | 63,600      | 63,600      | 63,600      | 63,600      | 63,600      | 63,700      | 63,700      | 63,700      | 759,700       |
| BASE SSI W/O MED  | 649,200     | 649,200     | 649,200     | 662,300     | 662,300     | 662,300     | 662,300     | 662,300     | 662,300     | 662,300     | 662,300     | 662,300     | 7,908,300     |
| SMI Base          | 229,100     | 229,500     | 229,800     | 234,800     | 235,100     | 235,500     | 235,800     | 236,200     | 236,500     | 237,100     | 237,100     | 237,500     | 2,813,800     |
| PPC CAP TOTAL     | 4,242,700   | 4,247,000   | 4,248,500   | 4,338,300   | 4,341,100   | 4,347,100   | 4,327,700   | 4,323,100   | 4,325,600   | 4,321,600   | 4,337,700   | 4,331,600   | 51,732,000    |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 12,186,000  | 12,186,200  | 12,186,400  | 11,259,700  | 11,259,900  | 11,260,100  | 11,260,200  | 11,260,400  | 11,260,600  | 11,260,800  | 11,261,000  | 11,261,200  | 137,902,500   |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC BIRTHS        | 29,000      | 30,800      | 30,300      | 27,800      | 26,000      | 26,700      | 26,100      | 23,600      | 25,100      | 23,500      | 24,000      | 24,200      | 317,100       |
| SMI NEC           | 27,300      | 27,300      | 27,300      | 25,300      | 25,400      | 25,400      | 25,400      | 25,400      | 25,500      | 25,500      | 25,600      | 25,600      | 311,000       |
| Crisis NEC        | 349,800     | 349,800     | 349,800     | 323,200     | 323,200     | 323,200     | 323,200     | 323,300     | 323,300     | 323,300     | 323,300     | 323,300     | 3,958,700     |
| NEC HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 12,592,100  | 12,594,100  | 12,593,800  | 11,636,000  | 11,634,500  | 11,635,400  | 11,634,900  | 11,632,700  | 11,634,500  | 11,633,100  | 11,633,900  | 11,634,300  | 142,489,300   |
| NEC AGE <1        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | 449,100     | 449,100     | 449,100     | 414,900     | 414,900     | 414,900     | 414,900     | 414,900     | 414,900     | 414,900     | 414,900     | 414,900     | 5,081,400     |
| NEC DUAL          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| SMI NEC           | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 200         | 2,400         |
| PPC CAP TOTAL     | 449,300     | 449,300     | 449,300     | 415,100     | 415,100     | 415,100     | 415,100     | 415,100     | 415,100     | 415,100     | 415,100     | 415,100     | 5,083,800     |
| RBHA DDD          | 6,344,900   | 6,364,600   | 6,384,300   | 6,528,600   | 6,544,200   | 6,559,800   | 6,573,000   | 6,586,200   | 6,599,400   | 6,620,100   | 6,640,700   | 6,661,300   | 78,407,100    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 6,763,200     |
| TOTAL             | 239,329,400 | 240,214,200 | 240,159,100 | 243,879,400 | 243,378,600 | 243,930,300 | 242,995,700 | 241,894,500 | 242,618,800 | 241,930,100 | 242,760,800 | 249,449,300 | 2,912,540,200 |

STATE FUND

FY 18 ACTUAL

|                   | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL         |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| BASE AGE <1       | 6,770,380  | 7,039,778  | 6,973,414  | 6,302,069  | 6,257,386  | 6,211,613  | 6,734,071  | 6,272,358  | 6,296,431  | 6,277,497  | 6,177,320  | 6,233,108  | 77,545,424    |
| BASE AGE 1-20     | 27,450,019 | 27,008,458 | 26,885,167 | 26,295,245 | 26,233,337 | 26,040,878 | 26,835,545 | 26,230,590 | 25,632,544 | 25,573,998 | 25,195,263 | 25,588,245 | 314,969,288   |
| BASE AGE 21+      | 22,507,638 | 22,446,086 | 22,409,018 | 23,292,272 | 23,262,793 | 23,010,452 | 23,309,711 | 22,780,631 | 22,609,172 | 22,660,922 | 22,210,731 | 22,620,917 | 273,120,343   |
| BASE DUAL         | 3,152,229  | 2,914,565  | 2,922,347  | 2,663,923  | 2,673,812  | 2,677,776  | 2,703,612  | 2,716,016  | 2,715,903  | 2,716,641  | 2,742,220  | 2,730,152  | 33,329,196    |
| BASE SSI W/O MED  | 16,937,202 | 16,251,712 | 16,259,954 | 17,732,139 | 17,735,875 | 17,689,155 | 18,087,701 | 18,045,282 | 17,780,351 | 17,740,555 | 17,614,527 | 17,651,418 | 209,525,871   |
| BASE BIRTHS       | 4,689,701  | 5,221,391  | 4,874,023  | 4,793,094  | 4,473,960  | 4,701,272  | 4,020,165  | 4,071,953  | 4,140,012  | 4,030,316  | 3,954,053  | 4,094,068  | 53,064,007    |
| SMI Base          | 12,629,832 | 12,596,688 | 12,572,963 | 12,136,595 | 12,177,010 | 12,033,555 | 12,100,875 | 12,102,159 | 11,997,040 | 11,999,491 | 12,013,873 | 11,960,044 | 146,320,126   |
| Crisis Base       | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| REG CAP TOTAL     | 94,137,000 | 93,478,678 | 92,896,885 | 93,215,337 | 92,814,174 | 92,364,701 | 93,791,681 | 92,218,989 | 91,171,453 | 90,999,419 | 89,907,987 | 90,877,951 | 1,107,874,254 |
| BASE AGE <1       | 420,289    | 488,405    | 503,109    | 457,702    | 391,371    | 290,516    | 289,476    | 250,082    | 280,837    | 206,072    | 221,441    | 240,194    | 4,039,492     |
| BASE AGE 1-20     | 394,434    | 102,205    | 458,283    | 440,624    | 396,939    | 353,728    | 451,341    | 498,755    | 621,213    | 504,702    | 494,720    | 599,990    | 5,316,935     |
| BASE AGE 21+      | 300,429    | 18,320     | 345,708    | 324,456    | 290,496    | 297,666    | 366,103    | 349,936    | 414,783    | 355,352    | 366,648    | 451,058    | 3,880,955     |
| BASE DUAL         | 13,852     | 13,842     | 21,579     | 13,805     | 17,520     | 17,646     | 18,900     | 20,416     | 23,594     | 27,614     | 21,541     | 20,942     | 231,251       |
| BASE SSI W/O MED  | 136,322    | 169,212    | 172,628    | 167,989    | 139,468    | 145,505    | 172,976    | 158,368    | 211,860    | 167,671    | 168,177    | 184,181    | 1,994,356     |
| SMI Base          | 103,372    | 111,536    | 132,422    | 106,321    | 95,798     | 113,681    | 131,692    | 109,984    | 143,554    | 114,329    | 109,826    | 141,046    | 1,413,560     |
| PPC CAP TOTAL     | 1,368,697  | 903,519    | 1,633,728  | 1,510,896  | 1,331,592  | 1,218,741  | 1,430,488  | 1,387,540  | 1,695,842  | 1,375,740  | 1,382,353  | 1,637,411  | 16,876,548    |
| REG CAP TOTAL     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC AGE <1        | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC AGE 1-20      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC DUAL          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC BIRTHS        | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| SMI NEC           | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| Crisis NEC        | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| REG CAP TOTAL     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC AGE <1        | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC AGE 1-20      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| NEC DUAL          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| SMI NEC           | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| PPC CAP TOTAL     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| RBHA DDD          | 1,637,666  | 1,643,767  | 1,648,163  | 2,053,885  | 2,059,577  | 2,067,197  | 2,093,373  | 2,141,028  | 2,113,347  | 2,120,151  | 2,134,194  | 2,143,662  | 23,856,008    |
| FP Mix Adjustment | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| TOTAL             | 97,143,363 | 96,025,963 | 96,178,777 | 96,780,118 | 96,205,342 | 95,650,639 | 97,315,542 | 95,747,557 | 94,980,641 | 94,495,310 | 93,424,534 | 94,659,025 | 1,148,606,811 |

STATE FUND

FY 19 REBASE

|                   | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18      | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19      | TOTAL         |
|-------------------|------------|------------|------------|------------|------------|-------------|------------|------------|------------|------------|------------|-------------|---------------|
| BASE AGE <1       | 7,002,500  | 7,013,900  | 7,018,600  | 7,851,600  | 7,837,400  | 7,826,300   | 7,771,300  | 7,726,400  | 7,748,200  | 7,731,700  | 7,744,000  | 7,728,000   | 90,999,900    |
| BASE AGE 1-20     | 29,783,700 | 29,864,000 | 29,919,400 | 30,713,100 | 30,768,700 | 30,827,600  | 30,686,900 | 30,666,800 | 30,672,600 | 30,695,700 | 30,739,300 | 30,768,800  | 366,106,600   |
| BASE AGE 21+      | 14,792,100 | 14,843,100 | 14,839,300 | 15,846,400 | 15,868,100 | 16,005,000  | 15,893,800 | 15,883,400 | 15,891,200 | 15,835,900 | 16,003,500 | 15,909,600  | 187,613,400   |
| BASE DUAL         | 2,584,600  | 2,583,400  | 2,586,100  | 2,551,900  | 2,552,300  | 2,552,600   | 2,550,800  | 2,551,400  | 2,552,000  | 2,553,000  | 2,553,700  | 2,553,900   | 30,727,700    |
| BASE SSI W/O MED  | 18,802,700 | 18,808,400 | 18,777,000 | 18,227,600 | 18,228,600 | 18,229,400  | 18,230,300 | 18,231,200 | 18,232,100 | 18,232,900 | 18,233,900 | 18,234,800  | 220,468,900   |
| BASE BIRTHS       | 4,530,500  | 4,827,700  | 4,745,100  | 4,577,400  | 4,288,100  | 4,405,100   | 4,304,600  | 3,886,900  | 4,136,300  | 3,870,400  | 3,958,600  | 3,980,800   | 51,511,500    |
| SMI Base          | 11,823,600 | 11,841,300 | 11,859,000 | 12,101,700 | 12,119,800 | 12,137,600  | 12,155,700 | 12,173,700 | 12,191,700 | 12,209,800 | 12,227,800 | 12,245,800  | 145,087,500   |
| Crisis Base       | 1,109,000  | 1,111,800  | 1,113,100  | 1,378,300  | 1,380,200  | 1,383,800   | 1,377,400  | 1,376,300  | 1,376,800  | 1,376,700  | 1,380,600  | 1,379,900   | 15,743,900    |
| BASE HIF          |            |            |            | 18,267,100 |            | 18,267,100  |            |            |            |            |            |             | 18,267,100    |
| REG CAP TOTAL     | 90,428,700 | 90,895,600 | 90,857,600 | 93,248,000 | 93,043,200 | 111,634,500 | 92,970,800 | 92,496,100 | 92,800,900 | 92,506,100 | 92,843,400 | 92,801,600  | 1,126,526,500 |
| BASE AGE <1       | 207,900    | 208,300    | 208,400    | 233,100    | 232,700    | 232,300     | 230,700    | 229,400    | 230,000    | 229,500    | 229,900    | 229,400     | 2,701,600     |
| BASE AGE 1-20     | 672,200    | 674,100    | 675,400    | 693,300    | 694,600    | 695,900     | 692,700    | 692,200    | 692,300    | 692,800    | 693,800    | 694,500     | 8,263,800     |
| BASE AGE 21+      | 466,600    | 468,200    | 468,000    | 499,800    | 500,500    | 504,800     | 501,400    | 501,000    | 501,200    | 499,500    | 504,900    | 501,800     | 5,917,700     |
| BASE DUAL         | 27,200     | 27,300     | 27,300     | 26,900     | 27,000     | 26,900      | 26,900     | 26,900     | 26,900     | 26,900     | 26,900     | 26,900      | 324,000       |
| BASE SSI W/O MED  | 289,700    | 289,800    | 289,200    | 280,800    | 280,800    | 280,800     | 280,800    | 280,800    | 280,800    | 280,800    | 280,800    | 280,800     | 3,395,900     |
| SMI Base          | 95,500     | 95,700     | 95,900     | 97,800     | 97,900     | 98,000      | 98,200     | 98,300     | 98,500     | 98,700     | 98,800     | 98,900      | 1,172,200     |
| PPC CAP TOTAL     | 1,759,100  | 1,763,400  | 1,764,200  | 1,831,700  | 1,833,500  | 1,838,700   | 1,830,700  | 1,828,600  | 1,829,700  | 1,828,200  | 1,835,100  | 1,832,300   | 21,775,200    |
| REG CAP TOTAL     |            |            |            |            |            |             |            |            |            |            |            |             |               |
| NEC AGE <1        | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC AGE 1-20      | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC DUAL          | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC BIRTHS        | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| SMI NEC           | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| Crisis NEC        | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC HIF           | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| REG CAP TOTAL     |            |            |            |            |            |             |            |            |            |            |            |             |               |
| NEC AGE <1        | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC AGE 1-20      | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC DUAL          | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| NEC BIRTHS        | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| SMI NEC           | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | -           | -             |
| REG CAP TOTAL     |            |            |            |            |            |             |            |            |            |            |            |             |               |
| PPC CAP TOTAL     |            |            |            |            |            |             |            |            |            |            |            |             |               |
| RBHA DDD          | 2,320,000  | 2,326,900  | 2,333,700  | 2,707,900  | 2,714,300  | 2,720,600   | 2,723,100  | 2,725,700  | 2,728,200  | 2,730,600  | 2,733,000  | 2,735,400   | 31,499,400    |
| FP Mix Adjustment | -          | -          | -          | -          | -          | -           | -          | -          | -          | -          | -          | (6,763,200) | (6,763,200)   |
| TOTAL             | 94,507,800 | 94,985,900 | 94,955,500 | 97,787,600 | 97,591,000 | 116,193,800 | 97,524,600 | 97,050,400 | 97,358,800 | 97,064,900 | 97,411,500 | 90,606,100  | 1,173,037,900 |

STATE FUND

FY 20 REQUEST

|                   | Jul-19     | Aug-19     | Sep-19     | Oct-19      | Nov-19      | Dec-19      | Jan-20      | Feb-20      | Mar-20      | Apr-20      | May-20      | Jun-20      | TOTAL         |
|-------------------|------------|------------|------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| BASE AGE <1       | 7,713,200  | 7,702,400  | 7,697,900  | 7,968,300   | 7,950,800   | 7,937,600   | 7,879,000   | 7,831,200   | 7,852,300   | 7,833,800   | 7,845,200   | 7,827,300   | 94,039,000    |
| BASE AGE 1-20     | 30,813,900 | 30,857,800 | 30,897,800 | 32,063,000  | 32,110,800  | 32,160,800  | 32,016,700  | 31,996,900  | 32,002,000  | 32,022,700  | 32,068,000  | 32,102,800  | 381,113,200   |
| BASE AGE 21+      | 15,964,400 | 15,996,600 | 15,987,500 | 16,594,400  | 16,611,600  | 16,665,600  | 16,552,200  | 16,542,100  | 16,550,200  | 16,490,600  | 16,667,500  | 16,569,100  | 197,191,800   |
| BASE DUAL         | 2,555,800  | 2,555,900  | 2,556,100  | 2,649,200   | 2,649,400   | 2,649,700   | 2,647,700   | 2,648,400   | 2,649,200   | 2,650,300   | 2,651,100   | 2,651,300   | 31,514,100    |
| BASE SSI W/O MED  | 18,235,600 | 18,236,500 | 18,237,500 | 18,898,600  | 18,899,500  | 18,900,500  | 18,901,400  | 18,902,400  | 18,903,300  | 18,904,200  | 18,905,200  | 18,906,100  | 224,830,800   |
| BASE BIRTHS       | 4,352,600  | 4,638,100  | 4,558,800  | 4,686,100   | 4,390,000   | 4,509,800   | 4,406,800   | 3,979,200   | 4,234,400   | 3,962,100   | 4,052,200   | 4,075,000   | 51,845,100    |
| SMI Base          | 12,263,800 | 12,281,900 | 12,299,800 | 12,763,900  | 12,782,600  | 12,801,300  | 12,820,000  | 12,838,700  | 12,857,300  | 12,876,100  | 12,894,600  | 12,913,400  | 152,393,400   |
| Crisis Base       | 1,381,900  | 1,383,600  | 1,384,700  | 1,436,600   | 1,438,100   | 1,440,300   | 1,433,800   | 1,432,600   | 1,433,100   | 1,432,700   | 1,436,800   | 1,436,300   | 17,070,500    |
| BASE HIF          |            |            |            |             |             |             |             |             |             |             |             |             |               |
| REG CAP TOTAL     | 93,281,200 | 93,652,800 | 93,620,100 | 97,060,100  | 96,832,800  | 97,065,600  | 96,657,600  | 96,171,500  | 96,481,800  | 96,172,500  | 96,520,600  | 96,481,300  | 1,149,997,900 |
| BASE AGE <1       | 229,000    | 228,600    | 228,500    | 236,500     | 236,000     | 235,600     | 233,900     | 232,300     | 233,000     | 232,500     | 232,800     | 232,200     | 2,790,900     |
| BASE AGE 1-20     | 695,500    | 696,500    | 697,400    | 723,800     | 724,800     | 725,900     | 722,700     | 722,100     | 722,300     | 722,700     | 723,800     | 724,600     | 8,602,100     |
| BASE AGE 21+      | 503,600    | 504,600    | 504,300    | 523,400     | 524,000     | 525,700     | 522,100     | 521,800     | 522,100     | 520,200     | 525,700     | 522,600     | 6,220,100     |
| BASE DUAL         | 27,000     | 27,000     | 26,900     | 28,000      | 28,000      | 28,000      | 27,900      | 28,000      | 28,000      | 27,900      | 28,000      | 28,000      | 332,700       |
| BASE SSI W/O MED  | 280,800    | 280,800    | 280,800    | 291,000     | 291,000     | 291,000     | 291,000     | 291,000     | 291,000     | 291,000     | 291,000     | 291,000     | 3,461,400     |
| SMI Base          | 99,100     | 99,200     | 99,400     | 103,100     | 103,300     | 103,400     | 103,600     | 103,700     | 103,900     | 104,000     | 104,200     | 104,400     | 1,231,300     |
| PPC CAP TOTAL     | 1,835,000  | 1,836,700  | 1,837,300  | 1,905,800   | 1,907,100   | 1,909,600   | 1,901,200   | 1,898,900   | 1,900,300   | 1,898,300   | 1,905,500   | 1,902,800   | 22,638,500    |
| NEC AGE <1        | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | -          | -          | -          | 1,231,600   | 1,231,600   | 1,231,600   | 1,231,800   | 1,231,800   | 1,231,800   | 1,231,800   | 1,231,800   | 1,231,800   | 11,085,600    |
| NEC DUAL          | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC BIRTHS        | -          | -          | -          | 3,000       | 2,900       | 3,000       | 2,900       | 2,600       | 2,800       | 2,600       | 2,700       | 2,600       | 25,100        |
| SMI NEC           | -          | -          | -          | 2,700       | 2,800       | 2,800       | 2,800       | 2,800       | 2,800       | 2,800       | 2,700       | 2,800       | 25,000        |
| Crisis NEC        | -          | -          | -          | 35,400      | 35,400      | 35,400      | 35,400      | 35,300      | 35,300      | 35,300      | 35,300      | 35,400      | 318,200       |
| NEC HIF           | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | -          | -          | -          | 1,272,700   | 1,272,700   | 1,272,800   | 1,272,900   | 1,272,500   | 1,272,700   | 1,272,500   | 1,272,500   | 1,272,600   | 11,453,900    |
| NEC AGE <1        | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| NEC AGE 1-20      | -          | -          | -          | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 408,600       |
| NEC DUAL          | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| SMI NEC           | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| PPC CAP TOTAL     | -          | -          | -          | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 45,400      | 408,600       |
| RBHA DDD          | 2,745,900  | 2,752,400  | 2,760,900  | 2,867,700   | 2,874,600   | 2,881,500   | 2,887,300   | 2,893,100   | 2,898,900   | 2,907,900   | 2,917,000   | 2,926,100   | 34,311,300    |
| FP Mix Adjustment | -          | -          | -          | -           | -           | -           | -           | -           | -           | -           | -           | (6,763,200) | (6,763,200)   |
| TOTAL             | 97,860,100 | 98,241,900 | 98,218,300 | 103,151,700 | 102,932,600 | 103,174,900 | 102,764,400 | 102,281,400 | 102,599,100 | 102,296,600 | 102,661,000 | 95,865,000  | 1,212,047,000 |

MEMBER MONTHS

FY 18 ACTUAL

|                   | Jul-17       | Aug-17       | Sep-17       | Oct-17       | Nov-17       | Dec-17       | Jan-18       | Feb-18       | Mar-18       | Apr-18       | May-18       | Jun-18       | TOTAL         |
|-------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| BASE AGE <1       | 47,730.69    | 47,850.14    | 47,691.50    | 47,488.30    | 47,376.06    | 47,172.36    | 46,726.78    | 45,972.74    | 46,441.46    | 46,150.12    | 46,143.04    | 46,024.53    | 562,767.73    |
| BASE AGE 1-20     | 593,142.00   | 592,991.20   | 591,948.53   | 590,431.29   | 588,047.60   | 585,611.42   | 578,396.93   | 569,432.61   | 564,778.52   | 564,787.03   | 563,843.84   | 563,426.77   | 6,946,837.73  |
| BASE AGE 21+      | 148,629.20   | 148,602.23   | 148,599.46   | 148,674.77   | 148,217.40   | 146,586.71   | 145,804.68   | 145,002.60   | 144,252.19   | 144,948.34   | 145,169.59   | 144,282.93   | 1,758,770.09  |
| BASE DUAL         | 56,794.51    | 57,050.90    | 57,170.97    | 57,496.81    | 57,651.17    | 57,814.97    | 58,014.16    | 58,290.00    | 58,292.52    | 58,402.50    | 58,531.55    | 58,667.73    | 694,177.78    |
| BASE SSI W/O MED  | 50,122.39    | 50,143.74    | 50,141.63    | 50,103.58    | 50,090.00    | 49,924.74    | 49,910.39    | 49,839.25    | 49,744.16    | 49,667.57    | 49,494.55    | 49,320.10    | 598,502.10    |
| BASE BIRTHS       | 2,481.00     | 2,735.00     | 2,582.00     | 2,620.00     | 2,448.00     | 2,330.00     | 2,457.00     | 2,245.00     | 2,282.00     | 2,176.00     | 2,175.00     | 2,275.00     | 28,806.00     |
| SMI Base          | 19,664.23    | 19,649.87    | 19,680.27    | 19,663.65    | 19,724.97    | 19,735.16    | 19,809.81    | 19,853.04    | 19,812.55    | 19,777.63    | 19,792.94    | 19,769.33    | 236,933.43    |
| Crisis Base       | 988,052.57   | 989,131.90   | 986,649.58   | 984,417.13   | 980,784.41   | 975,981.52   | 970,861.50   | 959,885.79   | 954,858.84   | 954,673.45   | 952,691.21   | 952,877.59   | 11,650,865.49 |
| BASE HIF          | 1,906,616.58 | 1,908,154.98 | 1,904,463.94 | 1,900,895.52 | 1,894,339.60 | 1,885,156.88 | 1,871,981.25 | 1,850,521.03 | 1,840,462.24 | 1,840,582.64 | 1,837,841.71 | 1,836,643.98 | 22,477,660.36 |
| REG CAP TOTAL     | 1,577.54     | 1,622.12     | 1,634.55     | 1,617.04     | 1,573.50     | 1,493.38     | 1,537.00     | 1,441.89     | 1,340.43     | 1,209.65     | 1,095.82     | 1,037.64     | 17,180.56     |
| BASE AGE <1       | 11,931.69    | 12,608.69    | 11,626.61    | 11,153.42    | 10,574.22    | 10,402.05    | 13,047.03    | 13,910.52    | 14,341.00    | 13,629.09    | 12,781.59    | 14,066.79    | 150,072.70    |
| BASE AGE 1-20     | 4,343.51     | 4,446.94     | 4,137.46     | 3,861.31     | 3,773.40     | 3,927.49     | 4,789.76     | 4,571.52     | 4,744.57     | 4,842.23     | 4,641.72     | 5,023.84     | 53,103.76     |
| BASE AGE 21+      | 625.42       | 627.61       | 611.59       | 613.16       | 600.02       | 564.34       | 648.73       | 619.00       | 609.29       | 613.57       | 536.23       | 590.88       | 7,259.84      |
| BASE DUAL         | 865.63       | 866.33       | 870.27       | 809.45       | 800.04       | 788.07       | 854.03       | 793.67       | 760.68       | 701.35       | 636.28       | 614.38       | 9,360.19      |
| BASE SSI W/O MED  | 179.18       | 171.87       | 172.65       | 157.84       | 131.15       | 153.63       | 186.09       | 166.44       | 164.81       | 159.60       | 150.09       | 158.38       | 1,951.74      |
| SMI Base          | 19,522.96    | 20,343.56    | 19,053.14    | 18,212.22    | 17,452.32    | 17,328.96    | 21,062.64    | 21,503.03    | 21,960.79    | 21,155.50    | 19,841.74    | 21,491.91    | 238,928.78    |
| PPC CAP TOTAL     | 71,520.03    | 71,740.48    | 71,654.03    | 71,968.64    | 71,939.53    | 70,960.90    | 70,074.77    | 68,494.75    | 67,849.90    | 67,696.13    | 67,677.74    | 67,371.40    | 838,948.33    |
| NEC AGE <1        | 12.00        | 12.00        | 11.33        | 11.35        | 8.00         | 8.00         | 8.00         | 7.00         | 7.00         | 6.00         | 5.00         | 1.00         | 96.69         |
| NEC AGE 1-20      | 4.00         | 9.00         | 7.00         | 8.00         | 6.00         | 5.00         | 7.00         | 7.00         | 1.00         | 3.00         | 3.00         | 9.00         | 69.00         |
| NEC BIRTHS        | 13.65        | 12.00        | 11.20        | 10.87        | 11.70        | 11.65        | 8.29         | 8.29         | 9.65         | 8.43         | 11.03        | 15.00        | 131.75        |
| SMI NEC           | 76,040.58    | 76,590.97    | 76,487.43    | 76,722.39    | 76,501.69    | 75,554.78    | 75,104.66    | 73,684.77    | 73,216.97    | 73,012.00    | 72,978.94    | 73,328.12    | 899,223.29    |
| Crisis NEC        | 147,590.26   | 148,364.46   | 148,171.00   | 148,721.26   | 148,466.92   | 146,540.33   | 145,202.72   | 142,201.81   | 141,084.51   | 140,725.57   | 140,675.71   | 140,724.52   | 1,738,469.06  |
| REG CAP TOTAL     | 1,602.53     | 1,861.47     | 1,862.38     | 1,773.39     | 1,588.15     | 1,704.88     | 2,224.89     | 2,536.02     | 2,699.06     | 2,644.87     | 2,677.19     | 3,294.72     | 26,469.55     |
| NEC AGE <1        | 1.01         | 1.02         | 0.69         | -            | -            | -            | -            | -            | -            | -            | -            | -            | 2.72          |
| NEC AGE 1-20      | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| NEC DUAL          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| SMI NEC           | 1,603.55     | 1,862.49     | 1,863.06     | 1,773.39     | 1,588.15     | 1,704.88     | 2,224.89     | 2,536.02     | 2,699.06     | 2,644.87     | 2,678.24     | 3,294.72     | 26,473.32     |
| PPC CAP TOTAL     | 31,019.00    | 31,111.71    | 31,224.50    | 31,325.23    | 31,433.73    | 31,538.74    | 31,664.71    | 31,811.29    | 31,972.52    | 32,121.60    | 32,276.87    | 32,401.70    | 379,901.59    |
| RBHA DDD          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| FP Mix Adjustment | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| TOTAL             | 2,106,352.34 | 2,109,837.20 | 2,104,775.64 | 2,100,927.62 | 2,093,280.73 | 2,082,269.79 | 2,072,136.21 | 2,048,573.17 | 2,038,179.12 | 2,037,230.18 | 2,033,314.28 | 2,034,556.82 | 24,861,433.12 |

MEMBER MONTHS

FY 19 REBASE

|                   | Jul-18       | Aug-18       | Sep-18       | Oct-18       | Nov-18       | Dec-18       | Jan-19       | Feb-19       | Mar-19       | Apr-19       | May-19       | Jun-19       | TOTAL         |
|-------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| BASE AGE <1       | 45,639.80    | 45,714.05    | 45,745.32    | 45,726.32    | 45,643.28    | 45,579.25    | 45,259.24    | 44,997.81    | 45,124.49    | 45,028.66    | 45,100.31    | 45,006.63    | 544,565.16    |
| BASE AGE 1-20     | 565,717.12   | 567,242.50   | 568,294.07   | 569,413.01   | 570,442.74   | 571,536.70   | 568,928.25   | 568,557.10   | 568,662.01   | 569,091.84   | 569,896.76   | 570,444.54   | 6,828,226.64  |
| BASE AGE 21+      | 143,954.01   | 144,430.72   | 144,413.79   | 144,738.31   | 144,936.23   | 146,186.29   | 145,169.94   | 145,076.69   | 145,146.66   | 144,641.70   | 146,192.26   | 145,315.20   | 1,740,221.79  |
| BASE DUAL         | 58,930.19    | 58,948.96    | 58,959.38    | 58,966.60    | 58,971.17    | 58,980.04    | 58,935.54    | 58,949.02    | 58,963.49    | 58,986.13    | 59,004.33    | 59,012.57    | 707,607.42    |
| BASE SSI W/O MED  | 49,127.38    | 49,142.28    | 49,060.40    | 49,062.79    | 49,065.19    | 49,067.59    | 49,069.99    | 49,072.39    | 49,074.80    | 49,077.21    | 49,079.62    | 49,082.03    | 588,981.67    |
| BASE BIRTHS       | 2,490.00     | 2,653.30     | 2,607.92     | 2,586.38     | 2,422.92     | 2,489.03     | 2,432.28     | 2,196.26     | 2,337.18     | 2,186.94     | 2,236.73     | 2,249.29     | 28,888.22     |
| SMI Base          | 19,754.05    | 19,783.62    | 19,813.19    | 19,842.75    | 19,872.32    | 19,901.88    | 19,931.45    | 19,961.01    | 19,990.58    | 20,020.14    | 20,049.71    | 20,079.27    | 238,999.97    |
| Crisis Base       | 953,396.64   | 955,769.04   | 956,845.78   | 958,441.28   | 959,722.81   | 962,273.19   | 957,866.95   | 957,085.93   | 957,445.73   | 957,284.89   | 960,011.50   | 959,554.91   | 11,495,698.64 |
| BASE HIF          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| REG CAP TOTAL     | 1,839,009.21 | 1,843,704.46 | 1,845,739.84 | 1,848,777.44 | 1,851,076.66 | 1,856,013.95 | 1,847,593.65 | 1,845,896.21 | 1,846,744.93 | 1,846,317.53 | 1,851,571.21 | 1,850,744.43 | 22,173,189.51 |
| BASE AGE <1       | 1,355.00     | 1,357.22     | 1,358.14     | 1,357.56     | 1,355.07     | 1,353.14     | 1,343.55     | 1,335.71     | 1,339.49     | 1,336.62     | 1,338.75     | 1,335.94     | 16,166.19     |
| BASE AGE 1-20     | 12,769.26    | 12,804.13    | 12,828.10    | 12,853.62    | 12,877.10    | 12,902.04    | 12,841.90    | 12,833.18    | 12,835.40    | 12,845.08    | 12,863.39    | 12,875.78    | 154,129.00    |
| BASE AGE 21+      | 4,540.66     | 4,556.33     | 4,555.16     | 4,565.40     | 4,571.65     | 4,611.08     | 4,579.02     | 4,576.07     | 4,578.28     | 4,562.35     | 4,611.27     | 4,583.60     | 54,890.87     |
| BASE DUAL         | 621.54       | 621.75       | 621.89       | 621.81       | 621.89       | 622.03       | 621.55       | 621.69       | 621.85       | 622.08       | 622.35       | 622.43       | 7,462.87      |
| BASE SSI W/O MED  | 756.91       | 757.11       | 755.73       | 755.73       | 755.73       | 755.73       | 755.73       | 755.73       | 755.73       | 755.73       | 755.73       | 755.73       | 9,071.36      |
| SMI Base          | 159.61       | 159.85       | 160.08       | 160.32       | 160.56       | 160.80       | 161.04       | 161.28       | 161.52       | 161.76       | 162.00       | 162.23       | 1,931.04      |
| PPC CAP TOTAL     | 20,202.98    | 20,256.38    | 20,279.12    | 20,314.46    | 20,342.00    | 20,404.83    | 20,302.80    | 20,283.67    | 20,292.28    | 20,283.62    | 20,353.49    | 20,355.72    | 243,651.33    |
| NEC AGE <1        | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| NEC AGE 1-20      | 68,193.29    | 68,194.41    | 68,195.54    | 68,196.66    | 68,197.79    | 68,198.91    | 68,200.04    | 68,201.17    | 68,202.30    | 68,203.43    | 68,204.56    | 68,205.69    | 818,393.80    |
| NEC DUAL          | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.77          |
| NEC BIRTHS        | 5.00         | 5.33         | 5.24         | 5.19         | 4.87         | 5.00         | 4.88         | 4.41         | 4.69         | 4.39         | 4.49         | 4.52         | 58.01         |
| SMI NEC           | 13.26        | 13.28        | 13.30        | 13.32        | 13.34        | 13.36        | 13.38        | 13.40        | 13.42        | 13.44        | 13.46        | 13.48        | 160.45        |
| Crisis NEC        | 73,405.79    | 73,408.03    | 73,410.28    | 73,412.53    | 73,414.78    | 73,417.03    | 73,419.28    | 73,421.53    | 73,423.79    | 73,426.04    | 73,428.30    | 73,430.56    | 881,017.92    |
| NEC HIF           | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| REG CAP TOTAL     | 141,617.40   | 141,621.12   | 141,624.42   | 141,627.77   | 141,630.83   | 141,634.36   | 141,637.65   | 141,640.58   | 141,644.26   | 141,647.37   | 141,650.88   | 141,654.31   | 1,699,630.95  |
| NEC AGE <1        | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| NEC AGE 1-20      | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 30,162.65     |
| NEC DUAL          | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.02          |
| SMI NEC           | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 1.21          |
| PPC CAP TOTAL     | 2,513.65     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 30,163.87     |
| RBHA DDD          | 32,566.53    | 32,662.36    | 32,758.20    | 32,835.47    | 32,912.74    | 32,990.01    | 33,020.36    | 33,050.71    | 33,081.07    | 33,110.32    | 33,139.58    | 33,168.83    | 395,296.17    |
| FP Mix Adjustment | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| TOTAL             | 2,035,909.78 | 2,040,757.98 | 2,042,915.23 | 2,046,068.78 | 2,048,475.88 | 2,053,556.81 | 2,045,068.11 | 2,043,384.83 | 2,044,276.20 | 2,043,872.50 | 2,049,228.80 | 2,048,416.95 | 24,541,931.84 |

MEMBER MONTHS

FY 20 REQUEST

|                   | Jul-19       | Aug-19       | Sep-19       | Oct-19       | Nov-19       | Dec-19       | Jan-20       | Feb-20       | Mar-20       | Apr-20       | May-20       | Jun-20       | TOTAL         |
|-------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| BASE AGE <1       | 44,920.65    | 44,857.65    | 44,830.76    | 44,784.66    | 44,686.53    | 44,612.07    | 44,283.39    | 44,013.96    | 44,132.90    | 44,029.37    | 44,093.33    | 43,991.97    | 533,237.23    |
| BASE AGE 1-20     | 571,281.07   | 572,094.10   | 572,834.94   | 573,670.60   | 574,526.77   | 575,417.61   | 572,840.76   | 572,487.28   | 572,574.96   | 572,948.02   | 573,758.58   | 574,382.76   | 6,878,817.46  |
| BASE AGE 21+      | 145,817.02   | 146,109.73   | 146,027.56   | 146,275.15   | 146,425.96   | 146,902.30   | 145,902.70   | 145,812.42   | 145,884.82   | 145,358.88   | 146,918.49   | 146,051.70   | 1,753,486.73  |
| BASE DUAL         | 59,052.50    | 59,058.75    | 59,063.44    | 59,070.13    | 59,075.68    | 59,082.56    | 59,040.12    | 59,054.72    | 59,070.29    | 59,096.37    | 59,115.05    | 59,123.83    | 708,903.44    |
| BASE SSI W/O MED  | 49,084.44    | 49,086.86    | 49,089.27    | 49,091.69    | 49,094.11    | 49,096.54    | 49,098.96    | 49,101.39    | 49,103.82    | 49,106.25    | 49,108.68    | 49,111.12    | 589,173.12    |
| BASE BIRTHS       | 2,459.40     | 2,620.69     | 2,575.87     | 2,555.32     | 2,393.82     | 2,459.13     | 2,402.97     | 2,169.79     | 2,309.02     | 2,160.47     | 2,209.65     | 2,222.06     | 28,538.20     |
| SMI Base          | 20,108.84    | 20,138.41    | 20,167.97    | 20,197.54    | 20,227.10    | 20,256.67    | 20,286.23    | 20,315.80    | 20,345.36    | 20,374.93    | 20,404.49    | 20,434.06    | 243,257.40    |
| Crisis Base       | 960,994.58   | 962,167.01   | 962,880.54   | 964,047.01   | 965,068.69   | 966,519.17   | 962,159.24   | 961,393.62   | 961,729.92   | 961,478.19   | 964,213.40   | 963,845.05   | 11,556,496.44 |
| BASE HIF          | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| REG CAP TOTAL     | 1,853,718.52 | 1,856,133.20 | 1,857,470.36 | 1,859,692.10 | 1,861,498.66 | 1,864,346.05 | 1,856,014.37 | 1,854,348.96 | 1,855,151.08 | 1,854,552.49 | 1,859,821.68 | 1,859,162.55 | 22,291,910.02 |
| PPC CAP TOTAL     | 20,368.69    | 20,394.86    | 20,408.61    | 20,434.39    | 20,456.02    | 20,489.46    | 20,388.44    | 20,369.59    | 20,377.65    | 20,366.83    | 20,436.89    | 20,420.97    | 244,912.40    |
| NEC AGE <1        | 68,206.83    | 68,207.96    | 68,209.10    | 68,210.23    | 68,211.37    | 68,212.51    | 68,213.65    | 68,214.79    | 68,215.93    | 68,217.07    | 68,218.21    | 68,219.36    | 818,557.00    |
| NEC AGE 1-20      | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.06         | 0.77          |
| NEC DUAL          | 4.94         | 5.26         | 5.17         | 5.13         | 4.81         | 4.94         | 4.83         | 4.36         | 4.64         | 4.34         | 4.44         | 4.46         | 57.31         |
| NEC BIRTHS        | 13.50        | 13.52        | 13.54        | 13.56        | 13.58        | 13.60        | 13.62        | 13.64        | 13.66        | 13.68        | 13.70        | 13.72        | 163.31        |
| SMI NEC           | 73,432.82    | 73,435.08    | 73,437.34    | 73,439.61    | 73,441.88    | 73,444.14    | 73,446.41    | 73,448.68    | 73,450.95    | 73,453.23    | 73,455.50    | 73,457.78    | 881,343.43    |
| Crisis NEC        | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| NEC HIF           | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| REG CAP TOTAL     | 141,658.15   | 141,661.89   | 141,665.22   | 141,668.60   | 141,671.70   | 141,675.25   | 141,678.57   | 141,681.53   | 141,685.24   | 141,688.38   | 141,691.91   | 141,695.38   | 1,700,121.82  |
| NEC AGE <1        | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| NEC AGE 1-20      | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 2,513.55     | 30,162.65     |
| NEC DUAL          | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.00         | 0.02          |
| SMI NEC           | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 0.10         | 1.23          |
| PPC CAP TOTAL     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 2,513.66     | 30,163.89     |
| RBHA DDD          | 33,272.15    | 33,375.47    | 33,478.78    | 33,559.09    | 33,639.39    | 33,719.70    | 33,787.58    | 33,855.47    | 33,923.35    | 34,029.42    | 34,135.49    | 34,241.56    | 405,017.46    |
| FP Mix Adjustment | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -             |
| TOTAL             | 2,051,531.16 | 2,054,079.08 | 2,055,536.63 | 2,057,867.84 | 2,059,779.43 | 2,062,744.12 | 2,054,382.62 | 2,052,769.21 | 2,053,650.98 | 2,053,150.78 | 2,058,599.63 | 2,058,034.12 | 24,672,125.59 |

| Capitation Rates |             |             |             |             |             |             |             |             |    |             |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----|-------------|
| Rate Cells       | 2018.3      | 2018.4      | 2019.1      | 2019.2      | 2019.3      | 2019.4      | 2020.1      | 2020.2      |    |             |
| Age <1           | \$ 509.56   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 582.98   | \$ 582.98   | \$ 582.98   | \$ | \$ 582.98   |
| Age 1-20         | \$ 174.85   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 183.13   | \$ 183.13   | \$ 183.13   | \$ | \$ 183.13   |
| Age 21+          | \$ 341.27   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 371.71   | \$ 371.71   | \$ 371.71   | \$ | \$ 371.71   |
| Duals            | \$ 145.66   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 146.94   | \$ 146.94   | \$ 146.94   | \$ | \$ 146.94   |
| SSI w/o          | \$ 1,271.12 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 | \$ | \$ 1,261.36 |
| ESA              | \$ 606.13   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 637.47   | \$ 637.47   | \$ 637.47   | \$ | \$ 637.47   |
| NEA              | \$ 377.80   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 415.58   | \$ 415.58   | \$ 415.58   | \$ | \$ 415.58   |
| Delivery         | \$ 6,042.82 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 | \$ | \$ 6,008.76 |
| SMI RBHA         | \$ 1,987.84 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 | \$ | \$ 2,070.63 |
| Crisis RBHA      | \$ 3.86     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.88     | \$ 4.88     | \$ 4.88     | \$ | \$ 4.88     |
| CMDP             | \$ 279.18   | \$ 298.38   | \$ 298.38   | \$ 298.38   | \$ 302.09   | \$ 305.84   | \$ 305.84   | \$ 305.84   | \$ | \$ 305.84   |
| CMDP RBHA        | \$ 757.55   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 886.51   | \$ 886.51   | \$ 886.51   | \$ | \$ 886.51   |
| ALTCS EPD        | \$ 3,455.59 | \$ 3,607.36 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,726.68 | \$ 3,756.05 | \$ 3,756.05 | \$ | \$ 3,756.05 |
| ALTCS DDD        | \$ 3,892.14 | \$ 4,098.51 | \$ 4,137.17 | \$ 4,137.17 | \$ 4,188.57 | \$ 4,240.60 | \$ 4,280.60 | \$ 4,280.60 | \$ | \$ 4,280.60 |
| ALTCS TCM        | \$ 164.41   | \$ 154.28   | \$ 154.28   | \$ 154.28   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ | \$ 158.14   |
| ALTCS DDD RBHA   | \$ 236.60   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 279.99   | \$ 279.99   | \$ 279.99   | \$ | \$ 279.99   |

| Federal Matching Rates |         |         |         |         |         |         |         |         |         |
|------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| FMAP Type              | 2018.3  | 2018.4  | 2019.1  | 2019.2  | 2019.3  | 2019.4  | 2020.1  | 2020.2  |         |
| Regular FMAP           | 69.89%  | 69.81%  | 69.81%  | 69.81%  | 69.81%  | 69.48%  | 69.48%  | 69.48%  | 69.48%  |
| ACA FMAP               | 94.00%  | 94.00%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  | 90.00%  |
| CHIP FMAP              | 78.92%  | 78.87%  | 78.87%  | 78.87%  | 78.87%  | 78.64%  | 78.64%  | 78.64%  | 78.64%  |
| CHIP Enhanced          | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 90.14%  | 90.14%  | 90.14%  | 90.14%  |
| ESA FMAP               | 91.59%  | 91.58%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  | 90.00%  |
| AIHP Facilities        | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                  |                  |                  |
|--|---|------------------|------------------|------------------|
|  | FY 2018                                     | FY 2019          | FY 2020          | FY 2020          |
|  | Actual                                      | Expd. Plan       | Fund. Issue      | Total Request    |
| <b>Program: Capitation</b>                           |   |                  |                  |                  |
| <b>Fund: 1000-A General Fund</b>                     |   |                  |                  |                  |
| <b>Appropriated</b>                                  |   |                  |                  |                  |
| 0000 FTE   | 0.0   | 0.0              | 0.0              | 0.0              |
| 6000 Personal Services                               | 0.0   | 0.0              | 0.0              | 0.0              |
| 6100 Employee Related Expenses                       | 0.0   | 0.0              | 0.0              | 0.0              |
| 6200 Professional and Outside Services               | 0.0   | 0.0              | 0.0              | 0.0              |
| 6500 Travel In-State                                 | 0.0   | 0.0              | 0.0              | 0.0              |
| 6600 Travel Out of State                             | 0.0   | 0.0              | 0.0              | 0.0              |
| 6700 Food  | 0.0   | 0.0              | 0.0              | 0.0              |
| 6800 Aid to Organizations and Individuals            | 559,489.9                                   | 915,521.2        | (3,067.6)        | 912,453.6        |
| 7000 Other Operating Expenses                        | 0.0   | 0.0              | 0.0              | 0.0              |
| 8000 Equipment                                       | 0.0   | 0.0              | 0.0              | 0.0              |
| 8100 Capital Outlay                                  | 0.0   | 0.0              | 0.0              | 0.0              |
| 8600 Debt Service                                    | 0.0   | 0.0              | 0.0              | 0.0              |
| 9000 Cost Allocation                                 | 0.0   | 0.0              | 0.0              | 0.0              |
| 9100 Transfers                                       | 2,345.4                                     | 3,837.9          | 0.0              | 3,837.9          |
| <b>Appropriated Total:</b>                           | <b>561,835.3</b>                            | <b>919,359.1</b> | <b>(3,067.6)</b> | <b>916,291.5</b> |
| <b>Fund Total:</b>                                   | <b>561,835.3</b>                            | <b>919,359.1</b> | <b>(3,067.6)</b> | <b>916,291.5</b> |
| <b>Fund: 1306-A Tobacco Tax and Health Care Fund</b> |   |                  |                  |                  |
| <b>Appropriated</b>                                  |   |                  |                  |                  |
| 6000 Personal Services                               | 0.0   | 0.0              | 0.0              | 0.0              |
| 6100 Employee Related Expenses                       | 0.0   | 0.0              | 0.0              | 0.0              |
| 6200 Professional and Outside Services               | 0.0   | 0.0              | 0.0              | 0.0              |
| 6500 Travel In-State                                 | 0.0   | 0.0              | 0.0              | 0.0              |
| 6600 Travel Out of State                             | 0.0   | 0.0              | 0.0              | 0.0              |
| 6700 Food  | 0.0   | 0.0              | 0.0              | 0.0              |
| 6800 Aid to Organizations and Individuals            | 36,862.6                                    | 68,040.5         | 0.0              | 68,040.5         |
| 7000 Other Operating Expenses                        | 0.0   | 0.0              | 0.0              | 0.0              |
| 8000 Equipment                                       | 0.0   | 0.0              | 0.0              | 0.0              |
| 8100 Capital Outlay                                  | 0.0   | 0.0              | 0.0              | 0.0              |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  |   | Arizona Health Care Cost Containment System |             |             |               |
|--|---|---|-------------|-------------|---------------|
|  |   | FY 2018                                     | FY 2019     | FY 2020     | FY 2020       |
|  |   | Actual                                      | Expd. Plan  | Fund. Issue | Total Request |
| <b>Program:</b> Capitation                           |   |   |             |             |               |
| <b>Fund:</b> 1306-A Tobacco Tax and Health Care Fund |   |   |             |             |               |
| <b>Appropriated</b>                                  |   |   |             |             |               |
|  | 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           |
|  | <b>Appropriated Total:</b>                | 36,862.6                                    | 68,040.5    | 0.0         | 68,040.5      |
|  | <b>Fund Total:</b>                        | 36,862.6                                    | 68,040.5    | 0.0         | 68,040.5      |
| <b>Fund:</b> 2120-N AHCCCS Fund                      |   |   |             |             |               |
| <b>Non-Appropriated</b>                              |   |   |             |             |               |
|  | 0000 FTE                                  | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6000 Personal Services                    | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6100 Employee Related Expenses            | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6200 Professional and Outside Services    | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6500 Travel In-State                      | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6600 Travel Out of State                  | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6700 Food                                 | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6800 Aid to Organizations and Individuals | 1,434,208.3                                 | 2,358,924.6 | (89,649.4)  | 2,269,275.2   |
|  | 7000 Other Operating Expenses             | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 8000 Equipment                            | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 8100 Capital Outlay                       | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 8600 Debt Service                         | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 9000 Cost Allocation                      | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 9100 Transfers                            | 0.0   | 0.0         | 0.0         | 0.0           |
|  | <b>Non-Appropriated Total:</b>            | 1,434,208.3                                 | 2,358,924.6 | (89,649.4)  | 2,269,275.2   |
|  | <b>Fund Total:</b>                        | 1,434,208.3                                 | 2,358,924.6 | (89,649.4)  | 2,269,275.2   |
| <b>Fund:</b> 2223-N Long Term Care System Fund       |   |   |             |             |               |
| <b>Non-Appropriated</b>                              |   |   |             |             |               |
|  | 6000 Personal Services                    | 0.0   | 0.0         | 0.0         | 0.0           |
|  | 6100 Employee Related Expenses            | 0.0   | 0.0         | 0.0         | 0.0           |

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# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                        | Arizona Health Care Cost Containment System |                                   |             |               |
|--------------------------------|---|-----------------------------------|-------------|---------------|
|                                | FY 2018                                     | FY 2019                           | FY 2020     | FY 2020       |
|                                | Actual                                      | Expd. Plan                        | Fund. Issue | Total Request |
| <b>Program: Capitation</b>     |   |                                   |             |               |
| <b>Fund:</b>                   | <b>2223-N</b>                               | <b>Long Term Care System Fund</b> |             |               |
| <b>Non-Appropriated</b>        |   |                                   |             |               |
| 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           |
| <b>Non-Appropriated Total:</b> | <b>0.0</b>                                  | <b>0.0</b>                        | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>             | <b>0.0</b>                                  | <b>0.0</b>                        | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b>                   | <b>2500-N</b>                               | <b>IGA and ISA Fund</b>           |             |               |
| <b>Non-Appropriated</b>        |   |                                   |             |               |
| 0000                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6000                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6100                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6200                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6500                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6600                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6700                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 6800                           | 4,986.4                                     | 10,250.8                          | 4.6         | 10,255.4      |
| 7000                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 8000                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 8100                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 8600                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 9000                           | 0.0   | 0.0                               | 0.0         | 0.0           |
| 9100                           | 0.0   | 0.0                               | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |                         |             |               |
|---|---|-------------------------|-------------|---------------|
|   | FY 2018                                     | FY 2019                 | FY 2020     | FY 2020       |
| Program:  | Actual                                      | Expd. Plan              | Fund. Issue | Total Request |
| Capitation  |   |                         |             |               |
| <b>Fund:</b>                                      | <b>2500-N</b>                               | <b>IGA and ISA Fund</b> |             |               |
| <b>Non-Appropriated</b>                           |   |                         |             |               |
| <b>Non-Appropriated Total:</b>                    |   |                         |             |               |
| Fund Total:                                       | 4,986.4                                     | 10,250.8                | 4.6         | 10,255.4      |
| Fund Total:                                       | 4,986.4                                     | 10,250.8                | 4.6         | 10,255.4      |
| <b>Fund: 2546-A Prescription Drug Rebate Fund</b> |   |                         |             |               |
| <b>Appropriated</b>                               |   |                         |             |               |
| 6000  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 6100  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 6200  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 6500  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 6600  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 6700  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 6800  | 137,191.0                                   | 140,158.6               | 0.0         | 140,158.6     |
| 7000  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 8000  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 8100  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 8600  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 9000  | 0.0   | 0.0                     | 0.0         | 0.0           |
| 9100  | 0.0   | 0.0                     | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                        | 137,191.0                                   | 140,158.6               | 0.0         | 140,158.6     |
| Fund Total:                                       | 137,191.0                                   | 140,158.6               | 0.0         | 140,158.6     |
| <b>Fund: 2546-N Prescription Drug Rebate Fund</b> |   |                         |             |               |
| <b>Non-Appropriated</b>                           |   |                         |             |               |
| 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           |

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# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |             |             |               |
|--|---|-------------|-------------|---------------|
|  | FY 2018                                     | FY 2019     | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan  | Fund. Issue | Total Request |
| <b>Program:</b> Capitation                             |   |             |             |               |
| <b>Fund:</b> 2546-N Prescription Drug Rebate Fund      |   |             |             |               |
| <b>Non-Appropriated</b>                                |   |             |             |               |
| 6700 Food  | 0.0   | 0.0         | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals              | (240,706.9)                                 | (239,004.2) | 30,652.3    | (208,351.9)   |
| 7000 Other Operating Expenses                          | 0.0   | 0.0         | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0         | 0.0         | 0.0           |
| 8100 Capital Outlay                                    | 0.0   | 0.0         | 0.0         | 0.0           |
| 8600 Debt Service                                      | 0.0   | 0.0         | 0.0         | 0.0           |
| 9000 Cost Allocation                                   | 0.0   | 0.0         | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0         | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                         | (240,706.9)                                 | (239,004.2) | 30,652.3    | (208,351.9)   |
| <b>Fund Total:</b>                                     | (240,706.9)                                 | (239,004.2) | 30,652.3    | (208,351.9)   |
| <b>Fund:</b> 3791-N AHCCCS - 3rd Party Collection Fund |   |             |             |               |
| <b>Non-Appropriated</b>                                |   |             |             |               |
| 6000 Personal Services                                 | 0.0   | 0.0         | 0.0         | 0.0           |
| 6100 Employee Related Expenses                         | 0.0   | 0.0         | 0.0         | 0.0           |
| 6200 Professional and Outside Services                 | 0.0   | 0.0         | 0.0         | 0.0           |
| 6500 Travel In-State                                   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6600 Travel Out of State                               | 0.0   | 0.0         | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0         | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals              | 0.0   | 194.4       | 0.0         | 194.4         |
| 7000 Other Operating Expenses                          | 0.0   | 0.0         | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0         | 0.0         | 0.0           |
| 8100 Capital Outlay                                    | 0.0   | 0.0         | 0.0         | 0.0           |
| 8600 Debt Service                                      | 0.0   | 0.0         | 0.0         | 0.0           |
| 9000 Cost Allocation                                   | 0.0   | 0.0         | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.2         | 0.0         | 0.2           |
| <b>Non-Appropriated Total:</b>                         | 0.0   | 194.6       | 0.0         | 194.6         |
| <b>Fund Total:</b>                                     | 0.0   | 194.6       | 0.0         | 194.6         |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Capitation

|   |             |             |            |             |             |
|---|-------------|-------------|------------|-------------|-------------|
| <b>Fund:</b> 9691-N County Funds Fund     |             |             |            |             |             |
| <b>Non-Appropriated</b>                   |             |             |            |             |             |
| 0000 FTE                                  | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6000 Personal Services                    | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6100 Employee Related Expenses            | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6200 Professional and Outside Services    | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6500 Travel In-State                      | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6600 Travel Out of State                  | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6700 Food                                 | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 6800 Aid to Organizations and Individuals | 0.0         | 46,457.9    | (351.2)    | 46,106.7    | 46,106.7    |
| 7000 Other Operating Expenses             | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 8000 Equipment                            | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 8100 Capital Outlay                       | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 8600 Debt Service                         | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 9000 Cost Allocation                      | 0.0         | 0.0         | 0.0        | 0.0         | 0.0         |
| 9100 Transfers                            | 0.0         | 55.0        | 0.0        | 55.0        | 55.0        |
| <b>Non-Appropriated Total:</b>            | 0.0         | 46,512.9    | (351.2)    | 46,161.7    | 46,161.7    |
| <b>Fund Total:</b>                        | 0.0         | 46,512.9    | (351.2)    | 46,161.7    | 46,161.7    |
| <b>Program Total For Selected Funds:</b>  | 1,934,376.7 | 3,304,436.9 | (62,411.3) | 3,242,025.6 | 3,242,025.6 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Capitation</b>                                  |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 1,932,031.3       | 3,300,543.8           |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Capitation</b>                                  |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                       | <b>1,932,031.3</b>        | <b>3,300,543.8</b>            |
| <b>Appropriated</b>                                     |                           |                               |
| 1000-A General Fund (Appropriated)                      | 559,489.9                 | 915,521.2                     |
| 1306-A Tobacco Tax and Health Care Fund (Appropriated)  | 36,862.6                  | 68,040.5                      |
| 2546-A Prescription Drug Rebate Fund (Appropriated)     | 137,191.0                 | 140,158.6                     |
|   | <b>733,543.5</b>          | <b>1,123,720.3</b>            |
| <b>Non-Appropriated</b>                                 |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                   | #####                     | 2,358,924.6                   |
| 2223-N Long Term Care System Fund (Non-Appropriated)    | 0.0                       | 0.0                           |
| 2500-N IGA and ISA Fund (Non-Appropriated)              | 4,986.4                   | 10,250.8                      |
| 2546-N Prescription Drug Rebate Fund (Non-Appropriated) | (240,706.9)               | (239,004.2)                   |
| 3791-N AHCCCS - 3rd Party Collection (Non-Appropriated) | 0.0                       | 194.4                         |
| 9691-N County Funds (Non-Appropriated)                  | 0.0                       | 46,457.9                      |
|   | <b>1,198,487.8</b>        | <b>2,176,823.5</b>            |
| <b>Fund Source Total</b>                                | <b>1,932,031.3</b>        | <b>3,300,543.8</b>            |

|  |     |     |
|--|-----|-----|
| Other Operating Expenses                                 |     | 0.0 |
| Other Operating Expenditures Budg Approp                 | 0.0 |     |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |     |
| Risk Management Charges To State Agency                  | 0.0 |     |
| Risk Management Deductible - Indemnity                   | 0.0 |     |
| Risk Management Deductible - Legal                       | 0.0 |     |
| Risk Management Deductible - Medical                     | 0.0 |     |
| Risk Management Deductible - Other                       | 0.0 |     |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |     |
| Gross Proceeds Payments To Attorneys                     | 0.0 |     |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |     |
| Medical Malpractice - Self-Insured                       | 0.0 |     |
| Automobile Liability - Self Insured                      | 0.0 |     |
| General Property Damage - Self- Insured                  | 0.0 |     |
| Automobile Physical Damage-Self Insured                  | 0.0 |     |
| Liability Insurance Premiums                             | 0.0 |     |
| Property Insurance Premiums                              | 0.0 |     |
| Workers Compensation Benefit Payments                    | 0.0 |     |
| Self Insurance - Administrative Fees                     | 0.0 |     |
| Self Insurance - Premiums                                | 0.0 |     |
| Self Insurance - Claim Payments                          | 0.0 |     |
| Self Insurance - Pharmacy Claims                         | 0.0 |     |
| Premium Tax On Altcs                                     | 0.0 |     |
| Other Insurance-Related Charges                          | 0.0 |     |
| Internal Service Data Processing                         | 0.0 |     |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |     |
| External Programming-Mainframe/Legacy                    | 0.0 |     |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |     |
| External Data Entry                                      | 0.0 |     |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |     |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |     |
| Pmt for AFIS Development & Usage                         | 0.0 |     |
| Internal Service Telecommunications                      | 0.0 |     |
| External Telecom Long Distance-In-State                  | 0.0 |     |
| External Telecom Long Distance-Out-State                 | 0.0 |     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Capitation</b>                                  |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Other External Telecommunication Service | 0.0               |                       |
| Electricity                              | 0.0               |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 0.0               |                       |
| Gas And Fuel Oil For Buildings           | 0.0               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 0.0               |                       |
| Rental Of Computer Equipment             | 0.0               |                       |
| Rental Of Other Machinery And Equipment  | 0.0               |                       |
| Miscellaneous Rent                       | 0.0               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 0.0               |                       |
| Repair And Maintenance - Vehicles        | 0.0               |                       |
| Repair And Maint - Mainframe And Legacy  | 0.0               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 0.0               |                       |
| Other Repair And Maintenance             | 0.0               |                       |
| Software Support And Maintenance         | 0.0               |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 0.0               |                       |
| Computer Supplies                        | 0.0               |                       |
| Housekeeping Supplies                    | 0.0               |                       |
| Bedding And Bath Supplies                | 0.0               |                       |
| Drugs And Medicine Supplies              | 0.0               |                       |
| Medical Supplies                         | 0.0               |                       |
| Dental Supplies                          | 0.0               |                       |
| Automotive And Transportation Fuels      | 0.0               |                       |
| Automotive Lubricants And Supplies       | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build | 0.0               |                       |
| Repair And Maintenance Supplies-Building | 0.0               |                       |
| Other Operating Supplies                 | 0.0               |                       |
| Publications                             | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions   | 0.0               |                       |
| Lottery Prizes                           | 0.0               |                       |
| Lottery Distribution Costs               | 0.0               |                       |
| Material for Further Processing          | 0.0               |                       |
| Other Resale Supplies                    | 0.0               |                       |
| Loss On Sales Of Capital Assets          | 0.0               |                       |
| Loss on Sales of Investments             | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate  | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other  | 0.0               |                       |
| Conference Registration-Attendance Fees  | 0.0               |                       |
| Other Education And Training Costs       | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Capitation</b>                                  |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Advertising   | 0.0               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing   | 0.0               |                       |
| External Printing   | 0.0               |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                      | 0.0               |                       |
| Document shredding and Destruction Services               | 0.0               |                       |
| Translation and Sign Language Services                    | 0.0               |                       |
| Distribution To State Universities                        | 0.0               |                       |
| Other Intrastate Distributions                            | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                       | 0.0               |                       |
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                     | 0.0               |                       |
| Costs For Digital Image Or Microfilm                      | 0.0               |                       |
| Revolving Fund Advances                                   | 0.0               |                       |
| Credit Card Fees Over Approved Limit                      | 0.0               |                       |
| Relief Bill Expenditures                                  | 0.0               |                       |
| Surplus Property Distr To State Agencies                  | 0.0               |                       |
| Security Services   | 0.0               |                       |
| Judgments - Damages                                       | 0.0               |                       |
| ICA Payments to Claimants Confidential                    | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0               |                       |
| Judgments - Non-Confidential Restitution                  | 0.0               |                       |
| Judgments - Punitive And Compensatory                     | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                    | 0.0               |                       |
| Payments To State Inmates                                 | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | 0.0               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Current Year Expenditures                                 |                   | 0.0                   |
| Capital Equipment Budget And Approp                       | 0.0               |                       |
| Vehicles Capital Purchase                                 | 0.0               |                       |
| Vehicles Capital Leases                                   | 0.0               |                       |
| Furniture Capital Purchase                                | 0.0               |                       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0               |                       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0               |                       |
| Furniture Capital Leases                                  | 0.0               |                       |
| Computer Equipment Capital Purchase                       | 0.0               |                       |
| Computer Equipment Capital Lease                          | 0.0               |                       |
| Telecommunication Equip-Capital Purchase                  | 0.0               |                       |
| Telecommunication Equip-Capital Lease                     | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Capitation</b>                                  |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Other Equipment Capital Purchase                           | 0.0               |                       |
| Other Equipment Capital Leases                             | 0.0               |                       |
| Purchased Or Licensed Software-Website                     | 0.0               |                       |
| Internally Generated Software-Website                      | 0.0               |                       |
| Development in Progress                                    | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Rights                    | 0.0               |                       |
| Oth Int Assets purchased, licensed or internally generate  | 0.0               |                       |
| Other intangible assets acquired by capital lease          | 0.0               |                       |
| Other Capital Asset Purchases                              | 0.0               |                       |
| Leasehold Improvement-Capital Purchase                     | 0.0               |                       |
| Other Capital Asset Leases                                 | 0.0               |                       |
| Non-Capital Equip Budget And Approp                        | 0.0               |                       |
| Vehicles Non-Capital Purchase                              | 0.0               |                       |
| Vehicles Non-Capital Leases                                | 0.0               |                       |
| Furniture Non-Capital Purchase                             | 0.0               |                       |
| Works Of Art And Hist Treas-Non Capital                    | 0.0               |                       |
| Furniture Non-Capital Leases                               | 0.0               |                       |
| Computer Equipment Non-Capital Purchase                    | 0.0               |                       |
| Computer Equipment Non-Capital Lease                       | 0.0               |                       |
| Telecomm Equip Non-Capital Purchase                        | 0.0               |                       |
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 0.0               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 0.0               |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 2,345.4           | 3,893.1               |

# Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Capitation</b>                                  |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                       | <b>2,345.4</b>    | <b>3,893.1</b>        |
| <b>Appropriated</b>                                     |                   |                       |
| 1000-A General Fund (Appropriated)                      | 2,345.4           | 3,837.9               |
|   | <b>2,345.4</b>    | <b>3,837.9</b>        |
| <b>Non-Appropriated</b>                                 |                   |                       |
| 2223-N Long Term Care System Fund (Non-Appropriated)    | 0.0               | 0.0                   |
| 3791-N AHCCCS - 3rd Party Collection (Non-Appropriated) | 0.0               | 0.2                   |
| 9691-N County Funds (Non-Appropriated)                  | 0.0               | 55.0                  |
|   | <b>0.0</b>        | <b>55.2</b>           |
| <b>Fund Source Total</b>                                | <b>2,345.4</b>    | <b>3,893.1</b>        |

# Member Month Summary

| QUARTER              | AGE < 1 | AGE 1-20  | AGE 21+ | DUAL    | SSIWO   | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS |
|----------------------|---------|-----------|---------|---------|---------|----------------|---------------------|--------|
| 2012.3               | 43,990  | 1,633,936 | 410,100 | 155,005 | 211,930 | -              | 2,454,961           | 9,378  |
| 2012.4               | 43,786  | 1,614,753 | 407,172 | 156,797 | 214,582 | -              | 2,437,089           | 8,984  |
| 2013.1               | 43,989  | 1,600,624 | 404,078 | 157,551 | 217,099 | -              | 2,423,341           | 8,433  |
| 2013.2               | 43,897  | 1,602,461 | 404,985 | 158,272 | 220,355 | -              | 2,429,970           | 7,995  |
| 2013.3               | 44,236  | 1,609,301 | 406,760 | 159,954 | 222,043 | -              | 2,442,294           | 9,248  |
| 2013.4               | 43,242  | 1,556,061 | 400,643 | 161,314 | 191,942 | -              | 2,353,202           | 9,059  |
| 2014.1               | 42,712  | 1,570,571 | 386,802 | 162,861 | 191,929 | -              | 2,354,874           | 8,274  |
| 2014.2               | 43,299  | 1,662,419 | 403,068 | 154,733 | 174,069 | 32,662         | 2,470,250           | 7,816  |
| 2014.3               | 44,153  | 1,751,653 | 427,381 | 157,842 | 174,443 | 32,904         | 2,588,376           | 9,086  |
| 2014.4               | 43,861  | 1,770,457 | 431,023 | 159,610 | 173,835 | 33,274         | 2,612,061           | 8,623  |
| 2015.1               | 42,141  | 1,736,084 | 419,353 | 160,456 | 174,101 | 33,650         | 2,565,784           | 7,880  |
| 2015.2               | 40,333  | 1,778,370 | 452,725 | 148,160 | 173,359 | 31,873         | 2,624,818           | 7,575  |
| 2015.3               | 41,042  | 1,875,870 | 568,292 | 146,160 | 172,221 | 31,528         | 2,835,112           | 8,399  |
| 2015.4               | 40,521  | 1,931,133 | 439,737 | 148,870 | 157,843 | 58,715         | 2,776,818           | 7,959  |
| 2016.1               | 40,024  | 1,943,695 | 423,051 | 153,452 | 157,792 | 58,411         | 2,776,426           | 7,197  |
| 2016.2               | 37,203  | 1,931,635 | 410,714 | 163,313 | 156,958 | 59,249         | 2,759,072           | 6,922  |
| 2016.3               | 34,991  | 1,972,145 | 437,950 | 177,145 | 155,789 | 60,565         | 2,838,585           | 8,060  |
| 2016.4               | 33,211  | 2,003,460 | 441,657 | 188,864 | 154,837 | 61,776         | 2,883,804           | 7,697  |
| 2017.1               | 35,551  | 2,003,956 | 444,256 | 204,910 | 154,095 | 64,066         | 2,906,833           | 7,147  |
| 2017.2               | 36,604  | 1,997,669 | 447,623 | 215,781 | 152,708 | 66,240         | 2,916,624           | 7,011  |
| 2017.3               | 36,799  | 1,992,996 | 445,831 | 171,052 | 150,408 | 59,031         | 2,856,117           | 7,818  |
| 2017.4               | 35,924  | 1,978,959 | 443,479 | 172,990 | 150,118 | 59,158         | 2,840,629           | 7,417  |
| 2018.1               | 32,955  | 1,919,027 | 435,059 | 174,619 | 149,494 | 59,502         | 2,770,656           | 6,999  |
| 2018.2               | 31,647  | 1,894,803 | 434,401 | 175,614 | 148,482 | 59,374         | 2,744,321           | 6,641  |
| <b>FORECAST DATA</b> |         |           |         |         |         |                |                     |        |
| 2018.3               | 30,862  | 1,905,837 | 432,819 | 176,839 | 147,330 | 59,391         | 2,753,076           | 7,767  |
| 2018.4               | 30,827  | 1,915,986 | 435,861 | 176,918 | 147,196 | 59,657         | 2,766,444           | 7,513  |
| 2019.1               | 30,470  | 1,910,751 | 435,393 | 176,848 | 147,217 | 59,923         | 2,760,603           | 6,980  |
| 2019.2               | 30,414  | 1,914,047 | 436,149 | 177,003 | 147,239 | 60,190         | 2,765,041           | 6,686  |
| 2019.3               | 30,294  | 1,920,834 | 437,954 | 177,175 | 147,261 | 60,456         | 2,773,973           | 7,671  |
| 2019.4               | 30,174  | 1,928,249 | 439,603 | 177,229 | 147,282 | 60,722         | 2,783,259           | 7,423  |
| 2020.1               | 29,798  | 1,922,547 | 437,600 | 177,165 | 147,304 | 60,988         | 2,775,403           | 6,896  |
| 2020.2               | 29,725  | 1,925,744 | 438,329 | 177,335 | 147,326 | 61,255         | 2,779,714           | 6,605  |

# Growth Rate Summary

| QUARTER              | AGE < 1 | AGE 1-20 | AGE 21+ | DUAL    | SSIWO   | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS |
|----------------------|---------|----------|---------|---------|---------|----------------|---------------------|--------|
| 2012.3               | 1.24%   | 0.52%    | 1.17%   | 1.23%   | 0.56%   |                | 0.68%               | 18.20% |
| 2012.4               | -0.46%  | -1.17%   | -0.71%  | 1.16%   | 1.25%   |                | -0.67%              | -4.20% |
| 2013.1               | 0.46%   | -0.87%   | -0.76%  | 0.48%   | 1.17%   |                | -0.55%              | -6.13% |
| 2013.2               | -0.21%  | 0.11%    | 0.22%   | 0.46%   | 1.50%   |                | 0.25%               | -5.19% |
| 2013.3               | 0.77%   | 0.43%    | 0.44%   | 1.06%   | 0.77%   |                | 0.47%               | 15.67% |
| 2013.4               | -2.25%  | -3.31%   | -1.50%  | 0.85%   | -13.56% |                | -3.63%              | -2.04% |
| 2014.1               | -1.23%  | 0.93%    | -3.45%  | 0.96%   | -0.01%  |                | 0.02%               | -8.67% |
| 2014.2               | 1.37%   | 5.85%    | 4.21%   | -4.99%  | -9.31%  |                | 4.74%               | -5.54% |
| 2014.3               | 1.97%   | 5.37%    | 6.03%   | 2.01%   | 0.21%   | 0.74%          | 4.68%               | 16.25% |
| 2014.4               | -0.66%  | 1.07%    | 0.85%   | 1.12%   | -0.35%  | 1.12%          | 0.89%               | -5.10% |
| 2015.1               | -3.92%  | -1.94%   | -2.71%  | 0.53%   | 0.15%   | 1.13%          | -1.67%              | -8.62% |
| 2015.2               | -4.29%  | 2.44%    | 7.96%   | -7.66%  | -0.43%  | -5.28%         | 2.51%               | -3.87% |
| 2015.3               | 1.76%   | 5.48%    | 25.53%  | -1.35%  | -0.66%  | -1.08%         | 7.81%               | 10.88% |
| 2015.4               | -1.27%  | 2.95%    | -22.62% | 1.85%   | -8.35%  | 86.23%         | -1.92%              | -5.24% |
| 2016.1               | -1.23%  | 0.65%    | -3.79%  | 3.08%   | -0.03%  | -0.52%         | 0.04%               | -9.57% |
| 2016.2               | -7.05%  | -0.62%   | -2.92%  | 6.43%   | -0.53%  | 1.43%          | -0.57%              | -3.82% |
| 2016.3               | -5.94%  | 2.10%    | 6.63%   | 8.47%   | -0.74%  | 2.22%          | 2.88%               | 16.44% |
| 2016.4               | -5.09%  | 1.59%    | 0.85%   | 6.62%   | -0.61%  | 2.00%          | 1.50%               | -4.50% |
| 2017.1               | 7.05%   | 0.02%    | 0.59%   | 8.50%   | -0.48%  | 3.71%          | 0.62%               | -7.15% |
| 2017.2               | 2.96%   | -0.31%   | 0.76%   | 5.31%   | -0.90%  | 3.39%          | 0.20%               | -1.90% |
| 2017.3               | 0.53%   | -0.23%   | -0.40%  | -20.73% | -1.51%  | -10.88%        | -2.01%              | 11.51% |
| 2017.4               | -2.38%  | -0.70%   | -0.53%  | 1.13%   | -0.19%  | 0.21%          | -0.53%              | -5.13% |
| 2018.1               | -8.27%  | -3.03%   | -1.90%  | 0.94%   | -0.42%  | 0.58%          | -2.37%              | -5.64% |
| 2018.2               | -3.97%  | -1.26%   | -0.15%  | 0.57%   | -0.68%  | -0.21%         | -0.90%              | -5.12% |
| <b>FORECAST DATA</b> |         |          |         |         |         |                |                     |        |
| 2018.3               | -2.48%  | 0.58%    | -0.36%  | 0.70%   | -0.78%  | 0.03%          | 0.29%               | 16.95% |
| 2018.4               | -0.11%  | 0.53%    | 0.70%   | 0.04%   | -0.09%  | 0.45%          | 0.46%               | -3.26% |
| 2019.1               | -1.16%  | -0.27%   | -0.11%  | -0.04%  | 0.01%   | 0.45%          | -0.25%              | -7.10% |
| 2019.2               | -0.19%  | 0.17%    | 0.17%   | 0.09%   | 0.01%   | 0.44%          | 0.15%               | -4.20% |
| 2019.3               | -0.40%  | 0.35%    | 0.41%   | 0.10%   | 0.01%   | 0.44%          | 0.30%               | 14.73% |
| 2019.4               | -0.40%  | 0.39%    | 0.38%   | 0.03%   | 0.01%   | 0.44%          | 0.31%               | -3.24% |
| 2020.1               | -1.25%  | -0.30%   | -0.46%  | -0.04%  | 0.01%   | 0.44%          | -0.32%              | -7.11% |
| 2020.2               | -0.24%  | 0.17%    | 0.17%   | 0.10%   | 0.01%   | 0.44%          | 0.14%               | -4.21% |

## Year-to-Year Changes

| STATE FISCAL YEAR    | AGE < 1 | AGE 1-20  | AGE 21+   | DUAL    | SSIWO   | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS |
|----------------------|---------|-----------|-----------|---------|---------|----------------|---------------------|--------|
| 2012-13              | 175,662 | 6,451,773 | 1,626,334 | 627,624 | 863,967 | -              | 9,745,360           | 34,790 |
| 2013-14              | 173,489 | 6,398,351 | 1,597,272 | 638,862 | 779,983 | 32,662         | 9,620,620           | 34,397 |
| 2014-15              | 170,487 | 7,036,563 | 1,730,483 | 626,067 | 695,738 | 131,702        | 10,391,040          | 33,164 |
| 2015-16              | 158,790 | 7,682,334 | 1,841,793 | 611,794 | 644,814 | 207,903        | 11,147,428          | 30,477 |
| 2016-17              | 140,357 | 7,977,230 | 1,771,485 | 786,699 | 617,428 | 252,646        | 11,545,847          | 29,915 |
| 2017-18              | 137,326 | 7,785,786 | 1,758,770 | 694,274 | 598,502 | 237,065        | 11,211,723          | 28,875 |
| <b>FORECAST DATA</b> |         |           |           |         |         |                |                     |        |
| 2018-19              | 122,572 | 7,646,620 | 1,740,222 | 707,608 | 588,982 | 239,160        | 11,045,165          | 28,946 |
| 2019-20              | 119,990 | 7,697,374 | 1,753,487 | 708,904 | 589,173 | 243,421        | 11,112,349          | 28,596 |

| STATE FISCAL YEAR    | AGE < 1 | AGE 1-20 | AGE 21+ | DUAL    | SSIWO   | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS |
|----------------------|---------|----------|---------|---------|---------|----------------|---------------------|--------|
| 2012-13              | 0.33%   | -1.47%   | 0.40%   | 4.64%   | 4.04%   |                | -0.27%              | 4.55%  |
| 2013-14              | -1.24%  | -0.83%   | -1.79%  | 1.79%   | -9.72%  |                | -1.35%              | -1.13% |
| 2014-15              | -1.73%  | 9.97%    | 8.34%   | -2.00%  | -10.80% | 303.23%        | 7.85%               | -3.58% |
| 2015-16              | -6.86%  | 9.18%    | 6.43%   | -2.28%  | -7.32%  | 57.86%         | 7.45%               | -8.10% |
| 2016-17              | -11.61% | 3.84%    | -3.82%  | 28.59%  | -4.25%  | 21.52%         | 3.47%               | -1.84% |
| 2017-18              | -2.16%  | -2.40%   | -0.72%  | -11.75% | -3.07%  | -6.17%         | -2.97%              | -3.48% |
| <b>FORECAST DATA</b> |         |          |         |         |         |                |                     |        |
| 2018-19              | -10.74% | -1.79%   | -1.05%  | 1.92%   | -1.59%  | 0.88%          | -1.46%              | 0.25%  |
| 2019-20              | -2.11%  | 0.66%    | 0.76%   | 0.18%   | 0.03%   | 1.78%          | 0.51%               | -1.21% |



**TANF Traditional**

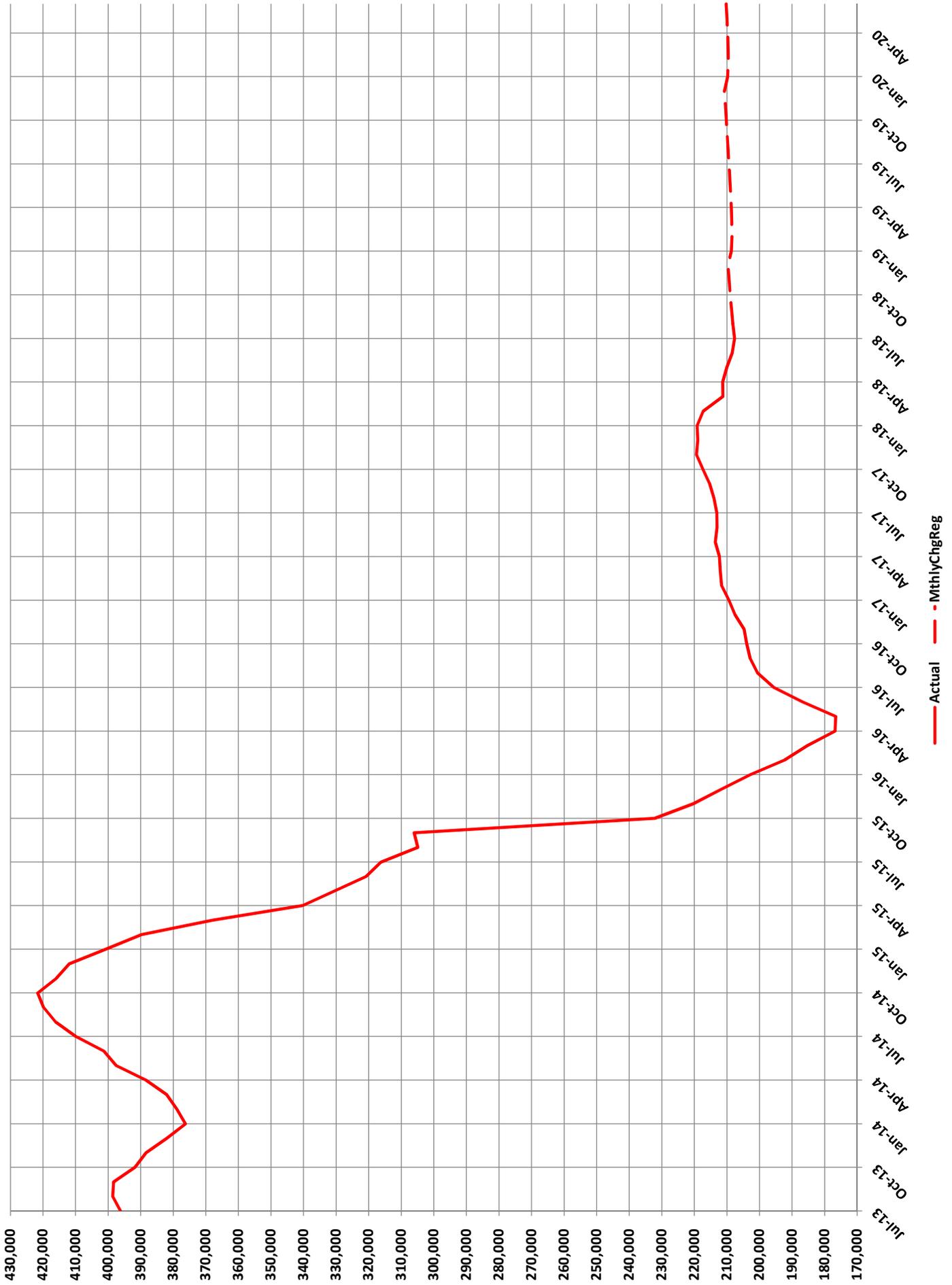
|        | ENROLLMENT |         | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|---------|------------------------|------------------------|--|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     |         |                        |                        |  |              | GROWTH %     | GROWTH % | GROWTH %     |           |
| 2012.3 | 1,202,033  |         | 0.18%                  |                        |  |              |              |          |              |           |
| 2012.4 | 1,196,989  |         | -0.42%                 |                        |  |              |              |          |              |           |
| 2013.1 | 1,193,726  |         | -0.27%                 |                        |  |              |              |          |              |           |
| 2013.2 | 1,192,985  |         | -0.06%                 |                        |  | 4,785,732    | 0.13%        |          | -0.37%       | SFY 12-13 |
| 2013.3 | 1,193,063  |         | 0.01%                  |                        |  |              |              |          |              |           |
| 2013.4 | 1,162,063  |         | -2.60%                 |                        |  |              |              |          |              |           |
| 2014.1 | 1,137,091  |         | -2.15%                 |                        |  |              |              |          |              |           |
| 2014.2 | 1,187,220  |         | 4.41%                  |                        |  | 4,679,437    | -2.22%       |          | 1.41%        | SFY 13-14 |
| 2014.3 | 1,245,929  |         | 4.95%                  |                        |  |              |              |          |              |           |
| 2014.4 | 1,249,395  |         | 0.28%                  |                        |  |              |              |          |              |           |
| 2015.1 | 1,158,576  |         | -7.27%                 |                        |  |              |              |          |              |           |
| 2015.2 | 991,513    |         | -14.42%                |                        |  | 4,645,412    | -0.73%       |          | -20.06%      | SFY 14-15 |
| 2015.3 | 927,195    |         | -6.49%                 |                        |  |              |              |          |              |           |
| 2015.4 | 664,223    |         | -28.36%                |                        |  |              |              |          |              |           |
| 2016.1 | 580,453    |         | -12.61%                |                        |  |              |              |          |              |           |
| 2016.2 | 540,201    |         | -6.93%                 |                        |  | 2,712,071    | -41.62%      |          | -41.78%      | SFY 15-16 |
| 2016.3 | 599,113    |         | 10.91%                 |                        |  |              |              |          |              |           |
| 2016.4 | 616,125    |         | 2.84%                  |                        |  |              |              |          |              |           |
| 2017.1 | 633,049    |         | 2.75%                  |                        |  |              |              |          |              |           |
| 2017.2 | 638,923    |         | 0.93%                  |                        |  | 2,487,209    | -8.29%       |          | 14.08%       | SFY 16-17 |
| 2017.3 | 642,383    |         | 0.54%                  |                        |  |              |              |          |              |           |
| 2017.4 | 655,651    |         | 2.07%                  |                        |  |              |              |          |              |           |
| 2018.1 | 647,697    |         | -1.21%                 |                        |  |              |              |          |              |           |
| 2018.2 | 629,710    |         | -2.78%                 |                        |  | 2,575,442    | 3.55%        |          | -2.19%       | SFY 17-18 |
| 2018.3 |            | 624,368 | -0.85%                 |                        |  |              |              |          |              |           |
| 2018.4 |            | 627,883 | 0.56%                  |                        |  |              |              |          |              |           |
| 2019.1 |            | 625,573 | -0.37%                 |                        |  |              |              |          |              |           |
| 2019.2 |            | 626,662 | 0.17%                  |                        |  | 2,504,486    | -2.76%       |          | 0.34%        | SFY 18-19 |
| 2019.3 |            | 628,917 | 0.36%                  |                        |  |              |              |          |              |           |
| 2019.4 |            | 631,418 | 0.40%                  |                        |  |              |              |          |              |           |
| 2020.1 |            | 629,021 | -0.38%                 |                        |  |              |              |          |              |           |
| 2020.2 |            | 630,058 | 0.16%                  |                        |  | 2,519,414    | 0.60%        |          | 0.55%        | SFY 19-20 |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on regression of monthly changes in underlying data.

Adj. R Squared: -0.1226  
 Standard Error: 2304.28

# TANF Traditional



**SOBRA Children**

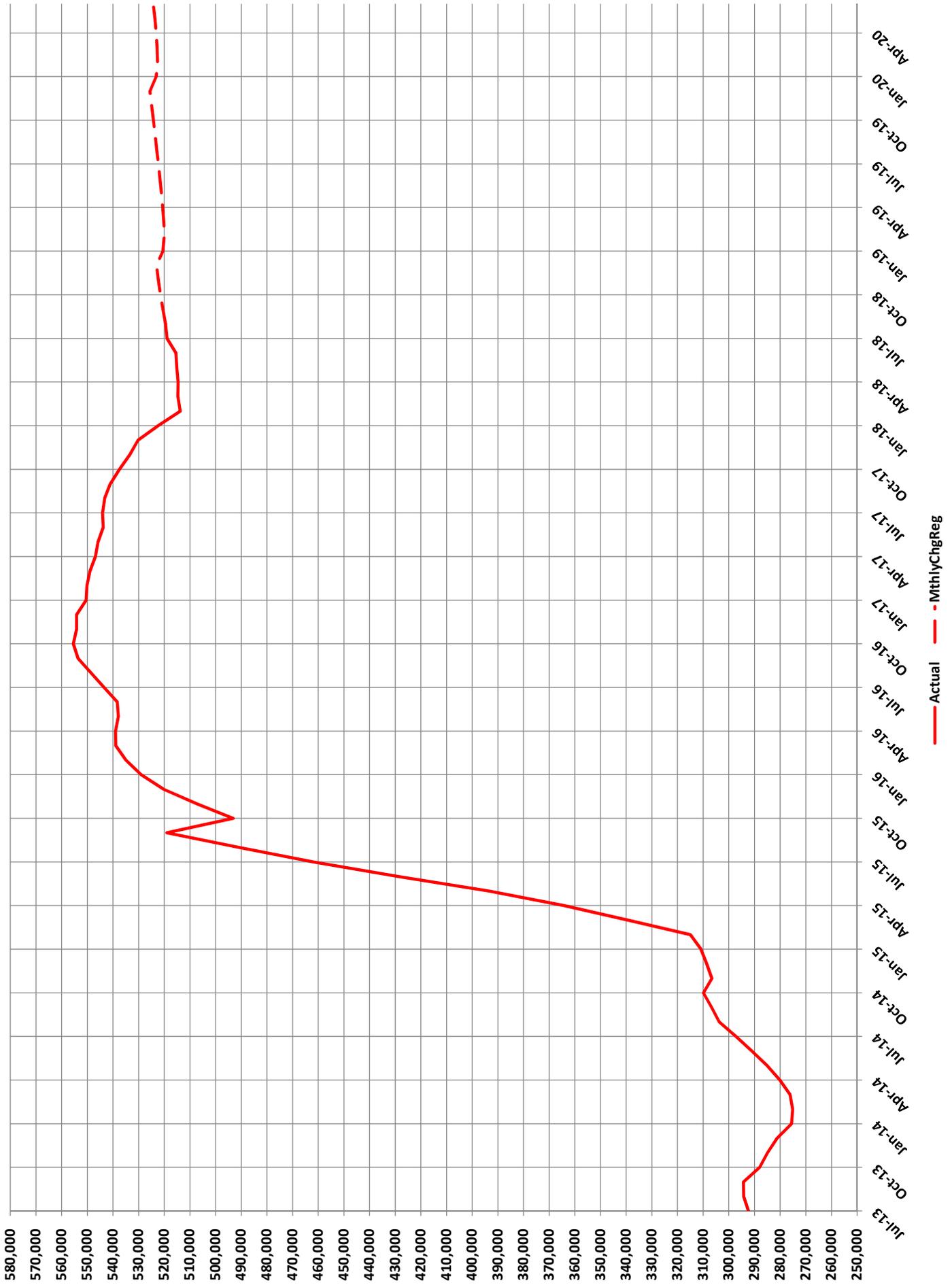
|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     |  |                        |                        |  |              | GROWTH %     | GROWTH % | GROWTH %     |           |
| 2012.3 | 899,859    |  | 1.06%                  |                        |  |              |              |          |              |           |
| 2012.4 | 885,405    |  | -1.61%                 |                        |  |              |              |          |              |           |
| 2013.1 | 872,691    |  | -1.44%                 |                        |  |              |              |          |              |           |
| 2013.2 | 873,530    |  | 0.10%                  |                        |  | 3,531,485    | -2.96%       |          | -2.07%       | SFY 12-13 |
| 2013.3 | 880,781    |  | 0.83%                  |                        |  |              |              |          |              |           |
| 2013.4 | 854,146    |  | -3.02%                 |                        |  |              |              |          |              |           |
| 2014.1 | 826,876    |  | -3.19%                 |                        |  |              |              |          |              |           |
| 2014.2 | 856,211    |  | 3.55%                  |                        |  | 3,418,014    | -3.21%       |          | -0.70%       | SFY 13-14 |
| 2014.3 | 907,636    |  | 6.01%                  |                        |  |              |              |          |              |           |
| 2014.4 | 925,139    |  | 1.93%                  |                        |  |              |              |          |              |           |
| 2015.1 | 964,939    |  | 4.30%                  |                        |  |              |              |          |              |           |
| 2015.2 | 1,186,649  |  | 22.98%                 |                        |  | 3,984,363    | 16.57%       |          | 47.36%       | SFY 14-15 |
| 2015.3 | 1,471,940  |  | 24.04%                 |                        |  |              |              |          |              |           |
| 2015.4 | 1,520,487  |  | 3.30%                  |                        |  |              |              |          |              |           |
| 2016.1 | 1,602,852  |  | 5.42%                  |                        |  |              |              |          |              |           |
| 2016.2 | 1,615,301  |  | 0.78%                  |                        |  | 6,210,581    | 55.87%       |          | 25.54%       | SFY 15-16 |
| 2016.3 | 1,645,649  |  | 1.88%                  |                        |  |              |              |          |              |           |
| 2016.4 | 1,663,915  |  | 1.11%                  |                        |  |              |              |          |              |           |
| 2017.1 | 1,649,662  |  | -0.86%                 |                        |  |              |              |          |              |           |
| 2017.2 | 1,636,486  |  | -0.80%                 |                        |  | 6,595,712    | 6.20%        |          | 1.02%        | SFY 16-17 |
| 2017.3 | 1,628,389  |  | -0.49%                 |                        |  |              |              |          |              |           |
| 2017.4 | 1,601,110  |  | -1.68%                 |                        |  |              |              |          |              |           |
| 2018.1 | 1,550,945  |  | -3.13%                 |                        |  |              |              |          |              |           |
| 2018.2 | 1,545,178  |  | -0.37%                 |                        |  | 6,325,622    | -4.09%       |          | -5.21%       | SFY 17-18 |
| 2018.3 |            |  | 0.90%                  | 1,559,020              |  |              |              |          |              |           |
| 2018.4 |            |  | 0.50%                  | 1,566,815              |  |              |              |          |              |           |
| 2019.1 |            |  | -0.38%                 | 1,560,820              |  |              |              |          |              |           |
| 2019.2 |            |  | 0.17%                  | 1,563,432              |  | 6,250,088    | -1.19%       |          | 1.21%        | SFY 18-19 |
| 2019.3 |            |  | 0.35%                  | 1,568,839              |  |              |              |          |              |           |
| 2019.4 |            |  | 0.38%                  | 1,574,846              |  |              |              |          |              |           |
| 2020.1 |            |  | -0.40%                 | 1,568,617              |  |              |              |          |              |           |
| 2020.2 |            |  | 0.16%                  | 1,571,089              |  | 6,283,390    | 0.53%        |          | 0.50%        | SFY 19-20 |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on regression of monthly changes in underlying data.

Adj. R Squared: 0.7116  
Standard Error: 1876.57

# SOBRA Children



**SOBRA Pregnant Women**

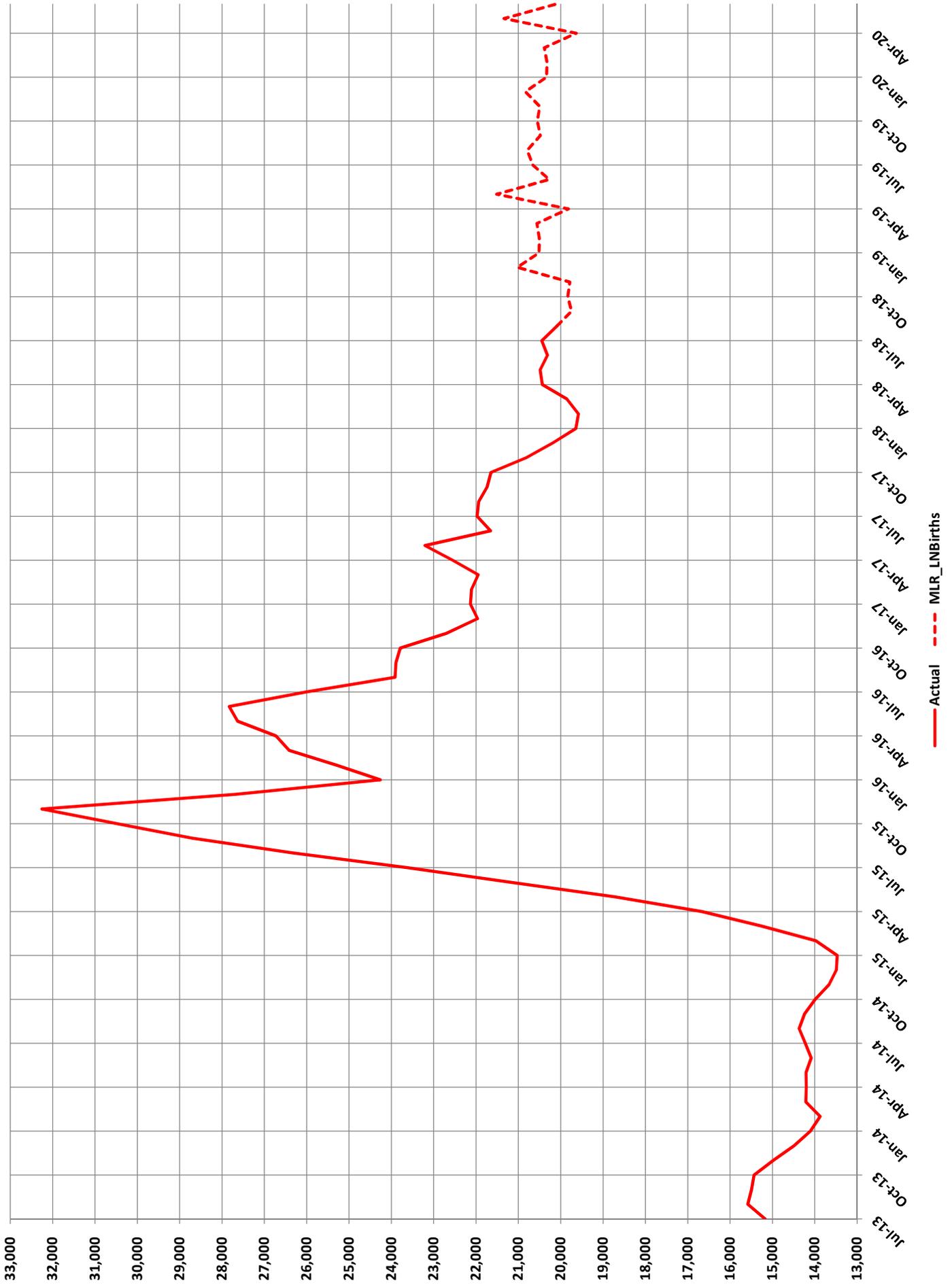
|        | ENROLLMENT |        | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--------|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |        |                        |                        |  |              |                          |                          |
| 2012.3 | 46,414     |        | 5.67%                  |                        |  |              |                          |                          |
| 2012.4 | 44,478     |        | -4.17%                 |                        |  |              |                          |                          |
| 2013.1 | 42,931     |        | -3.48%                 |                        |  | 178,761      | 5.90%                    | 0.98%                    |
| 2013.2 | 44,938     |        | 4.67%                  |                        |  |              |                          | SFY 12-13                |
| 2013.3 | 46,251     |        | 2.92%                  |                        |  |              |                          |                          |
| 2013.4 | 44,900     |        | -2.92%                 |                        |  |              |                          |                          |
| 2014.1 | 42,188     |        | -6.04%                 |                        |  |              |                          |                          |
| 2014.2 | 42,490     |        | 0.72%                  |                        |  | 175,829      | -1.64%                   | -6.60%                   |
| 2014.3 | 42,831     |        | 0.80%                  |                        |  |              |                          | SFY 13-14                |
| 2014.4 | 41,144     |        | -3.94%                 |                        |  |              |                          |                          |
| 2015.1 | 42,705     |        | 3.79%                  |                        |  |              |                          |                          |
| 2015.2 | 56,588     |        | 32.51%                 |                        |  | 183,267      | 4.23%                    | 50.57%                   |
| 2015.3 | 78,657     |        | 39.00%                 |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 90,403     |        | 14.93%                 |                        |  |              |                          |                          |
| 2016.1 | 75,972     |        | -15.96%                |                        |  |              |                          |                          |
| 2016.2 | 82,187     |        | 8.18%                  |                        |  | 327,218      | 78.55%                   | 31.24%                   |
| 2016.3 | 73,819     |        | -10.18%                |                        |  |              |                          | SFY 15-16                |
| 2016.4 | 68,456     |        | -7.26%                 |                        |  |              |                          |                          |
| 2017.1 | 66,188     |        | -3.31%                 |                        |  |              |                          |                          |
| 2017.2 | 67,411     |        | 1.85%                  |                        |  | 275,873      | -15.69%                  | -22.19%                  |
| 2017.3 | 65,650     |        | -2.61%                 |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 62,646     |        | -4.57%                 |                        |  |              |                          |                          |
| 2018.1 | 59,077     |        | -5.70%                 |                        |  |              |                          |                          |
| 2018.2 | 61,232     |        | 3.65%                  |                        |  | 248,605      | -9.88%                   | -6.21%                   |
| 2018.3 |            | 60,279 | -1.56%                 |                        |  |              |                          | SFY 17-18                |
| 2018.4 |            | 60,640 | 0.60%                  |                        |  |              |                          |                          |
| 2019.1 |            | 61,581 | 1.55%                  |                        |  |              |                          |                          |
| 2019.2 |            | 61,602 | 0.03%                  |                        |  | 244,102      | -1.81%                   | -0.19%                   |
| 2019.3 |            | 61,928 | 0.53%                  |                        |  |              |                          | SFY 18-19                |
| 2019.4 |            | 61,880 | -0.08%                 |                        |  |              |                          |                          |
| 2020.1 |            | 61,046 | -1.35%                 |                        |  |              |                          |                          |
| 2020.2 |            | 61,062 | 0.03%                  |                        |  | 245,916      | 0.74%                    | -0.90%                   |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) MLR model based on forecasted births.

Adj. R Squared: 0.8701  
 Standard Error: 216.35

# SOBRA Pregnant Women



**SSI W/Medicare Traditional**

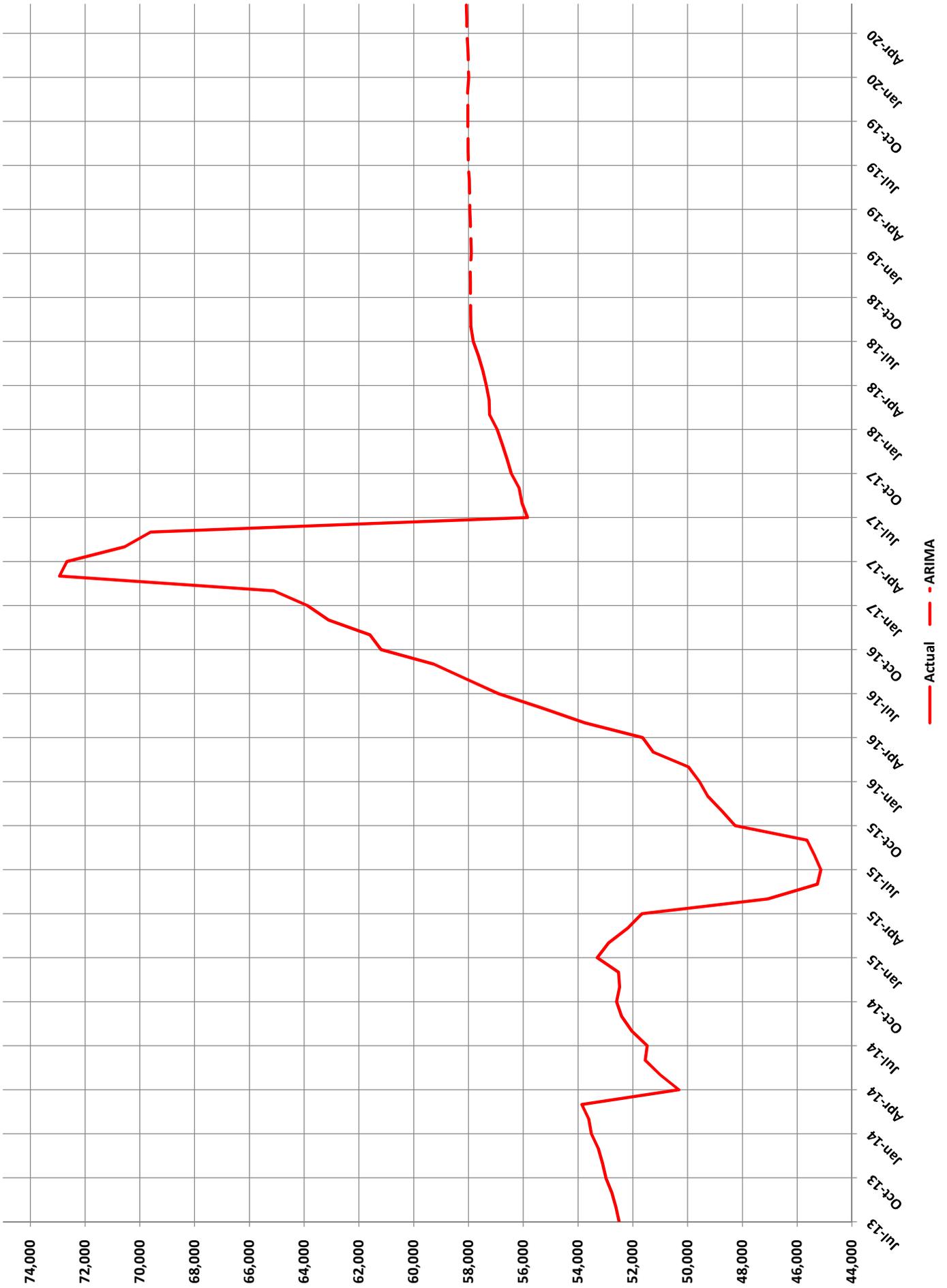
|        | ENROLLMENT |             | PERCENT  |             | ENROLLMENT |         | SFY      |         | YEAR TO YEAR |       | JUNE TO JUNE |           |
|--------|------------|-------------|----------|-------------|------------|---------|----------|---------|--------------|-------|--------------|-----------|
|        | ACTUAL     | QTR. GROWTH | FORECAST | QTR. GROWTH | FORECAST   | TOTAL   | GROWTH % | TOTAL   | GROWTH %     | TOTAL | GROWTH %     | GROWTH %  |
| 2012.3 | 152,647    |             |          | 1.38%       |            |         |          |         |              |       |              |           |
| 2012.4 | 154,501    |             |          | 1.21%       |            |         |          |         |              |       |              |           |
| 2013.1 | 155,394    |             |          | 0.58%       |            |         |          |         |              |       |              |           |
| 2013.2 | 156,173    |             |          | 0.50%       |            |         | 618,715  |         | 4.89%        |       | 3.74%        | SFY 12-13 |
| 2013.3 | 157,888    |             |          | 1.10%       |            |         |          |         |              |       |              |           |
| 2013.4 | 159,350    |             |          | 0.93%       |            |         |          |         |              |       |              |           |
| 2014.1 | 160,986    |             |          | 1.03%       |            |         |          |         |              |       |              |           |
| 2014.2 | 152,868    |             |          | -5.04%      |            |         | 631,092  |         | 2.00%        |       | -1.37%       | SFY 13-14 |
| 2014.3 | 155,935    |             |          | 2.01%       |            |         |          |         |              |       |              |           |
| 2014.4 | 157,607    |             |          | 1.07%       |            |         |          |         |              |       |              |           |
| 2015.1 | 158,367    |             |          | 0.48%       |            |         |          |         |              |       |              |           |
| 2015.2 | 144,004    |             |          | -9.07%      |            |         | 615,913  |         | -2.41%       |       | -12.20%      | SFY 14-15 |
| 2015.3 | 136,152    |             |          | -5.45%      |            |         |          |         |              |       |              |           |
| 2015.4 | 146,278    |             |          | 7.44%       |            |         |          |         |              |       |              |           |
| 2016.1 | 150,794    |             |          | 3.09%       |            |         |          |         |              |       |              |           |
| 2016.2 | 160,696    |             |          | 6.57%       |            |         | 593,919  |         | -3.57%       |       | 22.19%       | SFY 15-16 |
| 2016.3 | 174,276    |             |          | 8.45%       |            |         |          |         |              |       |              |           |
| 2016.4 | 185,901    |             |          | 6.67%       |            |         |          |         |              |       |              |           |
| 2017.1 | 201,925    |             |          | 8.62%       |            |         |          |         |              |       |              |           |
| 2017.2 | 212,836    |             |          | 5.40%       |            |         | 774,938  |         | 30.48%       |       | 25.87%       | SFY 16-17 |
| 2017.3 | 168,048    |             |          | -21.04%     |            |         |          |         |              |       |              |           |
| 2017.4 | 169,816    |             |          | 1.05%       |            |         |          |         |              |       |              |           |
| 2018.1 | 171,433    |             |          | 0.95%       |            |         |          |         |              |       |              |           |
| 2018.2 | 172,462    |             |          | 0.60%       |            |         | 681,759  |         | -12.02%      |       | -17.20%      | SFY 17-18 |
| 2018.3 |            |             |          | 0.70%       |            | 173,663 |          |         |              |       |              |           |
| 2018.4 |            |             |          | 0.08%       |            | 173,798 |          |         |              |       |              |           |
| 2019.1 |            |             |          | -0.04%      |            | 173,733 |          |         |              |       |              |           |
| 2019.2 |            |             |          | 0.09%       |            | 173,883 |          | 695,077 | 1.95%        | 0.58% |              | SFY 18-19 |
| 2019.3 |            |             |          | 0.09%       |            | 174,042 |          |         |              |       |              |           |
| 2019.4 |            |             |          | 0.02%       |            | 174,083 |          |         |              |       |              |           |
| 2020.1 |            |             |          | -0.03%      |            | 174,032 |          |         |              |       |              |           |
| 2020.2 |            |             |          | 0.09%       |            | 174,196 |          | 696,353 | 0.18%        | 0.18% |              | SFY 19-20 |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: -0.1073  
 Standard Error: 1727.73

SSI W/Medicare Traditional



**SSI WO/Medicare Traditional**

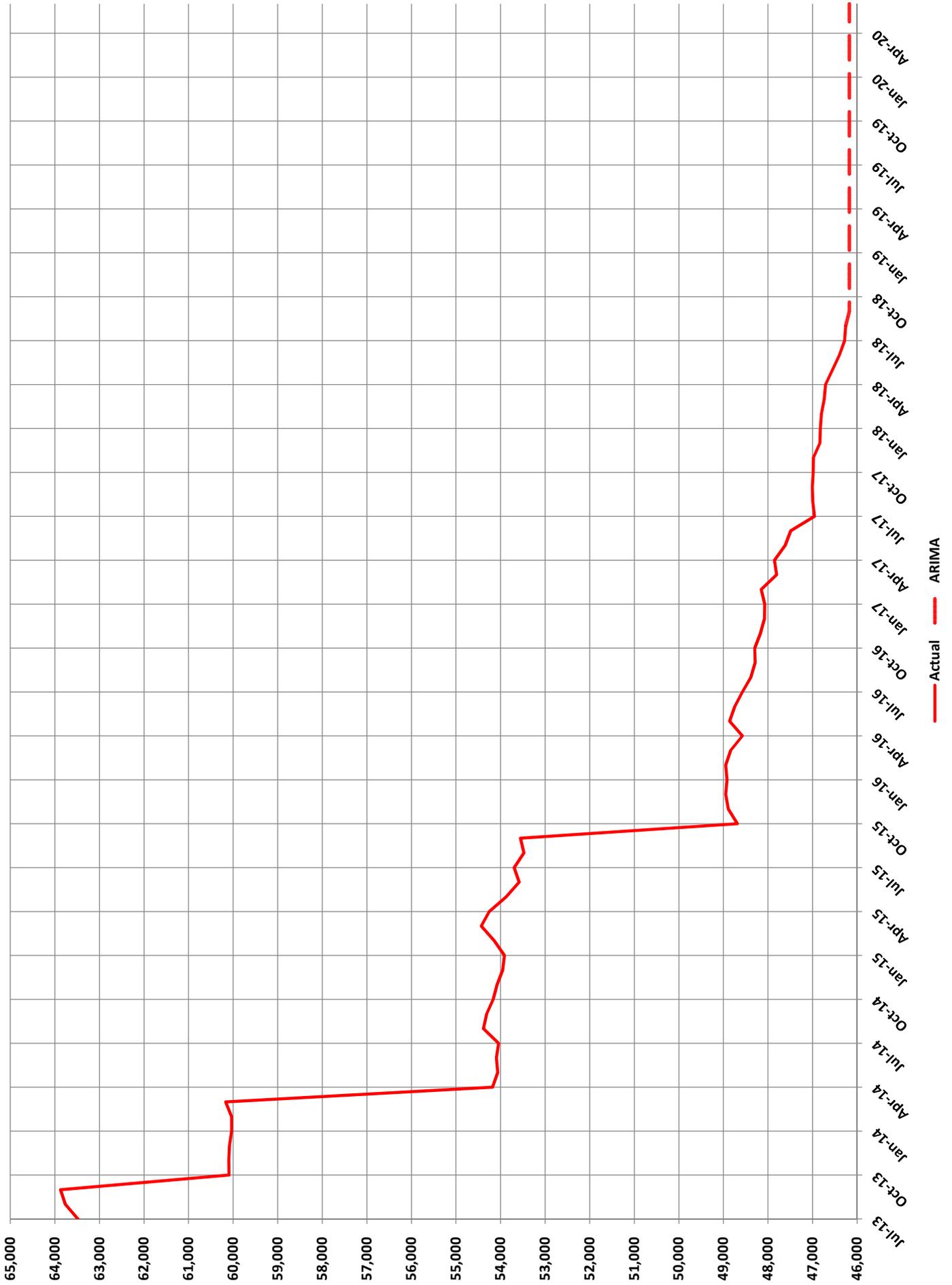
|        | ENROLLMENT |             | PERCENT  |             | ENROLLMENT |       | SFY      |       | YEAR TO YEAR |       | JUNE TO JUNE |           |
|--------|------------|-------------|----------|-------------|------------|-------|----------|-------|--------------|-------|--------------|-----------|
|        | ACTUAL     | QTR. GROWTH | FORECAST | QTR. GROWTH | FORECAST   | TOTAL | GROWTH % | TOTAL | GROWTH %     | TOTAL | GROWTH %     | GROWTH %  |
| 2012.3 | 181,219    |             |          | 0.63%       |            |       |          |       |              |       |              |           |
| 2012.4 | 183,680    |             |          | 1.36%       |            |       |          |       |              |       |              |           |
| 2013.1 | 186,021    |             |          | 1.27%       |            |       |          |       |              |       |              |           |
| 2013.2 | 189,237    |             |          | 1.73%       |            |       | 740,157  |       | 4.43%        |       | 5.13%        | SFY 12-13 |
| 2013.3 | 191,128    |             |          | 1.00%       |            |       |          |       |              |       |              |           |
| 2013.4 | 180,275    |             |          | -5.68%      |            |       |          |       |              |       |              |           |
| 2014.1 | 180,235    |             |          | -0.02%      |            |       |          |       |              |       |              |           |
| 2014.2 | 162,340    |             |          | -9.93%      |            |       | 713,978  |       | -3.54%       |       | -14.46%      | SFY 13-14 |
| 2014.3 | 162,743    |             |          | 0.25%       |            |       |          |       |              |       |              |           |
| 2014.4 | 162,204    |             |          | -0.33%      |            |       |          |       |              |       |              |           |
| 2015.1 | 162,490    |             |          | 0.18%       |            |       |          |       |              |       |              |           |
| 2015.2 | 161,709    |             |          | -0.48%      |            |       | 649,145  |       | -9.08%       |       | -0.95%       | SFY 14-15 |
| 2015.3 | 160,725    |             |          | -0.61%      |            |       |          |       |              |       |              |           |
| 2015.4 | 146,530    |             |          | -8.83%      |            |       |          |       |              |       |              |           |
| 2016.1 | 146,701    |             |          | 0.12%       |            |       | 600,136  |       | -7.55%       |       | -9.03%       | SFY 15-16 |
| 2016.2 | 146,180    |             |          | -0.35%      |            |       |          |       |              |       |              |           |
| 2016.3 | 145,247    |             |          | -0.64%      |            |       |          |       |              |       |              |           |
| 2016.4 | 144,548    |             |          | -0.48%      |            |       |          |       |              |       |              |           |
| 2017.1 | 144,031    |             |          | -0.36%      |            |       | 576,786  |       | -3.89%       |       | -2.57%       | SFY 16-17 |
| 2017.2 | 142,960    |             |          | -0.74%      |            |       |          |       |              |       |              |           |
| 2017.3 | 140,960    |             |          | -1.40%      |            |       |          |       |              |       |              |           |
| 2017.4 | 140,804    |             |          | -0.11%      |            |       |          |       |              |       |              |           |
| 2018.1 | 140,368    |             |          | -0.31%      |            |       | 561,789  |       | -2.60%       |       | -2.30%       | SFY 17-18 |
| 2018.2 | 139,656    |             |          | -0.51%      |            |       |          |       |              |       |              |           |
| 2018.3 |            |             | 138,710  | -0.68%      |            |       |          |       |              |       |              |           |
| 2018.4 |            |             | 138,519  | -0.14%      |            |       |          |       |              |       |              |           |
| 2019.1 |            |             | 138,519  | 0.00%       |            |       |          |       |              |       |              |           |
| 2019.2 |            |             | 138,519  | 0.00%       |            |       | 554,266  |       | -1.34%       |       | -0.49%       | SFY 18-19 |
| 2019.3 |            |             | 138,519  | 0.00%       |            |       |          |       |              |       |              |           |
| 2019.4 |            |             | 138,519  | 0.00%       |            |       |          |       |              |       |              |           |
| 2020.1 |            |             | 138,519  | 0.00%       |            |       | 554,075  |       | -0.03%       |       | 0.00%        | SFY 19-20 |
| 2020.2 |            |             | 138,519  | 0.00%       |            |       |          |       |              |       |              |           |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: 0.9107  
 Standard Error: 673.62

# SSI WO/Medicare Traditional



**Newly Eligible Children**

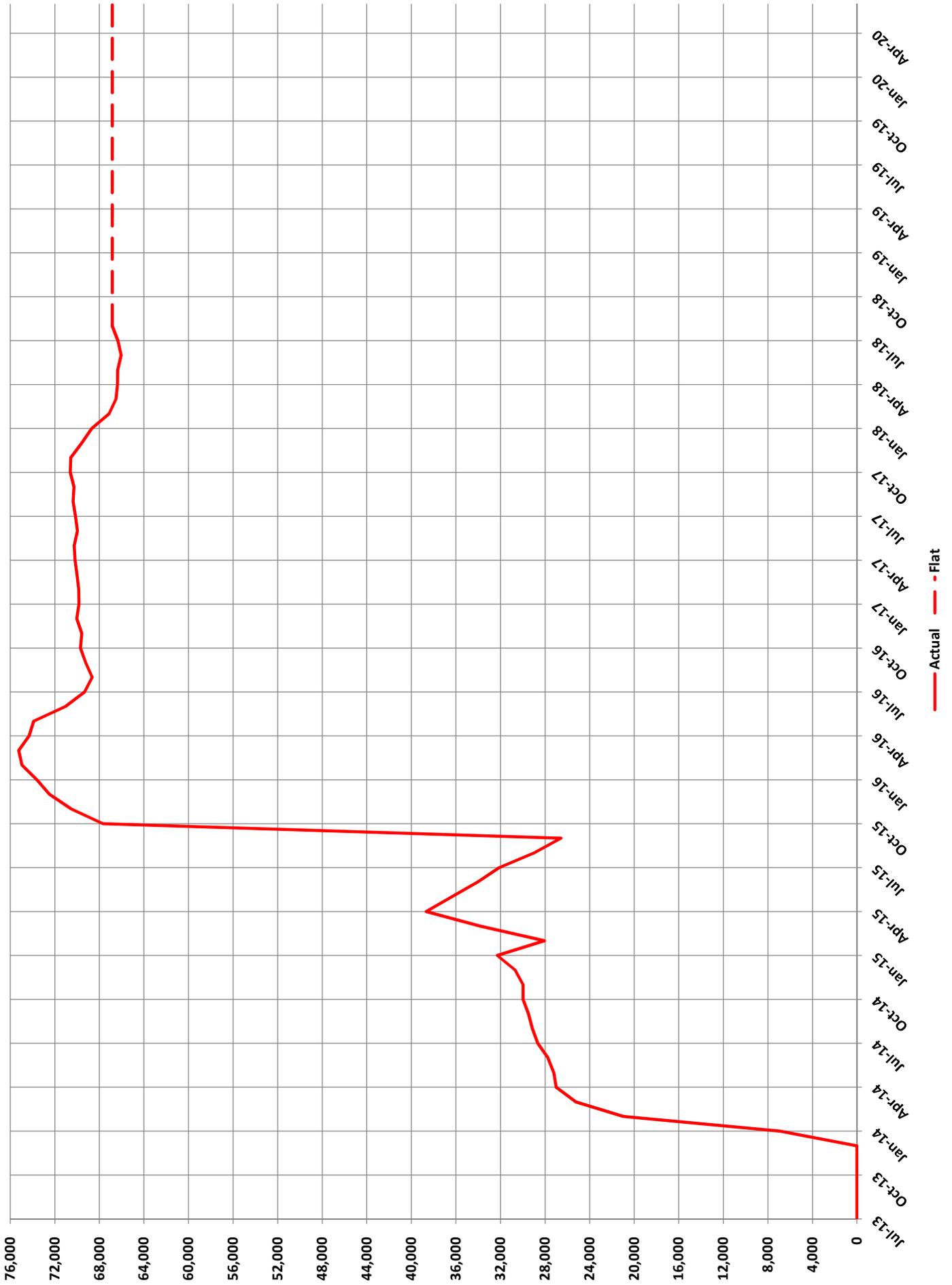
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2014.3 | 87,272     |          | 6.48%                  |            |          |              |              |          |              |           |
| 2014.4 | 90,632     |          | 3.85%                  |            |          |              |              |          |              |           |
| 2015.1 | 94,192     |          | 3.93%                  |            |          |              |              |          |              |           |
| 2015.2 | 109,085    |          | 15.81%                 |            |          | 381,182      | 182.23%      |          | 22.73%       | SFY 14-15 |
| 2015.3 | 87,686     |          | -19.62%                |            |          |              |              |          |              |           |
| 2015.4 | 210,651    |          | 140.23%                |            |          |              |              |          |              |           |
| 2016.1 | 223,802    |          | 6.24%                  |            |          |              |              |          |              |           |
| 2016.2 | 219,228    |          | -2.04%                 |            |          | 741,368      | 94.49%       |          | 108.60%      | SFY 15-16 |
| 2016.3 | 207,211    |          | -5.48%                 |            |          |              |              |          |              |           |
| 2016.4 | 209,311    |          | 1.01%                  |            |          |              |              |          |              |           |
| 2017.1 | 209,692    |          | 0.18%                  |            |          |              |              |          |              |           |
| 2017.2 | 210,438    |          | 0.36%                  |            |          | 836,652      | 12.85%       |          | -1.50%       | SFY 16-17 |
| 2017.3 | 210,777    |          | 0.16%                  |            |          |              |              |          |              |           |
| 2017.4 | 210,759    |          | -0.01%                 |            |          |              |              |          |              |           |
| 2018.1 | 202,335    |          | -4.00%                 |            |          |              |              |          |              |           |
| 2018.2 | 198,769    |          | -1.76%                 |            |          | 822,640      | -1.67%       |          | -5.61%       | SFY 17-18 |
| 2018.3 |            | 200,019  | 0.63%                  |            |          |              |              |          |              |           |
| 2018.4 |            | 200,519  | 0.25%                  |            |          |              |              |          |              |           |
| 2019.1 |            | 200,519  | 0.00%                  |            |          |              |              |          |              |           |
| 2019.2 |            | 200,519  | 0.00%                  |            |          | 801,575      | -2.56%       |          | 1.19%        | SFY 18-19 |
| 2019.3 |            | 200,519  | 0.00%                  |            |          |              |              |          |              |           |
| 2019.4 |            | 200,519  | 0.00%                  |            |          |              |              |          |              |           |
| 2020.1 |            | 200,519  | 0.00%                  |            |          |              |              |          |              |           |
| 2020.2 |            | 200,519  | 0.00%                  |            |          | 802,074      | 0.06%        |          | 0.00%        | SFY 19-20 |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes no growth.

Adj. R Squared: -0.0455  
 Standard Error: 633.89

# Newly Eligible Children



**Behavioral Health - SMI Integrated**

|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2014.3 | 52,968     |  | 4.31%                  |                        |  |              |                          |                          |
| 2014.4 | 55,352     |  | 4.50%                  |                        |  |              |                          |                          |
| 2015.1 | 56,546     |  | 2.16%                  |                        |  |              |                          |                          |
| 2015.2 | 57,094     |  | 0.97%                  |                        |  | 221,960      | 337.10%                  | 13.33%                   |
| 2015.3 | 58,503     |  | 2.47%                  |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 116,659    |  | 99.41%                 |                        |  |              |                          |                          |
| 2016.1 | 116,181    |  | -0.41%                 |                        |  |              |                          |                          |
| 2016.2 | 115,253    |  | -0.80%                 |                        |  | 406,597      | 83.18%                   | 100.92%                  |
| 2016.3 | 116,272    |  | 0.88%                  |                        |  |              |                          | SFY 15-16                |
| 2016.4 | 117,976    |  | 1.47%                  |                        |  |              |                          |                          |
| 2017.1 | 118,795    |  | 0.69%                  |                        |  |              |                          |                          |
| 2017.2 | 120,345    |  | 1.30%                  |                        |  |              |                          |                          |
| 2017.3 | 121,247    |  | 0.75%                  |                        |  | 473,387      | 16.43%                   | 4.46%                    |
| 2017.4 | 122,139    |  | 0.74%                  |                        |  |              |                          | SFY 16-17                |
| 2018.1 | 122,737    |  | 0.49%                  |                        |  |              |                          |                          |
| 2018.2 | 123,113    |  | 0.31%                  |                        |  | 489,236      | 3.35%                    | 2.11%                    |
| 2018.3 |            |  | 0.50%                  | 123,725                |  |              |                          | SFY 17-18                |
| 2018.4 |            |  | 0.39%                  | 124,203                |  |              |                          |                          |
| 2019.1 |            |  | 0.45%                  | 124,757                |  |              |                          |                          |
| 2019.2 |            |  | 0.44%                  | 125,311                |  | 497,996      | 1.79%                    | 1.83%                    |
| 2019.3 |            |  | 0.44%                  | 125,866                |  |              |                          | SFY 18-19                |
| 2019.4 |            |  | 0.44%                  | 126,420                |  |              |                          |                          |
| 2020.1 |            |  | 0.44%                  | 126,974                |  |              |                          |                          |
| 2020.2 |            |  | 0.44%                  | 127,529                |  | 506,789      | 1.77%                    | 1.77%                    |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on 12-month linear regression

Adj. R Squared: 0.9700  
Standard Error: 112.81

# Behavioral Health - SMI Integrated



**Births - Traditional**

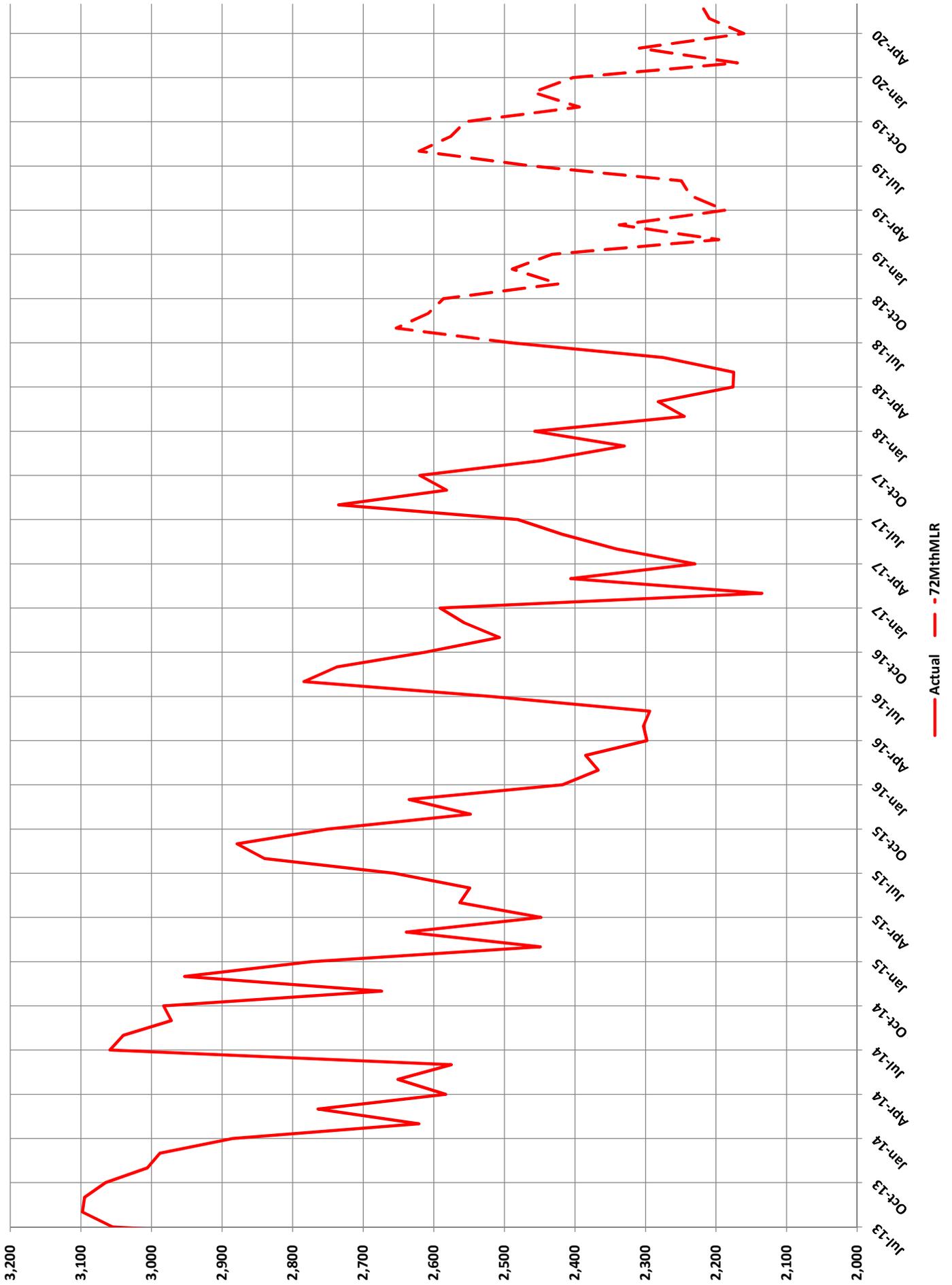
|        | ENROLLMENT |             | PERCENT  |             | ENROLLMENT |          | SFY TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|-------------|----------|-------------|------------|----------|-----------|--------------|----------|--------------|-----------|
|        | ACTUAL     | QTR. GROWTH | FORECAST | QTR. GROWTH | FORECAST   | GROWTH % |           | GROWTH %     | GROWTH % | GROWTH %     |           |
| 2012.3 | 9,378      | 18.20%      |          |             |            |          |           |              |          |              |           |
| 2012.4 | 8,984      | -4.20%      |          |             |            |          |           |              |          |              |           |
| 2013.1 | 8,433      | -6.13%      |          |             |            |          |           |              |          |              |           |
| 2013.2 | 7,995      | -5.19%      |          |             |            |          | 34,790    | 4.55%        | -0.78%   |              | SFY 12-13 |
| 2013.3 | 9,248      | 15.67%      |          |             |            |          |           |              |          |              |           |
| 2013.4 | 9,059      | -2.04%      |          |             |            |          |           |              |          |              |           |
| 2014.1 | 8,270      | -8.71%      |          |             |            |          |           |              |          |              |           |
| 2014.2 | 7,809      | -5.57%      |          |             |            |          | 34,386    | -1.16%       | -3.12%   |              | SFY 13-14 |
| 2014.3 | 9,071      | 16.16%      |          |             |            |          |           |              |          |              |           |
| 2014.4 | 8,610      | -5.08%      |          |             |            |          |           |              |          |              |           |
| 2015.1 | 7,862      | -8.69%      |          |             |            |          |           |              |          |              |           |
| 2015.2 | 7,560      | -3.84%      |          |             |            |          | 33,103    | -3.73%       | -1.01%   |              | SFY 14-15 |
| 2015.3 | 8,375      | 10.78%      |          |             |            |          |           |              |          |              |           |
| 2015.4 | 7,934      | -5.27%      |          |             |            |          |           |              |          |              |           |
| 2016.1 | 7,170      | -9.63%      |          |             |            |          |           |              |          |              |           |
| 2016.2 | 6,895      | -3.84%      |          |             |            |          | 30,374    | -8.24%       | -10.00%  |              | SFY 15-16 |
| 2016.3 | 8,039      | 16.59%      |          |             |            |          |           |              |          |              |           |
| 2016.4 | 7,676      | -4.52%      |          |             |            |          |           |              |          |              |           |
| 2017.1 | 7,132      | -7.09%      |          |             |            |          |           |              |          |              |           |
| 2017.2 | 6,989      | -2.01%      |          |             |            |          | 29,836    | -1.77%       | 5.41%    |              | SFY 16-17 |
| 2017.3 | 7,798      | 11.58%      |          |             |            |          |           |              |          |              |           |
| 2017.4 | 7,398      | -5.13%      |          |             |            |          |           |              |          |              |           |
| 2018.1 | 6,984      | -5.60%      |          |             |            |          |           |              |          |              |           |
| 2018.2 | 6,626      | -5.13%      |          |             |            |          | 28,806    | -3.45%       | -5.91%   |              | SFY 17-18 |
| 2018.3 |            | 16.98%      | 7,751    |             |            |          |           |              |          |              |           |
| 2018.4 |            | -3.26%      | 7,498    |             |            |          |           |              |          |              |           |
| 2019.1 |            | -7.10%      | 6,966    |             |            |          |           |              |          |              |           |
| 2019.2 |            | -4.20%      | 6,673    |             |            |          | 28,888    | 0.29%        | -1.13%   |              | SFY 18-19 |
| 2019.3 |            | 14.73%      | 7,656    |             |            |          |           |              |          |              |           |
| 2019.4 |            | -3.24%      | 7,408    |             |            |          |           |              |          |              |           |
| 2020.1 |            | -7.11%      | 6,882    |             |            |          |           |              |          |              |           |
| 2020.2 |            | -4.21%      | 6,592    |             |            |          | 28,538    | -1.21%       | -1.21%   |              | SFY 19-20 |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 72-Month Regression against birth rate and seasonal components

Adj. R Squared: 0.7540  
 Standard Error: 30.46

Births - Traditional



**Children's Rehabilitative Services**

|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 74,425     |          | 0.34%                  |            |          |              |                          |                          |
| 2012.4 | 74,776     |          | 0.47%                  |            |          |              |                          |                          |
| 2013.1 | 75,309     |          | 0.71%                  |            |          | 300,294      | 1.53%                    | 2.51%                    |
| 2013.2 | 75,784     |          | 0.63%                  |            |          |              |                          | SFY 12-13                |
| 2013.3 | 75,794     |          | 0.01%                  |            |          |              |                          |                          |
| 2013.4 | 73,659     |          | -2.82%                 |            |          |              |                          |                          |
| 2014.1 | 72,626     |          | -1.40%                 |            |          |              |                          |                          |
| 2014.2 | 73,139     |          | 0.71%                  |            |          | 295,218      | -1.69%                   | -3.32%                   |
| 2014.3 | 74,032     |          | 1.22%                  |            |          |              |                          | SFY 13-14                |
| 2014.4 | 74,014     |          | -0.02%                 |            |          |              |                          |                          |
| 2015.1 | 73,405     |          | -0.82%                 |            |          |              |                          |                          |
| 2015.2 | 73,618     |          | 0.29%                  |            |          | 295,069      | -0.05%                   | 0.60%                    |
| 2015.3 | 74,707     |          | 1.48%                  |            |          |              |                          | SFY 14-15                |
| 2015.4 | 75,238     |          | 0.71%                  |            |          |              |                          |                          |
| 2016.1 | 75,003     |          | -0.31%                 |            |          |              |                          |                          |
| 2016.2 | 74,738     |          | -0.35%                 |            |          | 299,687      | 1.57%                    | 1.03%                    |
| 2016.3 | 74,704     |          | -0.05%                 |            |          |              |                          | SFY 15-16                |
| 2016.4 | 74,820     |          | 0.15%                  |            |          |              |                          |                          |
| 2017.1 | 74,845     |          | 0.03%                  |            |          |              |                          |                          |
| 2017.2 | 74,391     |          | -0.61%                 |            |          | 298,760      | -0.31%                   | -0.55%                   |
| 2017.3 | 73,784     |          | -0.82%                 |            |          |              |                          | SFY 16-17                |
| 2017.4 | 73,234     |          | -0.74%                 |            |          |              |                          |                          |
| 2018.1 | 72,024     |          | -1.65%                 |            |          |              |                          |                          |
| 2018.2 | 71,484     |          | -0.75%                 |            |          | 290,526      | -2.76%                   | -3.75%                   |
| 2018.3 |            |          | 0.48%                  | 71,825     |          |              |                          | SFY 17-18                |
| 2018.4 |            |          | 0.39%                  | 72,107     |          |              |                          |                          |
| 2019.1 |            |          | 0.25%                  | 72,287     |          |              |                          |                          |
| 2019.2 |            |          | 0.25%                  | 72,467     |          | 288,686      | -0.63%                   | 1.46%                    |
| 2019.3 |            |          | 0.25%                  | 72,647     |          |              |                          | SFY 18-19                |
| 2019.4 |            |          | 0.25%                  | 72,828     |          |              |                          |                          |
| 2020.1 |            |          | 0.25%                  | 73,010     |          |              |                          |                          |
| 2020.2 |            |          | 0.25%                  | 73,192     |          | 291,677      | 1.04%                    | 1.00%                    |
|        |            |          |                        |            |          |              |                          | SFY 19-20                |

**Notes:**

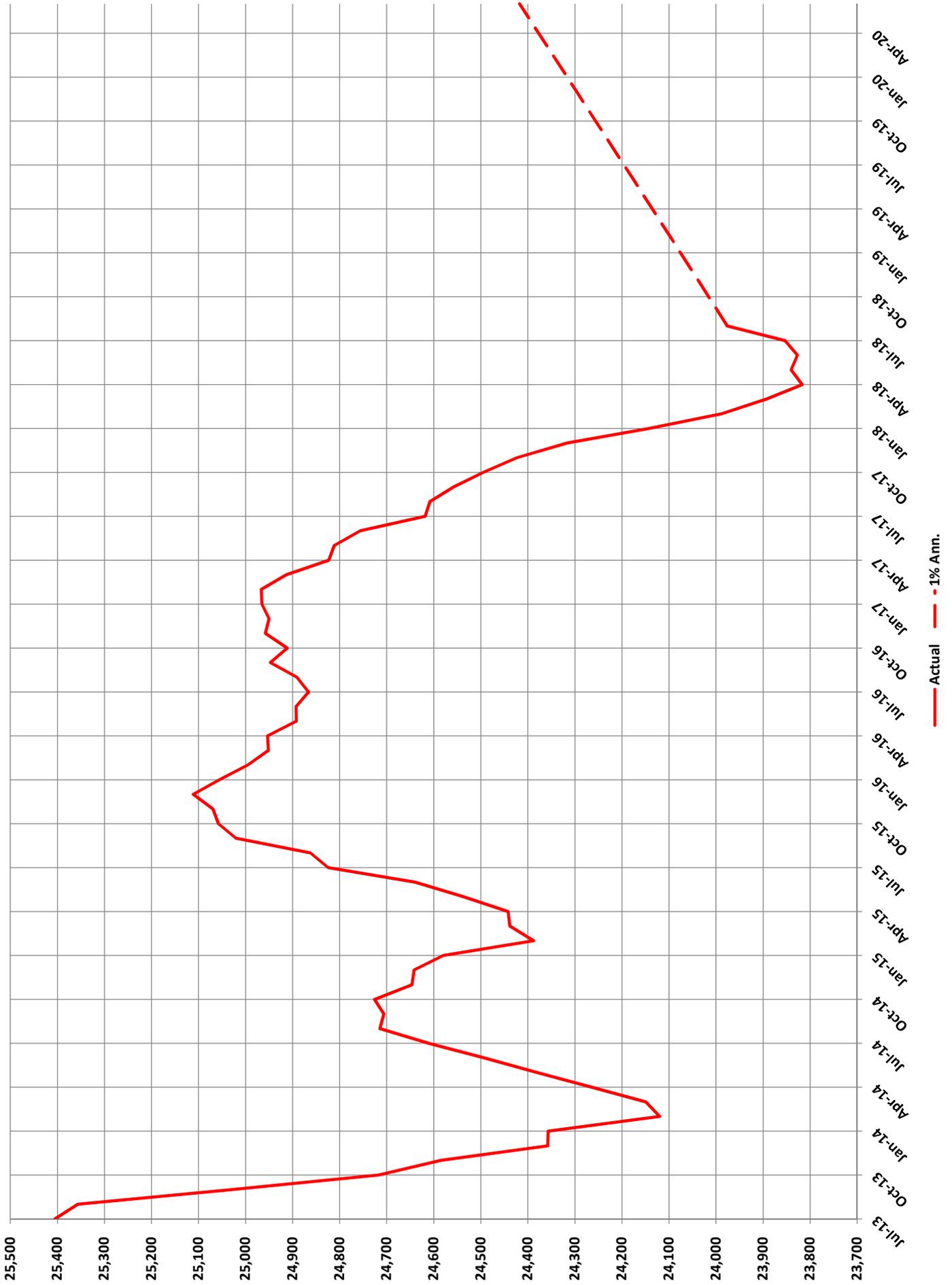
(1) Data are obtained from PMMIS.

(2) Forecast assumes 1% annual growth.

Adj. R Squared: 0.8144

Standard Error: 232.30

# Children's Rehabilitative Services



**Traditional Medicaid - Age < 1**

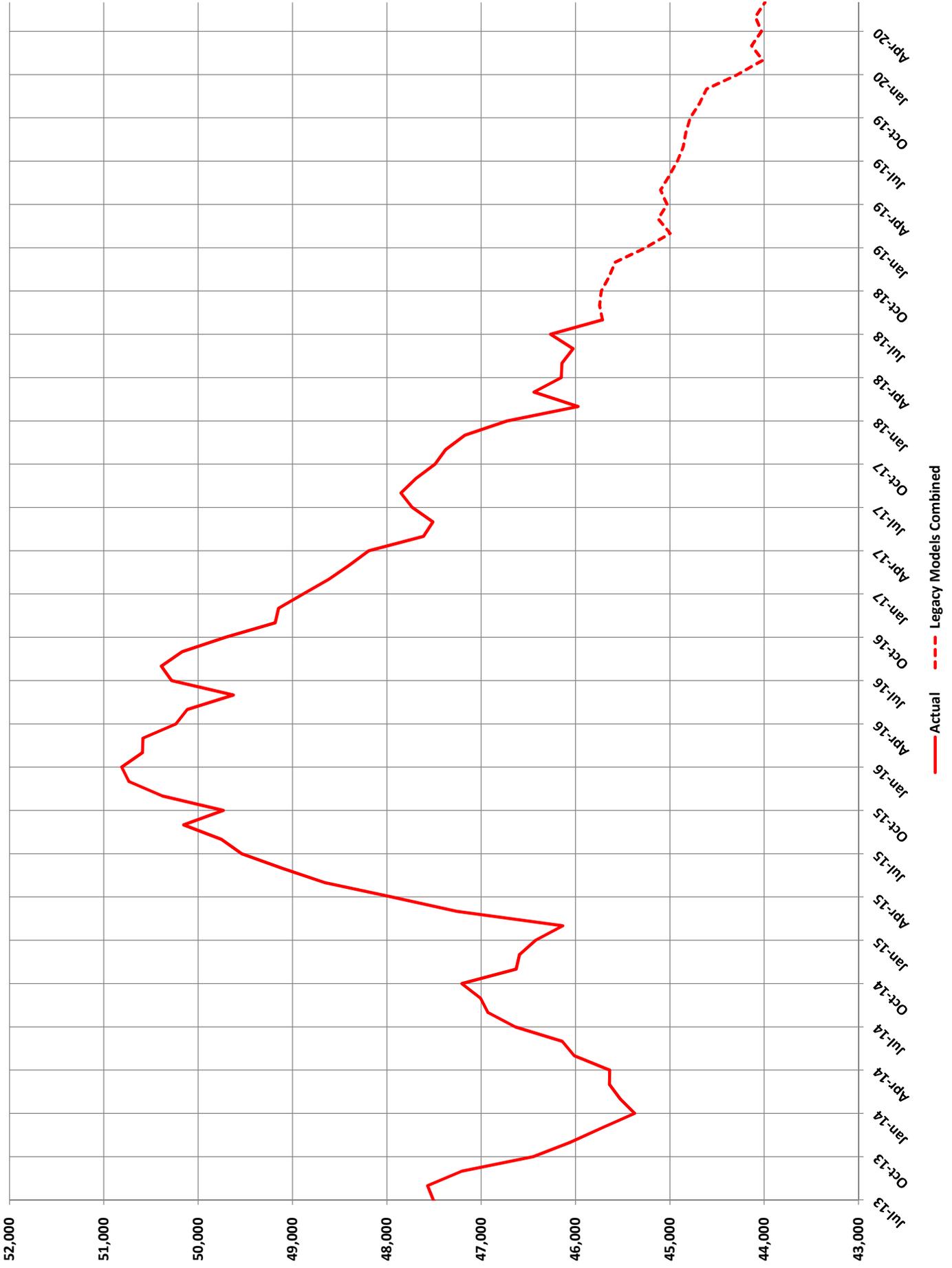
|        | ENROLLMENT |         | PERCENT QTR. GROWTH | ENROLLMENT FORECAST |  | SFY TOTAL | YEAR TO YEAR GROWTH % | JUNE TO JUNE GROWTH % |
|--------|------------|---------|---------------------|---------------------|--|-----------|-----------------------|-----------------------|
|        | ACTUAL     |         |                     |                     |  |           |                       |                       |
| 2012.3 | 142,052    |         | 0.70%               |                     |  |           |                       |                       |
| 2012.4 | 142,656    |         | 0.43%               |                     |  |           |                       |                       |
| 2013.1 | 142,612    |         | -0.03%              |                     |  | 569,593   | 0.05%                 | 0.76% SFY 12-13       |
| 2013.2 | 142,274    |         | -0.24%              |                     |  |           |                       |                       |
| 2013.3 | 142,278    |         | 0.00%               |                     |  |           |                       |                       |
| 2013.4 | 138,231    |         | -2.84%              |                     |  |           |                       |                       |
| 2014.1 | 136,541    |         | -1.22%              |                     |  |           |                       |                       |
| 2014.2 | 137,790    |         | 0.91%               |                     |  | 554,840   | -2.59%                | -2.63% SFY 13-14      |
| 2014.3 | 140,574    |         | 2.02%               |                     |  |           |                       |                       |
| 2014.4 | 140,428    |         | -0.10%              |                     |  |           |                       |                       |
| 2015.1 | 139,817    |         | -0.44%              |                     |  |           |                       |                       |
| 2015.2 | 145,718    |         | 4.22%               |                     |  | 566,537   | 2.11%                 | 6.44% SFY 14-15       |
| 2015.3 | 149,447    |         | 2.56%               |                     |  |           |                       |                       |
| 2015.4 | 150,847    |         | 0.94%               |                     |  |           |                       |                       |
| 2016.1 | 151,986    |         | 0.75%               |                     |  |           |                       |                       |
| 2016.2 | 149,976    |         | -1.32%              |                     |  | 602,256   | 6.30%                 | 1.05% SFY 15-16       |
| 2016.3 | 150,843    |         | 0.58%               |                     |  |           |                       |                       |
| 2016.4 | 148,041    |         | -1.86%              |                     |  |           |                       |                       |
| 2017.1 | 145,898    |         | -1.45%              |                     |  | 588,098   | -2.35%                | -4.26% SFY 16-17      |
| 2017.2 | 143,315    |         | -1.77%              |                     |  |           |                       |                       |
| 2017.3 | 143,272    |         | -0.03%              |                     |  |           |                       |                       |
| 2017.4 | 142,037    |         | -0.86%              |                     |  |           |                       |                       |
| 2018.1 | 139,141    |         | -2.04%              |                     |  |           |                       |                       |
| 2018.2 | 138,318    |         | -0.59%              |                     |  | 562,768   | -4.31%                | -3.13% SFY 17-18      |
| 2018.3 |            | 137,725 | -0.43%              |                     |  |           |                       |                       |
| 2018.4 |            | 136,949 | -0.56%              |                     |  |           |                       |                       |
| 2019.1 |            | 135,382 | -1.14%              |                     |  |           |                       |                       |
| 2019.2 |            | 135,136 | -0.18%              |                     |  | 545,191   | -3.12%                | -2.21% SFY 18-19      |
| 2019.3 |            | 134,609 | -0.39%              |                     |  |           |                       |                       |
| 2019.4 |            | 134,083 | -0.39%              |                     |  |           |                       |                       |
| 2020.1 |            | 132,430 | -1.23%              |                     |  |           |                       |                       |
| 2020.2 |            | 132,115 | -0.24%              |                     |  | 533,237   | -2.19%                | -2.25% SFY 19-20      |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.9332  
 Standard Error: 289.04

# Traditional Medicaid - Age < 1



**Traditional Medicaid - Age 1-20**

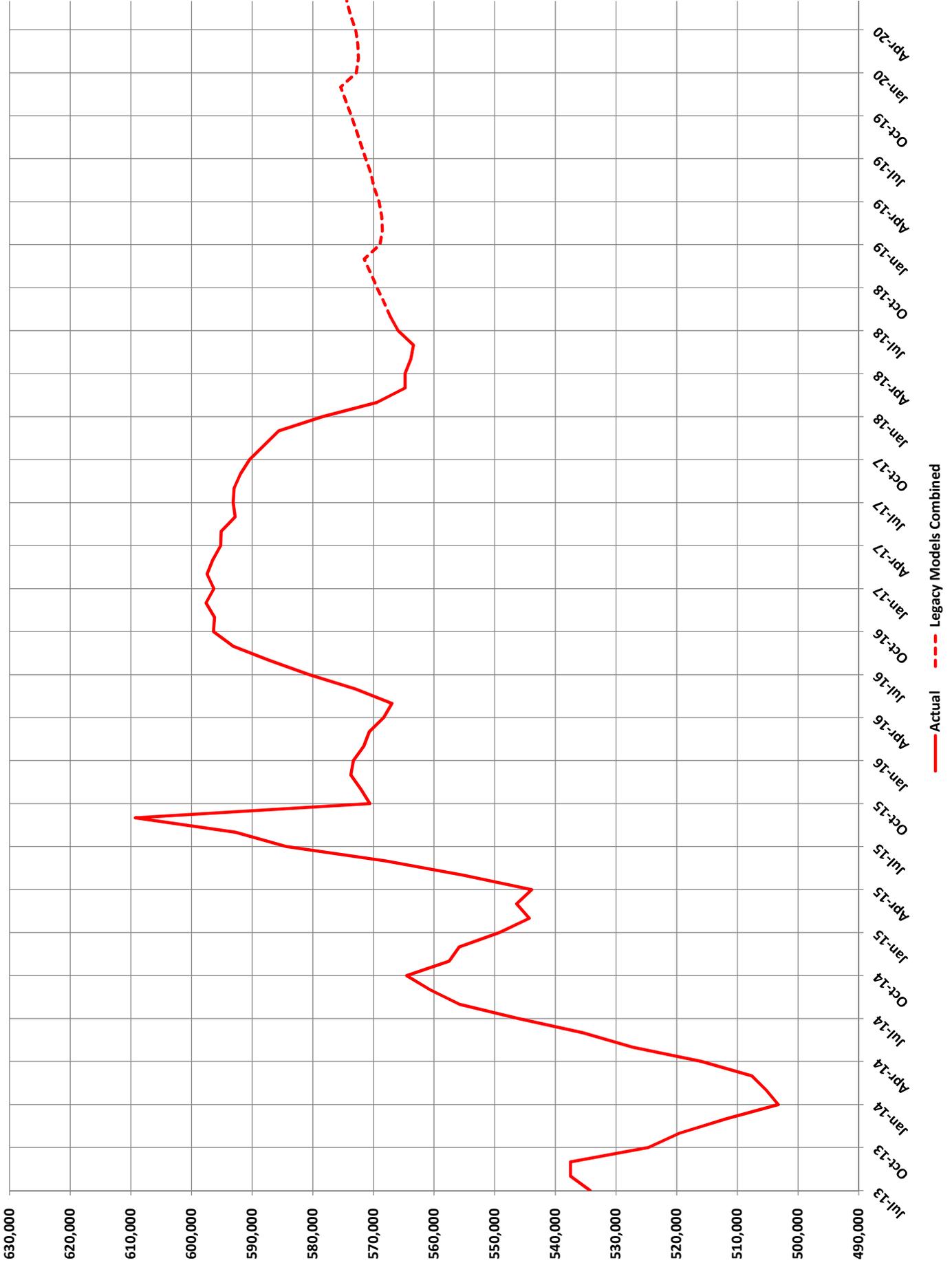
|        | ENROLLMENT |           | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|-----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST  |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 1,633,936  |           | 0.52%                  |            |          |              |                          |                          |
| 2012.4 | 1,614,753  |           | -1.17%                 |            |          |              |                          |                          |
| 2013.1 | 1,600,624  |           | -0.87%                 |            |          | 6,451,773    | -1.47%                   | -1.41%                   |
| 2013.2 | 1,602,461  |           | 0.11%                  |            |          |              |                          | SFY 12-13                |
| 2013.3 | 1,609,301  |           | 0.43%                  |            |          |              |                          |                          |
| 2013.4 | 1,556,061  |           | -3.31%                 |            |          |              |                          |                          |
| 2014.1 | 1,516,050  |           | -2.57%                 |            |          |              |                          |                          |
| 2014.2 | 1,578,630  |           | 4.13%                  |            |          | 6,260,042    | -2.97%                   | 0.15%                    |
| 2014.3 | 1,662,505  |           | 5.31%                  |            |          |              |                          | SFY 13-14                |
| 2014.4 | 1,677,922  |           | 0.93%                  |            |          |              |                          |                          |
| 2015.1 | 1,639,949  |           | -2.26%                 |            |          |              |                          |                          |
| 2015.2 | 1,667,036  |           | 1.65%                  |            |          | 6,647,411    | 6.19%                    | 6.07%                    |
| 2015.3 | 1,786,401  |           | 7.16%                  |            |          |              |                          | SFY 14-15                |
| 2015.4 | 1,716,426  |           | -3.92%                 |            |          |              |                          |                          |
| 2016.1 | 1,715,616  |           | -0.05%                 |            |          |              |                          |                          |
| 2016.2 | 1,708,201  |           | -0.43%                 |            |          | 6,926,644    | 4.20%                    | 0.88%                    |
| 2016.3 | 1,760,958  |           | 3.09%                  |            |          |              |                          | SFY 15-16                |
| 2016.4 | 1,790,208  |           | 1.66%                  |            |          |              |                          |                          |
| 2017.1 | 1,790,252  |           | 0.00%                  |            |          | 7,124,533    | 2.86%                    | 3.47%                    |
| 2017.2 | 1,783,114  |           | -0.40%                 |            |          |              |                          | SFY 16-17                |
| 2017.3 | 1,778,082  |           | -0.28%                 |            |          |              |                          |                          |
| 2017.4 | 1,764,090  |           | -0.79%                 |            |          |              |                          |                          |
| 2018.1 | 1,712,608  |           | -2.92%                 |            |          | 6,946,838    | -2.49%                   | -4.96%                   |
| 2018.2 | 1,692,058  |           | -1.20%                 |            |          |              |                          | SFY 17-18                |
| 2018.3 |            | 1,701,472 | 0.56%                  |            |          |              |                          |                          |
| 2018.4 |            | 1,711,392 | 0.58%                  |            |          |              |                          |                          |
| 2019.1 |            | 1,706,147 | -0.31%                 |            |          | 6,828,445    | -1.70%                   | 1.25%                    |
| 2019.2 |            | 1,709,433 | 0.19%                  |            |          |              |                          | SFY 18-19                |
| 2019.3 |            | 1,716,210 | 0.40%                  |            |          |              |                          |                          |
| 2019.4 |            | 1,723,615 | 0.43%                  |            |          |              |                          |                          |
| 2020.1 |            | 1,717,903 | -0.33%                 |            |          | 6,878,817    | 0.74%                    | 0.69%                    |
| 2020.2 |            | 1,721,089 | 0.19%                  |            |          |              |                          | SFY 19-20                |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.9709  
 Standard Error: 648.84

Traditional Medicaid - Age 1-20



**Traditional Medicaid - Age 21+**

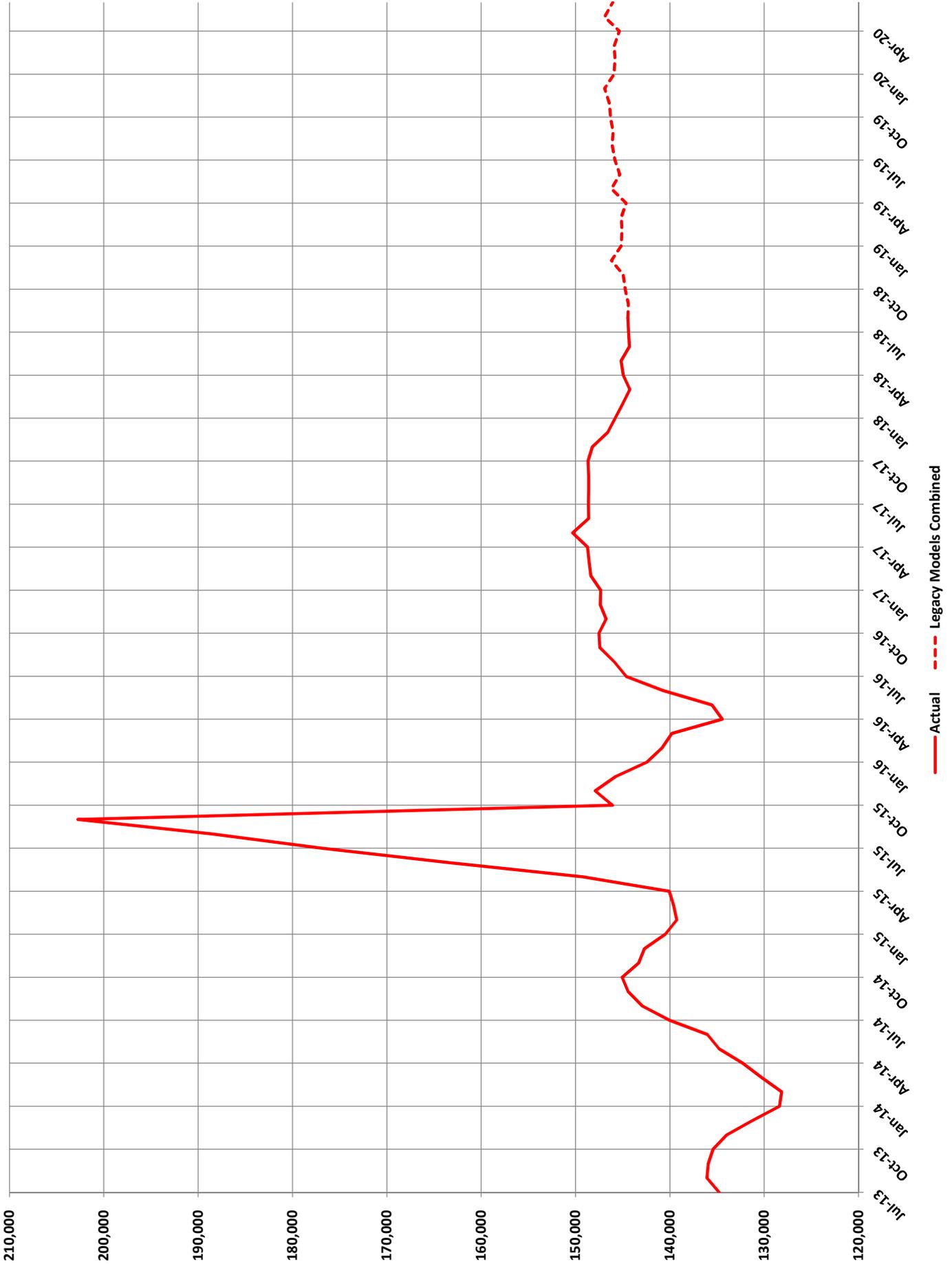
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 410,100    |          | 1.17%                  |            |          |              |                          |                          |
| 2012.4 | 407,172    |          | -0.71%                 |            |          |              |                          |                          |
| 2013.1 | 404,078    |          | -0.76%                 |            |          | 1,626,334    | 0.40%                    | 0.00% SFY 12-13          |
| 2013.2 | 404,985    |          | 0.22%                  |            |          |              |                          |                          |
| 2013.3 | 406,760    |          | 0.44%                  |            |          |              |                          |                          |
| 2013.4 | 400,643    |          | -1.50%                 |            |          |              |                          |                          |
| 2014.1 | 386,802    |          | -3.45%                 |            |          |              |                          |                          |
| 2014.2 | 403,068    |          | 4.21%                  |            |          | 1,597,272    | -1.79%                   | 1.09% SFY 13-14          |
| 2014.3 | 427,381    |          | 6.03%                  |            |          |              |                          |                          |
| 2014.4 | 431,023    |          | 0.85%                  |            |          |              |                          |                          |
| 2015.1 | 419,353    |          | -2.71%                 |            |          |              |                          |                          |
| 2015.2 | 452,725    |          | 7.96%                  |            |          | 1,730,483    | 8.34%                    | 20.16% SFY 14-15         |
| 2015.3 | 568,292    |          | 25.53%                 |            |          |              |                          |                          |
| 2015.4 | 439,737    |          | -22.62%                |            |          |              |                          |                          |
| 2016.1 | 423,051    |          | -3.79%                 |            |          |              |                          |                          |
| 2016.2 | 410,714    |          | -2.92%                 |            |          | 1,841,793    | 6.43%                    | -13.89% SFY 15-16        |
| 2016.3 | 437,950    |          | 6.63%                  |            |          |              |                          |                          |
| 2016.4 | 441,657    |          | 0.85%                  |            |          |              |                          |                          |
| 2017.1 | 444,256    |          | 0.59%                  |            |          |              |                          |                          |
| 2017.2 | 447,623    |          | 0.76%                  |            |          | 1,771,485    | -3.82%                   | 5.58% SFY 16-17          |
| 2017.3 | 445,831    |          | -0.40%                 |            |          |              |                          |                          |
| 2017.4 | 443,479    |          | -0.53%                 |            |          |              |                          |                          |
| 2018.1 | 435,059    |          | -1.90%                 |            |          |              |                          |                          |
| 2018.2 | 434,401    |          | -0.15%                 |            |          | 1,758,770    | -0.72%                   | -2.90% SFY 17-18         |
| 2018.3 |            | 433,236  | -0.27%                 |            |          |              |                          |                          |
| 2018.4 |            | 435,861  | 0.61%                  |            |          |              |                          |                          |
| 2019.1 |            | 435,393  | -0.11%                 |            |          |              |                          |                          |
| 2019.2 |            | 436,149  | 0.17%                  |            |          | 1,740,639    | -1.03%                   | 0.72% SFY 18-19          |
| 2019.3 |            | 437,954  | 0.41%                  |            |          |              |                          |                          |
| 2019.4 |            | 439,603  | 0.38%                  |            |          |              |                          |                          |
| 2020.1 |            | 437,600  | -0.46%                 |            |          |              |                          |                          |
| 2020.2 |            | 438,329  | 0.17%                  |            |          | 1,753,487    | 0.74%                    | 0.51% SFY 19-20          |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.1832  
 Standard Error: 1085.96

# Traditional Medicaid - Age 21+



**Traditional Medicaid - Dual Eligible**

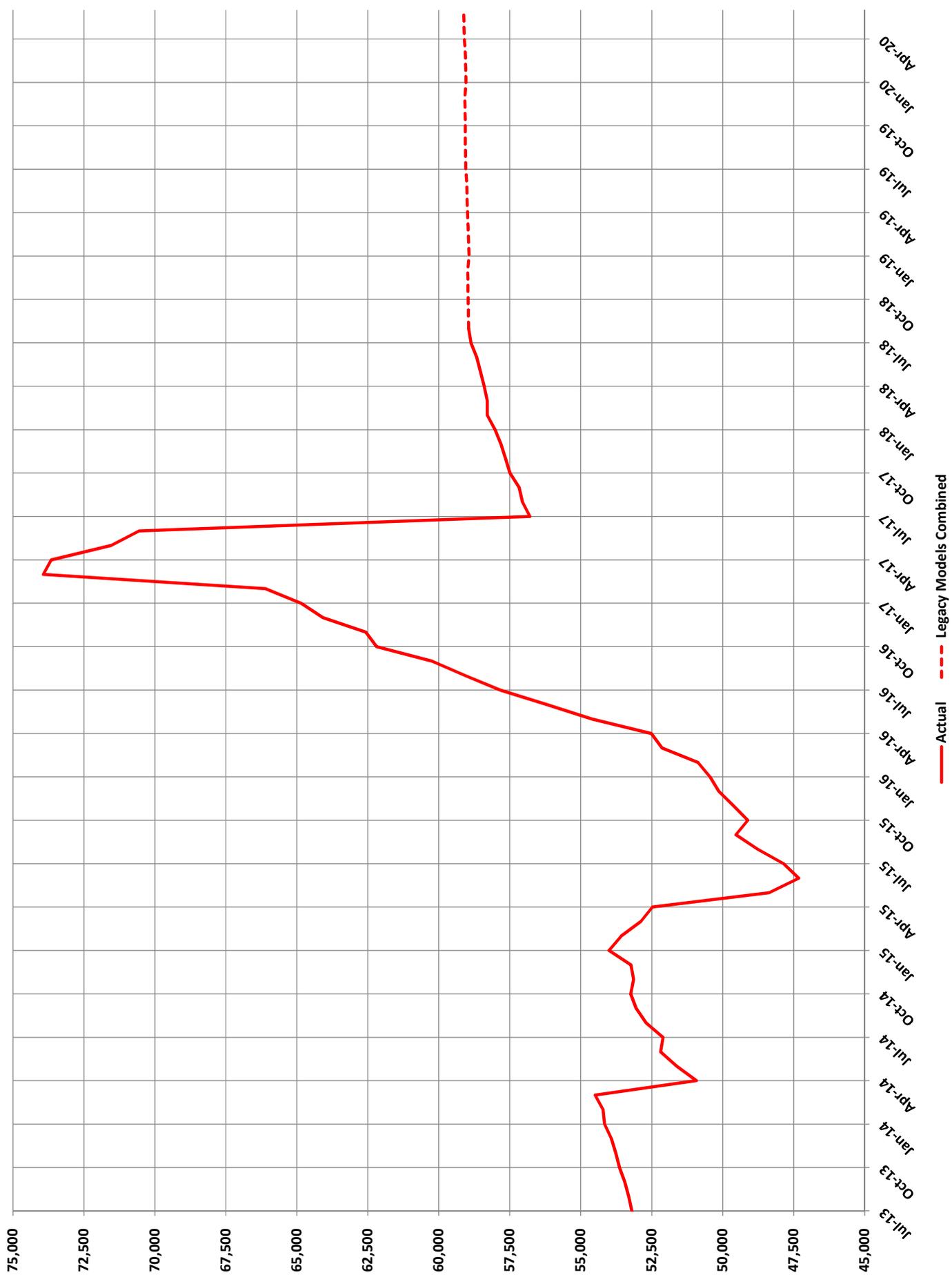
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 155,005    |          | 1.23%                  |            |          |              |                          |                          |
| 2012.4 | 156,797    |          | 1.16%                  |            |          |              |                          |                          |
| 2013.1 | 157,551    |          | 0.48%                  |            |          | 627,624      | 4.64%                    | 3.42% SFY 12-13          |
| 2013.2 | 158,272    |          | 0.46%                  |            |          |              |                          |                          |
| 2013.3 | 159,954    |          | 1.06%                  |            |          |              |                          |                          |
| 2013.4 | 161,314    |          | 0.85%                  |            |          |              |                          |                          |
| 2014.1 | 162,861    |          | 0.96%                  |            |          |              |                          |                          |
| 2014.2 | 154,733    |          | -4.99%                 |            |          | 638,862      | 1.79%                    | -1.45% SFY 13-14         |
| 2014.3 | 157,842    |          | 2.01%                  |            |          |              |                          |                          |
| 2014.4 | 159,610    |          | 1.12%                  |            |          |              |                          |                          |
| 2015.1 | 160,456    |          | 0.53%                  |            |          |              |                          |                          |
| 2015.2 | 148,159    |          | -7.66%                 |            |          | 626,066      | -2.00%                   | -9.32% SFY 14-15         |
| 2015.3 | 146,160    |          | -1.35%                 |            |          |              |                          |                          |
| 2015.4 | 148,866    |          | 1.85%                  |            |          |              |                          |                          |
| 2016.1 | 153,452    |          | 3.08%                  |            |          |              |                          |                          |
| 2016.2 | 163,311    |          | 6.42%                  |            |          | 611,789      | -2.28%                   | 18.75% SFY 15-16         |
| 2016.3 | 177,142    |          | 8.47%                  |            |          |              |                          |                          |
| 2016.4 | 188,848    |          | 6.61%                  |            |          |              |                          |                          |
| 2017.1 | 204,892    |          | 8.50%                  |            |          |              |                          |                          |
| 2017.2 | 215,750    |          | 5.30%                  |            |          | 786,632      | 28.58%                   | 25.56% SFY 16-17         |
| 2017.3 | 171,016    |          | -20.73%                |            |          |              |                          |                          |
| 2017.4 | 172,963    |          | 1.14%                  |            |          |              |                          |                          |
| 2018.1 | 174,597    |          | 0.94%                  |            |          |              |                          |                          |
| 2018.2 | 175,602    |          | 0.58%                  |            |          | 694,178      | -11.75%                  | -16.85% SFY 17-18        |
| 2018.3 |            | 176,770  | 0.67%                  |            |          |              |                          |                          |
| 2018.4 |            | 176,918  | 0.08%                  |            |          |              |                          |                          |
| 2019.1 |            | 176,848  | -0.04%                 |            |          |              |                          |                          |
| 2019.2 |            | 177,003  | 0.09%                  |            |          | 707,539      | 1.92%                    | 0.59% SFY 18-19          |
| 2019.3 |            | 177,175  | 0.10%                  |            |          |              |                          |                          |
| 2019.4 |            | 177,228  | 0.03%                  |            |          |              |                          |                          |
| 2020.1 |            | 177,165  | -0.04%                 |            |          |              |                          |                          |
| 2020.2 |            | 177,335  | 0.10%                  |            |          | 708,903      | 0.19%                    | 0.19% SFY 19-20          |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: -0.1727  
 Standard Error: 1802.58

# Traditional Medicaid - Dual Eligible



**Traditional Medicaid - SSI W/O**

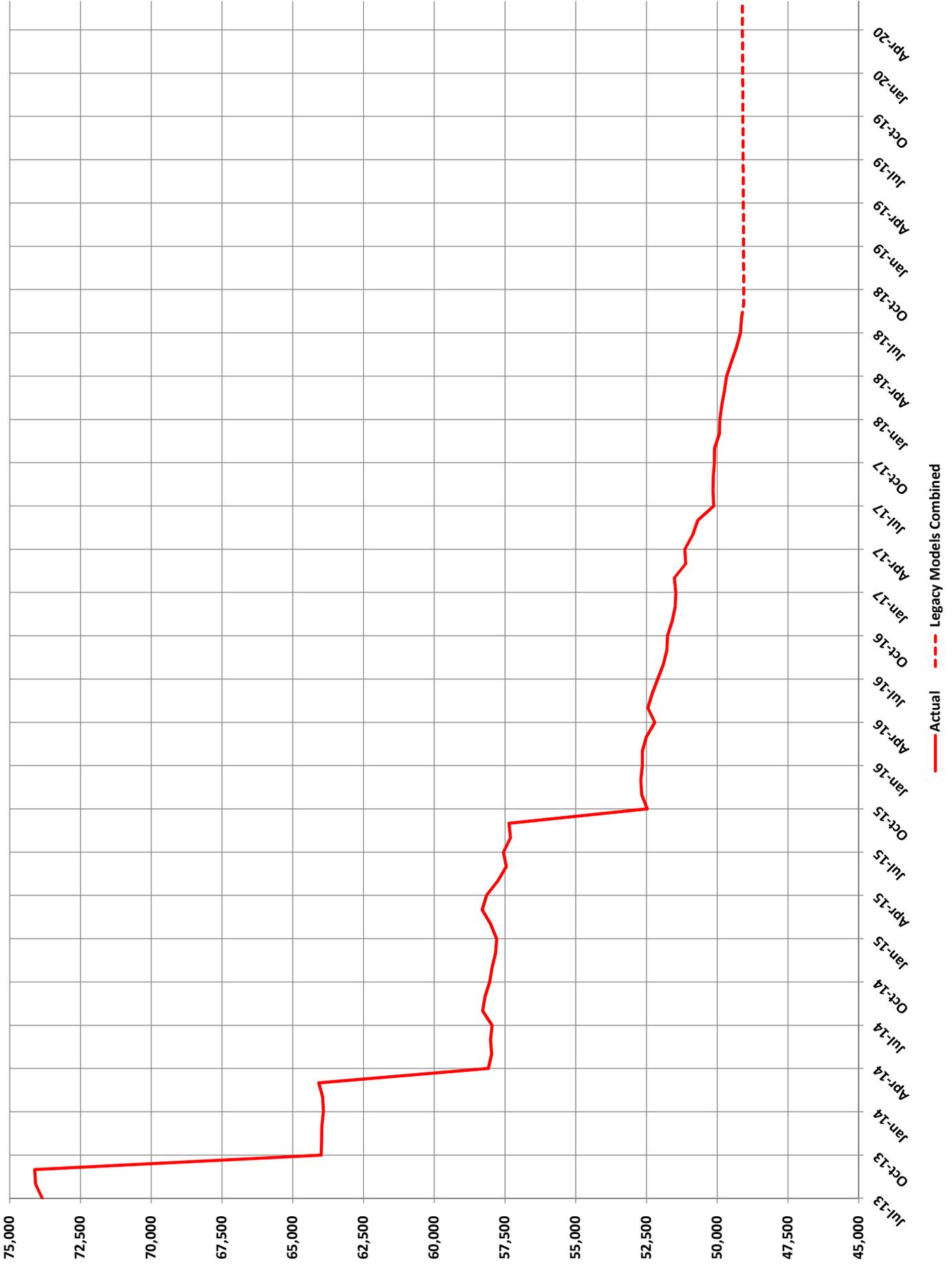
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 211,930    |          | 0.56%                  |            |          |              |                          |                          |
| 2012.4 | 214,582    |          | 1.25%                  |            |          |              |                          |                          |
| 2013.1 | 217,099    |          | 1.17%                  |            |          | 863,967      | 4.04%                    | 4.59%                    |
| 2013.2 | 220,355    |          | 1.50%                  |            |          |              |                          | SFY 12-13                |
| 2013.3 | 222,043    |          | 0.77%                  |            |          |              |                          |                          |
| 2013.4 | 191,942    |          | -13.56%                |            |          |              |                          |                          |
| 2014.1 | 191,929    |          | -0.01%                 |            |          |              |                          |                          |
| 2014.2 | 174,069    |          | -9.31%                 |            |          | 779,983      | -9.72%                   | -21.20%                  |
| 2014.3 | 174,443    |          | 0.21%                  |            |          |              |                          | SFY 13-14                |
| 2014.4 | 173,835    |          | -0.35%                 |            |          |              |                          |                          |
| 2015.1 | 174,101    |          | 0.15%                  |            |          |              |                          |                          |
| 2015.2 | 173,359    |          | -0.43%                 |            |          | 695,738      | -10.80%                  | -0.96%                   |
| 2015.3 | 172,221    |          | -0.66%                 |            |          |              |                          | SFY 14-15                |
| 2015.4 | 157,843    |          | -8.35%                 |            |          |              |                          |                          |
| 2016.1 | 157,792    |          | -0.03%                 |            |          |              |                          |                          |
| 2016.2 | 156,958    |          | -0.53%                 |            |          | 644,814      | -7.32%                   | -8.97%                   |
| 2016.3 | 155,789    |          | -0.74%                 |            |          |              |                          | SFY 15-16                |
| 2016.4 | 154,837    |          | -0.61%                 |            |          |              |                          |                          |
| 2017.1 | 154,095    |          | -0.48%                 |            |          |              |                          |                          |
| 2017.2 | 152,708    |          | -0.90%                 |            |          | 617,428      | -4.25%                   | -3.08%                   |
| 2017.3 | 150,408    |          | -1.51%                 |            |          |              |                          | SFY 16-17                |
| 2017.4 | 150,118    |          | -0.19%                 |            |          |              |                          |                          |
| 2018.1 | 149,494    |          | -0.42%                 |            |          |              |                          |                          |
| 2018.2 | 148,482    |          | -0.68%                 |            |          | 598,502      | -3.07%                   | -2.71%                   |
| 2018.3 |            | 147,384  | -0.74%                 |            |          |              |                          | SFY 17-18                |
| 2018.4 |            | 147,196  | -0.13%                 |            |          |              |                          |                          |
| 2019.1 |            | 147,217  | 0.01%                  |            |          |              |                          |                          |
| 2019.2 |            | 147,239  | 0.01%                  |            |          | 589,035      | -1.58%                   | -0.48%                   |
| 2019.3 |            | 147,261  | 0.01%                  |            |          |              |                          | SFY 18-19                |
| 2019.4 |            | 147,282  | 0.01%                  |            |          |              |                          |                          |
| 2020.1 |            | 147,304  | 0.01%                  |            |          |              |                          |                          |
| 2020.2 |            | 147,326  | 0.01%                  |            |          | 589,173      | 0.02%                    | 0.06%                    |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.9224  
 Standard Error: 824.43

# Traditional Medicaid - SSI W/O





**TRADITIONAL MEDICAID SERVICES** FISCAL YEAR 2020  
**TRADITIONAL FEE-FOR-SERVICE** BUDGET JUSTIFICATION  
**PROGRAM**

**TRADITIONAL FEE-FOR-SERVICE**

**PROGRAM DESCRIPTION:**

The distinct populations/programs outlined and described below combine to make up the Traditional Medicaid Fee-For-Service program within the Traditional Medicaid Services appropriation. Effective January 1, 2014, American Indian Health Plan (AIHP) children with a FPL between 100% and 133% were added to this population.

**Indian Health Services (IHS):**

Under the provisions of its approved Medicaid State Plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

Native American recipients have a choice of either enrolling with the American Indian Health Program (AIHP) or an AHCCCS health plan. AHCCCS pays claims for Native Americans who select the AIHP as their health plan on a fee-for-service basis. AHCCCS also pays claims on a fee-for-service basis for Native Americans enrolled with an MCO if they receive services at an IHS and/or tribal 638 facility.

The SFY 2018 year-over-year and June-over-June member growth rates ended the year at -3.12% and -4.55% respectively. For SFY 2019 and SFY 2020, the year-over-year AIHP population is expected to decrease -1.00% and increase 0.66% respectively. The SSI and TANF/SOBRA population forecasts were based on the growth rates used for the Traditional Acute Member Month TANF/SOBRA forecasts. Both IHS Facilities and Non-Facilities utilize the same enrollment forecast for budget development purposes.

**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FEE-FOR-SERVICE  
PROGRAM**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



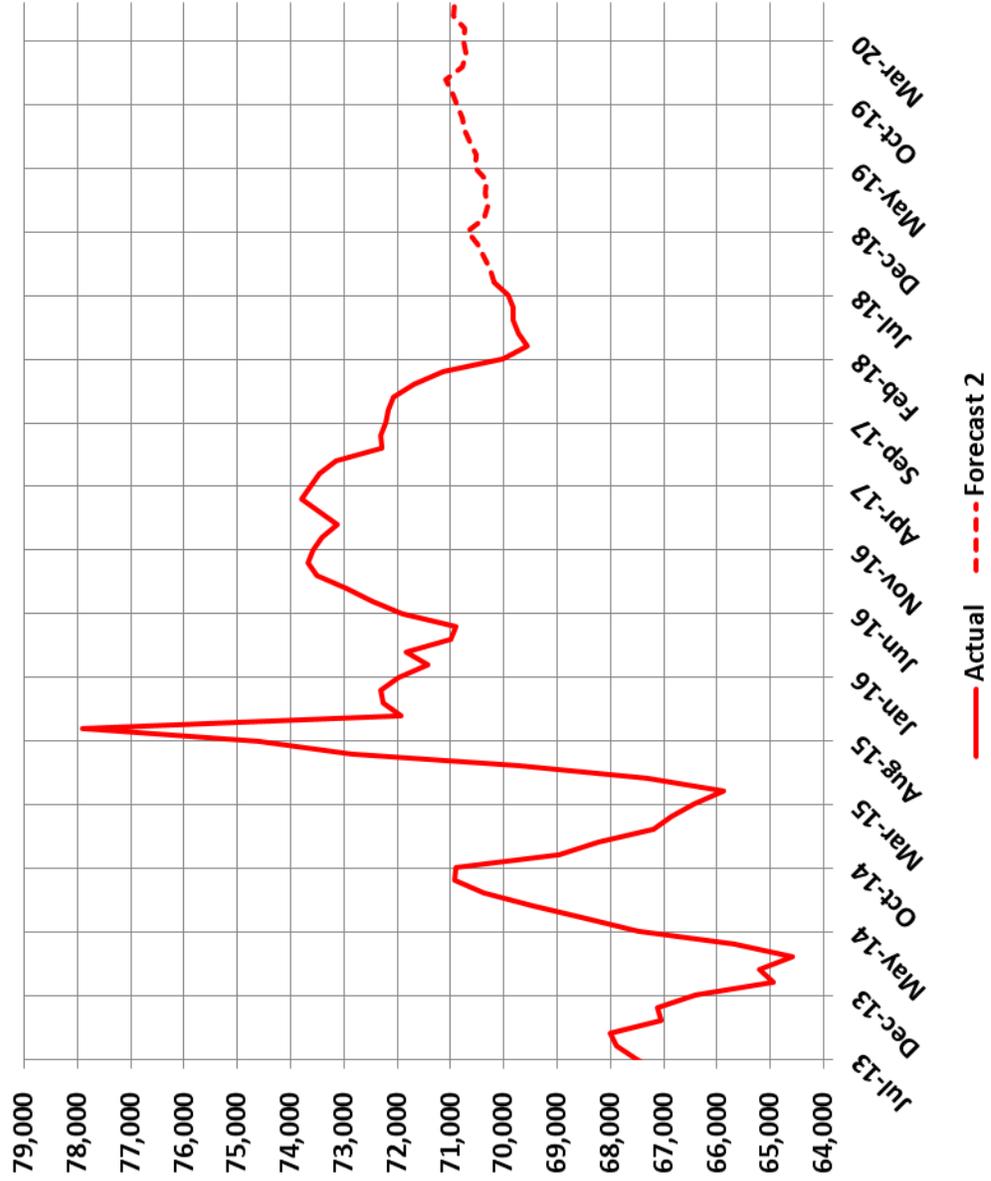
| <b>IHS Enrollment – Traditional Medicaid</b> |                   |                 |  |
|--|-------------------|-----------------|--|
| <b>Fiscal Year</b>                           | <b>Enrollment</b> | <b>% Change</b> |  |
| SFY 2017 Actual                              | 880,259           | 1.07%           |  |
| SFY 2018 Actual                              | 852,833           | -3.12%          |  |
| SFY 2019 Estimate                            | 844,320           | -1.00%          |  |
| SFY 2020 Estimate                            | 849,931           | 0.66%           |  |



**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FEE-FOR-SERVICE  
PROGRAM**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

**AIHP - Traditional**



**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FEE-FOR-SERVICE  
PROGRAM**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



| <b>IHS Enrollment – Newly Eligible Children</b> |                   |                 |
|---|-------------------|-----------------|
| <b>Fiscal Year</b>                              | <b>Enrollment</b> | <b>% Change</b> |
| SFY 2017 Actual                                 | 33,748            | 6.5%            |
| SFY 2018 Actual                                 | 33,706            | -0.1%           |
| SFY 2019 Estimate                               | 32,411            | -3.8%           |
| SFY 2020 Estimate                               | 32,623            | 0.7%            |



TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FEE-FOR-SERVICE  
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AIHP - Newly Eligible Children



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TRADITIONAL FEE-FOR-SERVICE  
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*IHS Facilities Budget Development*

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually on a calendar year basis. The IHS rates are used to calculate the IHS Facility expenditure forecast. The inpatient/outpatient IHS rate changes for CY2018 were 10.09% and 9.21%, respectively.

The weighted inflation factors of 2.66% (Traditional Medicaid) and 2.63% (Newly Eligible Children) were applied to the average PMPM (Per Member Per Month) rate for the final two quarters of SFY 2018 (January – June 2018) starting in January 2019, and again in January 2020, to produce the forecasted PMPM rates for SFY 2019 and SFY 2020, respectively. Expenditures were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2018 IHS rates were released in April 2018, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts.



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| AHHP Facility                 |             |             |                   |                |   |                         |         |                           |  |
|-------------------------------|-------------|-------------|-------------------|----------------|---|-------------------------|---------|---------------------------|--|
| Historical AHHP Payment Rates |             |             | Average Inflation |                | Programmatic Weights for AHHP Inflation |                         |         |                           |  |
| Outpatient/Inpatient          | 2013        | 2014        | % +/-             |                | OP/IP                                   | Program                 | Weights | Weighted Inflation Factor |  |
| Outpatient Rate               | \$ 330.00   | \$ 342.00   | 3.64%             | 2-Year Average | OP                                      | Traditional             | 74.25%  | 5.10%                     |  |
| Inpatient Rate                | \$ 2,272.00 | \$ 2,413.00 | 6.21%             | Outpatient     | IP                                      | Traditional             | 25.75%  | 2.51%                     |  |
|                               |             |             |                   | Inpatient      | Total                                   | Traditional             | 100.00% | 7.61%                     |  |
| Outpatient Rate               | \$ 342.00   | \$ 350.00   | 2.34%             | 3-Year Average | OP                                      | Proposition 204         | 76.49%  | 5.25%                     |  |
| Inpatient Rate                | \$ 2,413.00 | \$ 2,443.00 | 1.24%             | Outpatient     | IP                                      | Proposition 204         | 23.51%  | 2.29%                     |  |
|                               |             |             |                   | Inpatient      | Total                                   | Proposition 204         | 100.00% | 7.54%                     |  |
| Outpatient Rate               | \$ 350.00   | \$ 368.00   | 5.14%             | 4-Year Average | OP                                      | Newly Eligible Children | 89.12%  | 6.12%                     |  |
| Inpatient Rate                | \$ 2,443.00 | \$ 2,655.00 | 8.68%             | Outpatient     | IP                                      | Newly Eligible Children | 10.88%  | 1.06%                     |  |
|                               |             |             |                   | Inpatient      | Total                                   | Newly Eligible Children | 100.00% | 7.18%                     |  |
| Outpatient Rate               | \$ 368.00   | \$ 391.00   | 6.25%             | 5-Year Average | OP                                      | Newly Eligible Adults   | 81.43%  | 5.59%                     |  |
| Inpatient Rate                | \$ 2,655.00 | \$ 2,933.00 | 10.47%            | Outpatient     | IP                                      | Newly Eligible Adults   | 18.57%  | 1.81%                     |  |
|                               |             |             |                   | Inpatient      | Total                                   | Newly Eligible Adults   | 100.00% | 7.40%                     |  |
| Outpatient Rate               | \$ 391.00   | \$ 427.00   | 9.21%             |                | OP                                      | ALTCS-EPD               | 78.81%  | 5.41%                     |  |
| Inpatient Rate                | \$ 2,933.00 | \$ 3,229.00 | 10.09%            |                | IP                                      | ALTCS-EPD               | 21.19%  | 2.06%                     |  |
|                               |             |             |                   |                | Total                                   | ALTCS-EPD               | 100.00% | 7.48%                     |  |



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**AHHP Facility - Expenditures and PMPM**

| SFY 2019     | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | Total/SFY Avg |
|--------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| Expenditures |            |            |            |            |            |            |            |            |            |            |            |            |               |
| Traditional  | 31,595,200 | 39,600,800 | 31,716,700 | 39,717,100 | 31,820,100 | 31,908,800 | 42,728,100 | 34,157,300 | 34,173,400 | 34,170,400 | 42,840,100 | 34,259,300 | 428,687,300   |
| NEC          | 666,100    | 833,000    | 666,700    | 833,700    | 667,200    | 667,500    | 894,700    | 716,000    | 716,300    | 716,600    | 896,200    | 717,200    | 8,991,200     |
| Total        | 32,261,300 | 40,433,800 | 32,383,400 | 40,550,800 | 32,487,300 | 32,576,300 | 43,622,800 | 34,873,300 | 34,889,700 | 34,887,000 | 43,736,300 | 34,976,500 | 437,678,500   |
| PMPM         |            |            |            |            |            |            |            |            |            |            |            |            |               |
| Traditional  | 451.46     | 564.32     | 451.46     | 564.32     | 451.46     | 451.46     | 607.26     | 485.81     | 485.81     | 485.81     | 607.26     | 485.81     | 507.70        |
| NEC          | 246.81     | 308.52     | 246.81     | 308.52     | 246.81     | 246.81     | 330.67     | 264.54     | 264.54     | 264.54     | 330.67     | 264.54     | 276.99        |
| SFY 2020     | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | Total/SFY Avg |
| Expenditures |            |            |            |            |            |            |            |            |            |            |            |            |               |
| Traditional  | 42,892,300 | 34,360,000 | 34,389,700 | 43,044,700 | 34,476,300 | 34,532,300 | 46,244,600 | 36,969,400 | 36,985,800 | 46,223,900 | 37,089,000 | 37,078,800 | 464,286,800   |
| NEC          | 896,900    | 717,800    | 718,100    | 898,000    | 718,700    | 719,000    | 963,700    | 771,300    | 771,600    | 964,900    | 772,200    | 772,600    | 9,684,800     |
| Total        | 43,789,200 | 35,077,800 | 35,107,800 | 43,942,700 | 35,195,000 | 35,251,300 | 47,208,300 | 37,740,700 | 37,757,400 | 47,188,800 | 37,861,200 | 37,851,400 | 473,971,600   |
| PMPM         |            |            |            |            |            |            |            |            |            |            |            |            |               |
| Traditional  | 607.26     | 485.81     | 485.81     | 607.26     | 485.81     | 485.81     | 653.46     | 522.77     | 522.77     | 653.46     | 522.77     | 522.77     | 546.26        |
| NEC          | 330.67     | 264.54     | 264.54     | 330.67     | 264.54     | 264.54     | 354.41     | 283.53     | 283.53     | 354.41     | 283.53     | 283.53     | 296.87        |

*Non-Facility Budget Development*

Based on available resources, medical care is provided either by IHS staff or under contract. However, to ensure equal access to state, local, and federal programs, to which other citizens are entitled (in accordance with Medicaid Payment Policy and the Indian Health Care Act), if IHS is unable to provide the necessary treatment, Medicaid-eligible Native Americans who enroll with AIHP may use non-IHS providers for services. AHCCCS considers the costs associated with these services to be Title XIX Non-Facility claims. CMS reimburses the State for Title XIX non-facility claims at the State's FMAP rate, which for FY 2020 is estimated to be 69.48% for the Traditional Medicaid Services populations, based on the FFIS estimate for FFY2020.



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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 2018 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2019 and 2020 estimates. Inflation factors were estimated by calculating a weighted average of the annualized inflation rates given by appropriate market baskets from *Global Insight's Health-Care Cost Review, First Quarter 2018*. The market baskets were chosen to correspond with claim type information given in PMMIS and are as follows (claim type in parentheses): Hospital and Related Services (Inpatient), Medical Care Services (Outpatient), Physicians Services (Professional), Prescription Drugs (Prescriptions), Dental Services (Dental), CMS Nursing Home All Other Services (LTC). The inflation factors, weights, and programmatic inflation rates are given in the following table:

|  |                              | <b>AHP Non-Facility</b>                   |                                 |                                  |  |                        |                         |                 |                                  |
|--|------------------------------|---|---------------------------------|----------------------------------|--|------------------------|-------------------------|-----------------|----------------------------------|
|  |                              | <b>AHP Non-Facility Inflation Factors</b> |                                 |                                  | <b>AHP Non-Facility Weighted Inflation Rates</b> |                        |                         |                 |                                  |
| <b>Fiscal Year</b>   | <b>Inpatient<sup>1</sup></b> | <b>Outpatient<sup>2</sup></b>             | <b>Professional<sup>3</sup></b> | <b>Prescriptions<sup>4</sup></b> | <b>Dental<sup>5</sup></b>                        | <b>LTC<sup>6</sup></b> | <b>Program</b>          | <b>SFY 2020</b> | <b>Weighted Inflation Factor</b> |
| SFY 2020   | 3.26%                        | 2.90%                                     | 2.95%                           | 2.44%                            | 2.67%  | 3.38%                  | Traditional             | SFY 2020        | 2.97%                            |
| Long Term  | 3.79%                        | 2.63%                                     | 1.67%                           | 2.49%                            | 2.21%  | 3.34%                  | Proposition 204         | Long Term       | 2.66%                            |
|  |                              |   |                                 |                                  |  |                        |                         | SFY 2020        | 2.96%                            |
|  |                              |   |                                 |                                  |  |                        |                         | Long Term       | 2.61%                            |
| <b>Program</b>   | <b>Inpatient</b>             | <b>Outpatient</b>                         | <b>Professional</b>             | <b>Prescriptions</b>             | <b>Dental</b>                                    | <b>LTC</b>             | Newly Eligible Children | SFY 2020        | 2.91%                            |
| Traditional  | 19.55%                       | 56.37%                                    | 20.42%                          | 2.56%                            | 0.64%  | 0.47%                  |                         | Long Term       | 2.63%                            |
| <b>Proposition 204</b>   | <b>Inpatient</b>             | <b>Outpatient</b>                         | <b>Professional</b>             | <b>Prescriptions</b>             | <b>Dental</b>                                    | <b>LTC</b>             | Newly Eligible Adults   | SFY 2020        | 2.93%                            |
| Proposition 204  | 17.12%                       | 55.72%                                    | 22.77%                          | 3.53%                            | 0.02%  | 0.84%                  |                         | Long Term       | 2.68%                            |
| <b>Newly Eligible Children</b>   | <b>Inpatient</b>             | <b>Outpatient</b>                         | <b>Professional</b>             | <b>Prescriptions</b>             | <b>Dental</b>                                    | <b>LTC</b>             | ALTCES-EPD              | SFY 2020        | 3.08%                            |
| Newly Eligible Children  | 9.13%                        | 74.85%                                    | 9.53%                           | 4.18%                            | 2.31%  | 0.00%                  |                         | Long Term       | 2.39%                            |
| <b>Newly Eligible Adults</b>   | <b>Inpatient</b>             | <b>Outpatient</b>                         | <b>Professional</b>             | <b>Prescriptions</b>             | <b>Dental</b>                                    | <b>LTC</b>             |                         | SFY 2020        |                                  |
| Newly Eligible Adults  | 14.82%                       | 65.00%                                    | 12.53%                          | 6.74%                            | 0.03%  | 0.88%                  |                         | Long Term       |                                  |
| <b>ALTCES-EPD</b>  | <b>Inpatient</b>             | <b>Outpatient</b>                         | <b>Professional</b>             | <b>Prescriptions</b>             | <b>Dental</b>                                    | <b>LTC</b>             |                         | SFY 2020        |                                  |
| ALTCES-EPD   | 3.53%                        | 13.14%                                    | 51.60%                          | 1.49%                            | 0.00%  | 30.24%                 |                         | Long Term       |                                  |
|  |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| <b>Notes:</b>  |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 1. Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018. |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.        |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.        |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 4. Prescription rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.         |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.                  |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018. |                              |   |                                 |                                  |  |                        |                         |                 |                                  |
| 7. Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.                         |                              |   |                                 |                                  |  |                        |                         |                 |                                  |



**TRADITIONAL MEDICAID SERVICES  
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The Non-facility SFY2019 and SFY2020 PMPMs and expenditures are depicted in the following table:

| <b>AHP Non-Facility - Expenditures and PMPM</b> |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| SFY   | Jul-18            | Aug-18            | Sep-18            | Oct-18            | Nov-18            | Dec-18            | Jan-19            | Feb-19            | Mar-19            | Apr-19            | May-19            | Jun-19            | Total/SFY Avg      |
| <b>Expenditures</b>                             |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Traditional                                     | 20,084,100        | 25,173,000        | 20,161,300        | 25,918,300        | 20,764,900        | 20,822,800        | 25,911,700        | 20,714,100        | 20,723,900        | 20,722,100        | 25,979,700        | 20,776,000        | 267,751,900        |
| NEC   | 284,800           | 356,100           | 285,000           | 365,800           | 292,800           | 292,900           | 366,300           | 293,100           | 293,300           | 293,400           | 366,900           | 293,600           | 3,784,000          |
| <b>Total</b>                                    | <b>20,368,900</b> | <b>25,529,100</b> | <b>20,446,300</b> | <b>26,284,100</b> | <b>21,057,700</b> | <b>21,115,700</b> | <b>26,278,000</b> | <b>21,007,200</b> | <b>21,017,200</b> | <b>21,015,500</b> | <b>26,346,600</b> | <b>21,069,600</b> | <b>271,535,900</b> |
| <b>PMPM</b>                                     |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Traditional                                     | 286.98            | 358.72            | 286.98            | 368.26            | 294.61            | 294.61            | 368.26            | 294.61            | 294.61            | 294.61            | 368.26            | 294.61            | 317.10             |
| NEC   | 105.52            | 131.90            | 105.52            | 135.37            | 108.30            | 108.30            | 135.37            | 108.30            | 108.30            | 108.30            | 135.37            | 108.30            | 116.57             |
| <b>SFY 2020</b>                                 |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| <b>Expenditures</b>                             |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Traditional                                     | 26,011,300        | 20,837,100        | 20,855,100        | 26,797,900        | 21,463,600        | 21,498,400        | 26,754,500        | 21,388,400        | 21,397,900        | 26,742,500        | 21,457,600        | 21,451,700        | 276,656,000        |
| NEC   | 367,200           | 293,900           | 294,000           | 377,300           | 302,000           | 302,100           | 377,800           | 302,300           | 302,500           | 378,200           | 302,700           | 302,800           | 3,902,800          |
| <b>Total</b>                                    | <b>26,378,500</b> | <b>21,131,000</b> | <b>21,149,100</b> | <b>27,175,200</b> | <b>21,765,600</b> | <b>21,800,500</b> | <b>27,132,300</b> | <b>21,690,700</b> | <b>21,700,400</b> | <b>27,120,700</b> | <b>21,760,300</b> | <b>21,754,500</b> | <b>280,558,800</b> |
| <b>PMPM</b>                                     |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Traditional                                     | 368.26            | 294.61            | 294.61            | 378.05            | 302.44            | 302.44            | 378.05            | 302.44            | 302.44            | 378.05            | 302.44            | 302.44            | 325.50             |
| NEC   | 135.37            | 108.30            | 108.30            | 138.93            | 111.14            | 111.14            | 138.93            | 111.14            | 111.14            | 138.93            | 111.14            | 111.14            | 119.63             |



**TRADITIONAL MEDICAID SERVICES  
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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.

Less than 30-day recipients are those people who receive AHCCCS Acute Care Benefits for less than thirty days from their eligibility determination date. These recipients are not enrolled with a Health Plan. Any services received by these recipients during their eligibility period are paid from the Fee-For-Service budget.

Total Non-IHS expenditures were estimated by calculating the 4-year average (up to and including SFY 2018 actuals) of monthly expenditures, by risk group, and applying the relevant growth rates used in the Traditional member month forecasts. The table below gives the expenditures for SFY 2019 and SFY 2020:

| <b>Non-AIHP - Expenditures</b> |                |                |                |                |                |                |                |                |                |                |                |                |                  |
|--------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|
| SFY 2019                       | Jul-18         | Aug-18         | Sep-18         | Oct-18         | Nov-18         | Dec-18         | Jan-19         | Feb-19         | Mar-19         | Apr-19         | May-19         | Jun-19         | Total/SFY Avg    |
| Expenditures                   |                |                |                |                |                |                |                |                |                |                |                |                |                  |
| Traditional                    | 402,600        | 503,200        | 402,600        | 516,700        | 413,300        | 413,300        | 516,700        | 413,300        | 413,300        | 413,300        | 516,700        | 413,300        | 5,338,300        |
| NEC                            | 3,000          | 3,700          | 3,000          | 3,800          | 3,000          | 3,000          | 3,800          | 3,000          | 3,000          | 3,000          | 3,800          | 3,000          | 39,100           |
| <b>Total</b>                   | <b>405,600</b> | <b>506,900</b> | <b>405,600</b> | <b>520,500</b> | <b>416,300</b> | <b>416,300</b> | <b>520,500</b> | <b>416,300</b> | <b>416,300</b> | <b>416,300</b> | <b>520,500</b> | <b>416,300</b> | <b>5,377,400</b> |
| SFY 2020                       | Jul-19         | Aug-19         | Sep-19         | Oct-19         | Nov-19         | Dec-19         | Jan-20         | Feb-20         | Mar-20         | Apr-20         | May-20         | Jun-20         | Total/SFY Avg    |
| Expenditures                   |                |                |                |                |                |                |                |                |                |                |                |                |                  |
| Traditional                    | 516,700        | 413,300        | 413,300        | 530,400        | 424,300        | 424,300        | 530,400        | 424,300        | 424,300        | 530,400        | 424,300        | 424,300        | 5,480,300        |
| NEC                            | 3,800          | 3,000          | 3,000          | 3,900          | 3,100          | 3,100          | 3,900          | 3,100          | 3,100          | 3,900          | 3,100          | 3,100          | 40,100           |
| <b>Total</b>                   | <b>520,500</b> | <b>416,300</b> | <b>416,300</b> | <b>534,300</b> | <b>427,400</b> | <b>427,400</b> | <b>534,300</b> | <b>427,400</b> | <b>427,400</b> | <b>534,300</b> | <b>427,400</b> | <b>427,400</b> | <b>5,520,400</b> |

**Emergency Services Program (ESP):**



**TRADITIONAL MEDICAID SERVICES** FISCAL YEAR 2020  
**TRADITIONAL FEE-FOR-SERVICE PROGRAM** BUDGET JUSTIFICATION

The Emergency Services Program (ESP) encompasses AHCCCS coverage of services for lawfully admitted immigrants during their first 60 months of residency, as well as undocumented immigrants. AHCCCS recipients enrolled with this program are covered for emergency services only and the claims for their services are paid for on a fee-for-service basis.

The Federal Emergency Services Program (FES) is available to individuals who, except for their citizenship/alien status, meet Federal income and resource eligibility requirements. The program provides emergency services to three general categories: persons not qualified for Medicaid services because they are aliens who entered the U.S. prior to August 22, 1996; qualified aliens who entered after August 22, 1996, but are not yet entitled to full services; and undocumented immigrants. This program only covers emergency services which are defined by the Social Security Act as acute symptoms of sufficient severity that the absence of immediate medical attention could reasonably be expected to result in: 1) placing the patient's health in serious jeopardy, 2) serious impairment to bodily functions, 3) serious dysfunction of any bodily organ or part. Labor and delivery are included as emergency medical services, but not routine prenatal or post-partum care. When certain requirements are met, AHCCCS also considers dialysis as an emergency service. For budgeting purposes, FES covered services are considered to be either birth-related services (births) or other services (other).

For the birth-related expenditure estimates, the total FES birth counts, which are composed of Traditional Medicaid FES births and Proposition 204 FES births, were assumed to remain at current levels following four years of moderate decreases. The annual counts were then adjusted for seasonality based on actual experience over the past 4 years. The total FES births forecast was used to compute the PMPMs for both Traditional Medicaid and Proposition 204. The PMPM for July 2018 through September 2018 was calculated using the actual expenditure and birth counts for the period covering February 2018 through June 2018. The inflation rate used for SFY2019 and SFY2020 inflation rates used was 3.8% based on Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.

The forecasts for other emergency expenditures were computed in a similar fashion to births, by multiplying an estimated PMPM rate by forecasted enrollment. PMPM rates were estimated for the Traditional populations for SFY19 and SFY20 by applying a trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized).

Enrollment was then estimated by applying the monthly growth rates implied by the TANF/SSI member-month forecasts to the relevant emergency services enrollment population. The tables below give the PMPMs, expenditures, and enrollment for both births and other emergency services:



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**FES - Expenditures, Enrollment, PMPM**

| SFY 2019            | Jul-18           | Aug-18           | Sep-18           | Oct-18           | Nov-18           | Dec-18           | Jan-19           | Feb-19           | Mar-19           | Apr-19           | May-19           | Jun-19           | Total/SFY Avg        |
|---------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|----------------------|
| <b>Expenditures</b> |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                      |
| FES Births          | 2,003,100        | 2,838,100        | 2,202,500        | 2,936,900        | 2,024,000        | 2,214,900        | 2,583,100        | 1,826,400        | 1,933,100        | 1,583,700        | 2,183,500        | 1,829,200        | 26,158,500           |
| FES Other           | 1,828,500        | 2,291,800        | 1,835,500        | 2,370,600        | 1,899,200        | 1,904,500        | 2,370,000        | 1,894,600        | 1,895,500        | 1,895,300        | 2,376,200        | 1,900,200        | 24,461,900           |
| <b>Total</b>        | <b>3,831,600</b> | <b>5,129,900</b> | <b>4,038,000</b> | <b>5,307,500</b> | <b>3,923,200</b> | <b>4,119,400</b> | <b>4,953,100</b> | <b>3,721,000</b> | <b>3,828,600</b> | <b>3,479,000</b> | <b>4,559,700</b> | <b>3,729,400</b> | <b>50,620,400</b>    |
| <b>Enrollment</b>   |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                      |
| FES Births          | 522              | 591              | 573              | 593              | 511              | 559              | 522              | 461              | 488              | 400              | 441              | 462              | 6,123                |
| FES Other           | 18,157           | 18,206           | 18,227           | 18,259           | 18,286           | 18,337           | 18,255           | 18,241           | 18,250           | 18,248           | 18,303           | 18,296           | 219,066              |
| <b>Total</b>        | <b>18,678</b>    | <b>18,797</b>    | <b>18,800</b>    | <b>18,853</b>    | <b>18,797</b>    | <b>18,896</b>    | <b>18,777</b>    | <b>18,702</b>    | <b>18,738</b>    | <b>18,648</b>    | <b>18,744</b>    | <b>18,758</b>    | <b>225,188</b>       |
| <b>PMPM</b>         |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                      |
| Traditional         | 3,840.96         | 4,801.20         | 3,840.96         | 4,951.61         | 3,961.29         | 3,961.29         | 4,951.61         | 3,961.29         | 3,961.29         | 3,961.29         | 4,951.61         | 3,961.29         | 4,272.51             |
| NEC                 | 100.71           | 125.88           | 100.71           | 129.83           | 103.86           | 103.86           | 129.83           | 103.86           | 103.86           | 103.86           | 129.83           | 103.86           | 111.67               |
| <b>SFY 2020</b>     | <b>Jul-19</b>    | <b>Aug-19</b>    | <b>Sep-19</b>    | <b>Oct-19</b>    | <b>Nov-19</b>    | <b>Dec-19</b>    | <b>Jan-20</b>    | <b>Feb-20</b>    | <b>Mar-20</b>    | <b>Apr-20</b>    | <b>May-20</b>    | <b>Jun-20</b>    | <b>Total/SFY Avg</b> |
| <b>Expenditures</b> |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                      |
| Traditional         | 2,417,700        | 2,192,300        | 2,126,600        | 2,835,800        | 1,954,400        | 2,138,600        | 2,494,200        | 1,763,500        | 1,866,600        | 1,911,500        | 1,686,700        | 1,766,300        | 25,154,200           |
| NEC                 | 2,379,100        | 1,905,800        | 1,907,500        | 2,462,300        | 1,972,200        | 1,975,400        | 2,458,300        | 1,965,300        | 1,966,100        | 2,457,200        | 1,971,600        | 1,971,100        | 25,391,900           |
| <b>Total</b>        | <b>4,796,800</b> | <b>4,098,100</b> | <b>4,034,100</b> | <b>5,298,100</b> | <b>3,926,600</b> | <b>4,114,000</b> | <b>4,952,500</b> | <b>3,728,800</b> | <b>3,832,700</b> | <b>4,368,700</b> | <b>3,658,300</b> | <b>3,737,400</b> | <b>50,546,100</b>    |
| <b>Enrollment</b>   |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                      |
| FES Births          | 488              | 553              | 537              | 555              | 478              | 523              | 488              | 432              | 457              | 374              | 413              | 432              | 5,732                |
| FES Other           | 18,325           | 18,350           | 18,366           | 18,390           | 18,412           | 18,442           | 18,360           | 18,347           | 18,355           | 18,352           | 18,407           | 18,402           | 220,507              |
| <b>Total</b>        | <b>18,813</b>    | <b>18,903</b>    | <b>18,902</b>    | <b>18,945</b>    | <b>18,890</b>    | <b>18,965</b>    | <b>18,849</b>    | <b>18,779</b>    | <b>18,812</b>    | <b>18,726</b>    | <b>18,819</b>    | <b>18,834</b>    | <b>226,239</b>       |
| <b>PMPM</b>         |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                      |
| Traditional         | 4,951.61         | 3,961.29         | 3,961.29         | 5,106.74         | 4,085.39         | 4,085.39         | 5,106.74         | 4,085.39         | 4,085.39         | 5,106.74         | 4,085.39         | 4,085.39         | 4,388.23             |
| NEC                 | 129.83           | 103.86           | 103.86           | 133.89           | 107.12           | 107.12           | 133.89           | 107.12           | 107.12           | 133.89           | 107.12           | 107.12           | 115.15               |



TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FEE-FOR-SERVICE PROGRAM  
FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**Prior Quarter Coverage:**

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage requires AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services at any time during that period of a type covered by the state plan, and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

*Example:* An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, and March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

If the AHCCCS waiver is approved, prior quarter for all adult populations will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.

**ACA Child Expansion:**

In accordance with provisions outlined in the ACA, beginning January 1, 2014, AHCCCS expanded Medicaid eligibility for children ages 6 to 18. The fee-for-service portion of the child expansion population was developed in a similar fashion to the other risk categories in Traditional Medicaid. The resulting total fee-for-service estimates for the child expansion population are \$14,101,600 Total Fund (100% federally funded) for FY 2019 and \$14,924,200 Total Fund, consisting of \$14,511,300 Federal Fund and \$412,900 General Fund for FY 2020.

**FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018



**TRADITIONAL MEDICAID SERVICES** FISCAL YEAR 2020  
**TRADITIONAL FEE-FOR-SERVICE** BUDGET JUSTIFICATION  
**PROGRAM**

was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$21,035,200 Total Fund, consisting of \$14,968,800 Federal Fund and \$6,066,400 General Fund for FY 2019 and \$21,035,200, consisting of \$14,809,700 Federal Fund and \$6,225,500 General Fund for FY 2020.

**Statutory Authority:**

Section 1905(b) of the Social Security Act, 42 U.S.C.1396d.

Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (a).

Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (c).

Vol. II, P.L. 94-437, §402(c)(d).

Sec 321(a) and 322(b) of the Public Health Service Act (42U.S.C. 248(a) and 249(b)).

Sec 601 of the Indian Health Care Improvement Act (25 U.S.C. 1601).

Arizona Revised Statute (A.R.S.) § 36-2903.01 (J)(2).

§1902(a)(10)(B) of the Social Security Act (the Act) and 42 CFR 440.240.

1905(a)(2)(c) of the Social Security Act Secs.329, 330 or 340 of the Public Health Services (PHS) Act.

Section 6404 of the Omnibus Budget Reconciliation Act of 1989 (P.L. 101-239) amended.

Secs. 1905 (a) and (1) of the Social Security Act.

HCFA State Medicaid Manual, SMM4-4231 section C. Provisions of payment for services provided under the

Balanced Budget Act of 1997 (BBA 97) Section 4712(b), Social Security Act 1902(a)(13)(C)(I),

Arizona State Plan, Section 4.19 (b)(1) and (2).

Section 1902(a)(13)(C)(I) of the Social Security Act.

Section 702 of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA).

Section 1903(v) of the Social Security Act.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FEE FOR SERVICE**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 102,867,292       | 111,376,600           | 105,372,100       | 109,509,600        | (1,867,000)          |
| Subtotal State Match     | 102,867,292       | 111,376,600           | 105,372,100       | 109,509,600        | (1,867,000)          |
| Federal Title XIX        | 649,816,112       | 699,776,400           | 688,317,600       | 729,762,700        | 29,986,300           |
| Subtotal Federal Funding | 649,816,112       | 699,776,400           | 688,317,600       | 729,762,700        | 29,986,300           |
| Grand Total              | 752,683,404       | 811,153,000           | 793,689,700       | 839,272,300        | 28,119,300           |

**Fiscal Year 2020**

|                                  | <u>Total Fund</u>  | <u>Federal Fund</u> | <u>State Match</u> |
|----------------------------------|--------------------|---------------------|--------------------|
| IHS Facilities                   | 464,286,800        | 464,286,800         | 0                  |
| IHS Non-Facility                 | 276,656,000        | 192,443,800         | 84,212,200         |
| Non IHS                          | 5,480,300          | 4,329,600           | 1,150,700          |
| FES Births                       | 25,154,200         | 17,499,400          | 7,654,800          |
| FES Other                        | 25,391,900         | 17,662,900          | 7,729,000          |
| FQHC Reconciliations             | 20,094,000         | 13,961,300          | 6,132,700          |
| Hospital Presumptive Eligibility | 4,000              | 2,800               | 1,200              |
| Prior Quarter                    | 7,280,900          | 5,064,800           | 2,216,100          |
| Child Expansion                  | 14,924,200         | 14,511,300          | 412,900            |
| Total SFY 2020 FFS Exp.          | <u>839,272,300</u> | <u>729,762,700</u>  | <u>109,509,600</u> |
| Total FY 2019 Allocation         | 811,153,000        | 699,776,400         | 111,376,600        |
| Increase (Decrease)              | 28,119,300         | 29,986,300          | (1,867,000)        |

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM**  
**Traditional Medicaid Fee-For-Service Summary**

|   | FY 2018 |             | FY 2019 |             | FY 2020 |             | FY 2020 |             |
|---|---------|-------------|---------|-------------|---------|-------------|---------|-------------|
|   | Actual  | Allocation  | (SM %)  | Rebase      | (SM %)  | Request     | (SM %)  | Increase    |
| <b>IHS Facilities</b>                   | (SM)    | -           |         | -           |         | -           |         | -           |
|   | (TF)    | 397,280,804 |         | 428,142,200 |         | 464,286,800 |         | 36,144,600  |
| <b>IHS Non-Facility</b>                 | (SM)    | 79,159,262  | 30.3%   | 85,707,400  | 30.4%   | 84,212,200  | 30.4%   | (1,495,200) |
|   | (TF)    | 261,523,085 |         | 281,838,600 |         | 276,656,000 |         | (5,182,600) |
| <b>Non IHS</b>                          | (SM)    | 1,106,578   | 21.0%   | 1,198,100   | 21.1%   | 1,150,700   | 21.0%   | (47,400)    |
|   | (TF)    | 5,277,362   |         | 5,687,300   |         | 5,480,300   |         | (207,000)   |
| <b>FES Births</b>                       | (SM)    | 7,830,529   | 30.3%   | 8,478,300   | 30.4%   | 7,891,400   | 30.4%   | (823,500)   |
|   | (TF)    | 25,838,903  |         | 27,846,100  |         | 25,154,200  |         | (2,691,900) |
| <b>FES Other</b>                        | (SM)    | 7,873,453   | 30.3%   | 8,524,800   | 30.4%   | 7,380,200   | 30.4%   | (795,800)   |
|   | (TF)    | 25,997,665  |         | 28,017,200  |         | 25,391,900  |         | (2,625,300) |
| <b>FQHC Reconciliations</b>             | (SM)    | 4,848,062   |         | 5,249,100   |         | 6,066,400   |         | 883,600     |
|   | (TF)    | 16,094,770  |         | 17,345,000  |         | 20,094,000  |         | 2,749,000   |
| <b>Hospital Presumptive Eligibility</b> | (SM)    | 4,265       |         | 4,600       | 30.7%   | 1,200       |         | (3,400)     |
|   | (TF)    | 13,929      |         | 15,000      |         | 4,000       |         | (11,000)    |
| <b>Prior Quarter</b>                    | (SM)    | 2,045,143   | 30.3%   | 2,214,300   | 30.4%   | 2,216,100   | 30.4%   | 1,800       |
|   | (TF)    | 6,758,916   |         | 7,284,000   |         | 7,280,900   |         | (3,100)     |
| <b>Child Expansion</b>                  | (SM)    | -           | 0.0%    | -           | 0.0%    | 412,900     | 2.8%    | 412,900     |
|   | (TF)    | 13,897,968  |         | 14,977,600  |         | 14,924,200  |         | (53,400)    |
| <b>Total Fee-For-Service</b>            | (SM)    | 102,867,292 |         | 111,376,600 |         | 109,509,600 |         | (1,867,000) |
|   | (TF)    | 752,683,404 |         | 811,153,000 |         | 839,272,300 |         | 28,119,300  |

Notes:

- (1) The JLBC provides the Traditional Medicaid Services Appropriation figure and the Fee-for-Service allocation is included in this appropriation. The FY 2019 allocation and line detail was derived by using a percentage of each individual line to the total line of the state fiscal year 2018 actuals.
- (2) FY 2018 Actuals are from PMMIS and will not tie to AFIS due to timing and manual adjustments.
- (3) FES Births/Other expenditures were categorized more accurately in the second half of FY2017, and are assumed to remain accurate in future years.

TOTAL FUND

FY 18 ACTUAL

|                         | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility           | 28,786,679 | 43,667,497 | 31,890,139 | 25,964,591 | 30,918,894 | 30,610,447 | 36,481,231 | 35,664,395 | 34,134,457 | 31,810,295 | 39,166,203 | 28,185,977 | 397,280,804 |
| AHHP Non-Facility       | 19,228,864 | 25,760,353 | 18,804,789 | 19,360,709 | 23,210,525 | 20,009,172 | 23,956,539 | 21,390,079 | 22,993,133 | 20,549,540 | 24,485,728 | 21,773,654 | 261,523,085 |
| Non-AHP                 | 406,305    | 422,382    | 523,188    | 186,727    | 394,090    | 1,046,415  | 278,365    | 260,616    | 270,134    | 253,516    | 701,819    | 533,805    | 5,277,362   |
| Prior Quarter           | 463,843    | 667,370    | 412,449    | 436,946    | 605,842    | 448,821    | 545,360    | 565,253    | 551,162    | 759,577    | 796,912    | 505,381    | 6,758,916   |
| FES Births              | 2,537,635  | 3,816,296  | 1,405,267  | 2,183,021  | 2,370,287  | 2,467,194  | 2,134,852  | 1,856,491  | 1,327,467  | 1,991,369  | 2,106,113  | 1,642,912  | 25,838,903  |
| FES Other               | 2,555,348  | 3,382,131  | 1,071,102  | 1,510,622  | 2,382,661  | 2,017,801  | 2,232,927  | 2,008,568  | 2,428,061  | 2,110,564  | 2,318,245  | 1,979,635  | 25,997,665  |
| Presumptive Eligibility | 607        | -          | 10,333     | 113        | -          | 2,823      | -          | -          | -          | -          | -          | -          | 13,929      |
| FHQC RECON              | 3,020      | 293,446    | -          | -          | -          | 499,407    | 8,775,329  | 6,454,861  | 105,982    | (8,477)    | (28,797)   | -          | 16,094,770  |
| BASE TOTAL              | 53,982,301 | 77,716,029 | 54,410,714 | 49,642,728 | 59,882,300 | 57,099,257 | 74,407,425 | 68,200,262 | 61,810,450 | 57,466,383 | 69,546,222 | 54,621,364 | 738,785,435 |
| AHHP Facility           | 624,555    | 1,004,255  | 938,376    | 632,356    | 783,426    | 657,501    | 726,911    | 791,894    | 686,272    | 707,627    | 799,356    | 579,423    | 8,931,952   |
| AHHP Non-Facility       | 230,428    | 347,786    | 388,786    | 253,275    | 374,054    | 234,058    | 354,153    | 336,406    | 293,534    | 294,956    | 364,972    | 337,128    | 3,809,535   |
| Non-AHP                 | 6,723      | 3,752      | 11,718     | 1,082      | 399        | 381        | 1,593      | 1,202      | 10,564     | 3,022      | 10,564     | 9,344      | 51,025      |
| Prior Quarter           | 13,215     | 62,558     | 21,335     | 18,452     | 22,609     | 24,550     | 38,073     | 18,519     | 26,955     | 24,672     | 47,743     | 32,923     | 351,604     |
| FHQC RECON              | 10         | -          | 13,111     | -          | -          | 2,270      | 455,069    | 264,050    | 1,784      | (368)      | (2,525)    | -          | 753,851     |
| NEC TOTAL               | 874,931    | 1,418,352  | 1,373,326  | 905,165    | 1,180,489  | 939,209    | 1,575,800  | 1,412,071  | 1,019,109  | 1,029,909  | 1,210,791  | 958,817    | 13,897,968  |
| TOTAL                   | 54,857,232 | 79,134,381 | 55,784,040 | 50,547,893 | 61,062,789 | 58,038,466 | 75,983,225 | 69,612,333 | 62,829,559 | 58,496,292 | 70,757,013 | 55,580,181 | 752,683,404 |

FY 19 REBASE

|                         | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility           | 31,595,200 | 39,600,800 | 31,716,700 | 39,717,100 | 31,820,100 | 31,908,800 | 42,728,100 | 34,157,300 | 34,173,400 | 34,170,400 | 42,840,100 | 34,259,300 | 428,687,300 |
| AHHP Non-Facility       | 20,084,100 | 25,173,000 | 20,161,300 | 25,918,300 | 20,764,900 | 20,822,800 | 25,911,700 | 20,773,900 | 20,723,900 | 20,722,100 | 25,979,700 | 20,776,000 | 267,751,900 |
| Non-AHP                 | 402,600    | 503,200    | 402,600    | 516,700    | 413,300    | 413,300    | 516,700    | 413,300    | 413,300    | 413,300    | 516,700    | 413,300    | 5,338,300   |
| Prior Quarter           | 534,900    | 668,600    | 534,900    | 686,400    | 549,100    | 549,100    | 686,400    | 549,100    | 549,100    | 549,100    | 686,400    | 549,100    | 7,092,200   |
| FES Births              | 2,003,100  | 2,838,100  | 2,202,500  | 2,936,900  | 2,024,000  | 2,214,900  | 2,583,100  | 1,826,400  | 1,933,100  | 1,583,700  | 2,158,500  | 1,829,200  | 26,158,500  |
| FES Other               | 1,828,500  | 2,291,800  | 1,835,500  | 2,370,600  | 1,899,200  | 1,904,500  | 2,370,000  | 1,894,600  | 1,895,500  | 1,895,300  | 2,376,200  | 1,900,200  | 24,461,900  |
| Presumptive Eligibility | 300        | 400        | 300        | 400        | 300        | 300        | 400        | 300        | 300        | 300        | 400        | 300        | 4,000       |
| FHQC RECON              | -          | -          | -          | -          | -          | -          | 20,094,000 | -          | -          | -          | -          | -          | 20,094,000  |
| BASE TOTAL              | 56,448,700 | 71,075,900 | 56,853,800 | 72,146,400 | 57,470,900 | 57,813,700 | 94,890,400 | 59,555,100 | 59,688,600 | 59,334,200 | 74,583,000 | 59,727,400 | 779,588,100 |
| AHHP Facility           | 666,100    | 833,000    | 666,700    | 833,700    | 667,200    | 667,500    | 894,700    | 716,000    | 716,300    | 716,600    | 896,200    | 717,200    | 8,991,200   |
| AHHP Non-Facility       | 284,800    | 356,100    | 285,000    | 365,800    | 292,800    | 292,900    | 366,300    | 293,100    | 293,300    | 293,400    | 366,900    | 293,600    | 3,784,000   |
| Non-AHP                 | 3,000      | 3,700      | 3,000      | 3,800      | 3,000      | 3,000      | 3,800      | 3,000      | 3,000      | 3,000      | 3,800      | 3,000      | 39,100      |
| Prior Quarter           | 26,100     | 32,600     | 26,100     | 33,500     | 26,800     | 26,800     | 33,500     | 26,800     | 26,800     | 26,800     | 33,500     | 26,800     | 346,100     |
| FHQC RECON              | -          | -          | -          | -          | -          | -          | 941,200    | -          | -          | -          | -          | -          | 941,200     |
| NEC TOTAL               | 980,000    | 1,225,400  | 980,800    | 1,236,800  | 989,800    | 990,200    | 2,239,500  | 1,038,900  | 1,039,400  | 1,039,800  | 1,300,400  | 1,040,600  | 14,101,600  |
| TOTAL                   | 57,428,700 | 72,301,300 | 57,834,600 | 73,383,200 | 58,460,700 | 58,803,900 | 97,129,900 | 60,594,000 | 60,728,000 | 60,374,000 | 75,883,400 | 60,768,000 | 793,689,700 |

FY 20 REQUEST

|                         | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20      | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|-------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility           | 42,892,300 | 34,360,000 | 34,389,700 | 43,044,700 | 34,476,300 | 34,532,300 | 46,244,600  | 36,969,400 | 36,985,800 | 46,223,900 | 37,089,000 | 37,078,800 | 464,286,800 |
| AHHP Non-Facility       | 26,011,300 | 20,837,100 | 20,855,100 | 26,797,900 | 21,463,600 | 21,498,400 | 26,754,500  | 21,398,400 | 21,397,900 | 26,742,500 | 21,457,600 | 21,451,700 | 276,656,000 |
| Non-AHP                 | 516,700    | 413,300    | 413,300    | 530,400    | 424,300    | 424,300    | 530,400     | 424,300    | 424,300    | 530,400    | 424,300    | 424,300    | 5,480,300   |
| Prior Quarter           | 686,400    | 549,100    | 549,100    | 704,700    | 563,700    | 563,700    | 704,700     | 563,700    | 563,700    | 704,700    | 563,700    | 563,700    | 7,280,900   |
| FES Births              | 2,417,700  | 2,192,300  | 2,126,600  | 2,835,800  | 1,954,400  | 2,138,600  | 2,494,200   | 1,763,500  | 1,866,600  | 1,911,500  | 1,686,700  | 1,766,300  | 25,154,200  |
| FES Other               | 2,379,100  | 1,905,800  | 1,907,500  | 2,462,300  | 1,972,200  | 1,975,400  | 2,458,300   | 1,965,300  | 1,966,100  | 2,457,200  | 1,971,600  | 1,971,100  | 25,391,900  |
| Presumptive Eligibility | 400        | 300        | 300        | 400        | 300        | 300        | 400         | 300        | 300        | 400        | 300        | 300        | 4,000       |
| FHQC RECON              | -          | -          | -          | -          | -          | -          | 20,094,000  | -          | -          | -          | -          | -          | 20,094,000  |
| BASE TOTAL              | 74,903,900 | 60,257,900 | 60,241,600 | 76,376,200 | 60,854,800 | 61,133,000 | 99,281,100  | 63,074,900 | 63,204,700 | 78,570,600 | 63,193,200 | 63,256,200 | 824,348,100 |
| AHHP Facility           | 896,900    | 717,800    | 718,100    | 898,000    | 718,700    | 719,000    | 963,700     | 771,300    | 771,600    | 964,900    | 772,200    | 772,600    | 9,684,800   |
| AHHP Non-Facility       | 367,200    | 293,900    | 294,000    | 377,300    | 302,000    | 302,100    | 377,800     | 302,300    | 302,500    | 378,200    | 302,700    | 302,800    | 3,902,800   |
| Non-AHP                 | 3,800      | 3,000      | 3,000      | 3,900      | 3,100      | 3,100      | 3,900       | 3,100      | 3,100      | 3,900      | 3,100      | 3,100      | 40,100      |
| Prior Quarter           | 33,500     | 26,800     | 26,800     | 34,400     | 27,500     | 27,500     | 34,400      | 27,500     | 27,500     | 34,400     | 27,500     | 27,500     | 355,300     |
| FHQC RECON              | 1,301,400  | 1,041,500  | 1,041,900  | 1,313,600  | 1,051,300  | 1,051,700  | 1,321,000   | 1,104,200  | 1,104,700  | 1,381,400  | 1,105,500  | 1,106,000  | 14,924,200  |
| NEC TOTAL               | 76,205,300 | 61,299,400 | 61,283,500 | 77,689,800 | 61,906,100 | 62,184,700 | 101,602,100 | 64,179,100 | 64,309,400 | 79,952,000 | 64,298,700 | 64,362,200 | 839,272,300 |

## TRADITIONAL FEE-FOR-SERVICE EXPENDITURES

## FEDERAL FUND

## FY 18 ACTUAL

|                         | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHP Facility            | 28,786,679 | 43,667,497 | 31,890,139 | 25,964,591 | 30,918,894 | 30,610,447 | 36,481,231 | 35,664,395 | 34,134,457 | 31,810,295 | 39,166,203 | 28,185,977 | 397,280,804 |
| AHP Non-Facility        | 13,314,066 | 17,836,468 | 13,020,436 | 13,531,199 | 16,221,836 | 13,984,410 | 16,743,225 | 14,949,526 | 16,069,901 | 14,362,073 | 17,113,075 | 15,217,607 | 182,363,823 |
| Non-AHP                 | 343,644    | 328,409    | 388,567    | 150,639    | 331,209    | 775,982    | 231,170    | 226,254    | 224,686    | 209,041    | 548,233    | 412,950    | 4,170,784   |
| Prior Quarter           | 321,165    | 462,087    | 285,580    | 305,382    | 423,423    | 313,681    | 381,152    | 395,055    | 385,207    | 530,869    | 556,962    | 353,211    | 4,713,773   |
| FES Births              | 1,757,058  | 2,642,403  | 973,007    | 1,525,714  | 1,656,593  | 1,724,322  | 1,492,048  | 1,297,502  | 927,767    | 1,391,767  | 1,471,962  | 1,148,231  | 18,008,375  |
| FES Other               | 1,769,323  | 2,341,788  | 741,631    | 1,055,773  | 1,665,242  | 1,410,241  | 1,560,592  | 1,403,788  | 1,696,972  | 1,475,073  | 1,620,221  | 1,383,567  | 18,124,121  |
| Presumptive Eligibility | 420        | -          | 7,154      | 79         | -          | -          | 1,973      | -          | -          | -          | -          | -          | 9,664       |
| FQHC RECON              | 2,091      | -          | 203,182    | -          | -          | 349,035    | 6,133,077  | -          | 74,071     | (5,925)    | (20,126)   | -          | 11,246,708  |
| BASE TOTAL              | 46,294,446 | 67,278,653 | 47,509,697 | 42,533,377 | 51,217,198 | 49,168,119 | 63,024,469 | 58,447,822 | 53,513,098 | 49,773,194 | 60,456,530 | 46,701,542 | 635,918,143 |
| AHP Facility            | 624,555    | 1,004,255  | 938,376    | 632,356    | 783,426    | 657,501    | 726,911    | 791,894    | 686,272    | 707,627    | 799,356    | 579,423    | 8,931,952   |
| AHP Non-Facility        | 230,428    | 347,786    | 388,786    | 253,275    | 374,054    | 234,058    | 354,153    | 336,406    | 293,534    | 302,722    | 364,972    | 337,128    | 3,809,535   |
| Non-AHP                 | 6,723      | 3,752      | 11,718     | 1,082      | 399        | 381        | 1,593      | 1,202      | 10,564     | 3,022      | 5,1025     | 9,344      | 51,025      |
| Prior Quarter           | 13,215     | 62,558     | 21,335     | 18,452     | 22,609     | 24,550     | 38,073     | 18,519     | 26,955     | 24,672     | 47,743     | 32,923     | 351,604     |
| FQHC RECON              | 10         | -          | 13,111     | -          | -          | 22,720     | 455,069    | 264,050    | 1,784      | (368)      | (2,525)    | -          | 753,851     |
| NEC TOTAL               | 874,931    | 1,418,352  | 1,373,326  | 905,165    | 1,180,489  | 939,209    | 1,575,800  | 1,412,071  | 1,019,109  | 1,029,909  | 1,210,791  | 958,817    | 13,897,968  |
| TOTAL                   | 47,169,376 | 68,697,004 | 48,883,022 | 43,438,542 | 52,397,686 | 50,107,328 | 64,600,269 | 59,859,893 | 54,532,208 | 50,803,103 | 61,667,321 | 47,660,359 | 649,816,112 |

## FY 19 REBASE

|                         | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHP Facility            | 31,595,200 | 39,600,800 | 31,716,700 | 39,717,100 | 31,820,100 | 31,908,800 | 42,728,100 | 34,157,300 | 34,173,400 | 34,170,400 | 42,840,100 | 34,259,300 | 428,687,300 |
| AHP Non-Facility        | 14,036,800 | 17,593,400 | 14,090,700 | 18,093,600 | 14,496,000 | 14,536,400 | 18,089,500 | 14,460,500 | 14,467,300 | 14,466,100 | 18,136,400 | 14,503,700 | 186,969,900 |
| Non-AHP                 | 319,000    | 398,800    | 319,000    | 409,100    | 327,200    | 327,200    | 409,100    | 327,200    | 327,200    | 327,200    | 479,200    | 327,200    | 4,227,300   |
| Prior Quarter           | 373,800    | 467,300    | 373,800    | 479,200    | 383,300    | 383,300    | 479,200    | 383,300    | 383,300    | 383,300    | 479,200    | 383,300    | 4,952,300   |
| FES Births              | 1,400,000  | 1,983,600  | 1,539,300  | 2,050,300  | 1,413,000  | 1,546,200  | 1,803,300  | 1,275,000  | 1,349,500  | 1,105,600  | 1,524,300  | 1,277,000  | 18,267,100  |
| FES Other               | 1,278,000  | 1,601,800  | 1,282,900  | 1,654,900  | 1,325,800  | 1,329,500  | 1,654,500  | 1,322,600  | 1,323,200  | 1,323,100  | 1,658,800  | 1,326,600  | 17,081,700  |
| Presumptive Eligibility | 200        | 300        | 200        | 300        | 200        | 200        | 200        | 200        | 200        | 200        | 300        | 200        | 2,800       |
| FQHC RECON              | -          | -          | -          | -          | -          | -          | 14,027,600 | -          | -          | -          | -          | -          | 14,027,600  |
| BASE TOTAL              | 49,003,000 | 61,646,000 | 49,322,600 | 62,404,500 | 49,765,600 | 50,031,600 | 79,191,100 | 51,926,100 | 52,024,100 | 51,775,900 | 65,048,200 | 52,077,300 | 674,216,000 |
| AHP Facility            | 666,100    | 833,000    | 666,700    | 833,700    | 667,200    | 667,500    | 894,700    | 716,000    | 716,300    | 716,600    | 896,200    | 717,200    | 8,991,200   |
| AHP Non-Facility        | 284,800    | 356,100    | 285,000    | 365,800    | 292,800    | 292,900    | 366,300    | 293,100    | 293,300    | 293,400    | 366,900    | 293,600    | 3,784,000   |
| Non-AHP                 | 3,000      | 3,700      | 3,000      | 3,800      | 3,000      | 3,000      | 3,800      | 3,000      | 3,000      | 3,000      | 3,800      | 3,000      | 39,100      |
| Prior Quarter           | 26,100     | 32,600     | 26,100     | 33,500     | 26,800     | 26,800     | 33,500     | 26,800     | 26,800     | 26,800     | 33,500     | 26,800     | 346,100     |
| FQHC RECON              | -          | -          | -          | -          | -          | -          | 941,200    | -          | -          | -          | -          | -          | 941,200     |
| NEC TOTAL               | 980,000    | 1,225,400  | 980,800    | 1,236,800  | 989,800    | 990,200    | 2,239,500  | 1,038,900  | 1,039,400  | 1,039,800  | 1,300,400  | 1,040,600  | 14,101,600  |
| TOTAL                   | 49,983,000 | 62,871,400 | 50,303,400 | 63,641,300 | 50,755,400 | 51,021,800 | 81,430,600 | 52,965,000 | 53,063,500 | 52,815,700 | 66,348,600 | 53,117,900 | 688,317,600 |

## FY 20 REQUEST

|                         | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|-------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHP Facility            | 42,892,300 | 34,360,000 | 34,389,700 | 43,044,700 | 34,476,300 | 34,532,300 | 46,244,600 | 36,969,400 | 36,985,800 | 46,223,900 | 37,089,000 | 37,078,800 | 464,286,800 |
| AHP Non-Facility        | 18,158,500 | 14,546,400 | 14,558,900 | 18,619,200 | 14,912,900 | 14,937,100 | 18,589,000 | 14,860,600 | 14,867,200 | 18,580,700 | 14,908,700 | 14,904,600 | 192,443,800 |
| Non-AHP                 | 409,100    | 327,200    | 327,200    | 418,700    | 335,000    | 335,000    | 418,700    | 335,000    | 335,000    | 418,700    | 335,000    | 335,000    | 4,329,600   |
| Prior Quarter           | 479,200    | 383,300    | 383,300    | 489,600    | 391,700    | 391,700    | 489,600    | 391,700    | 391,700    | 489,600    | 391,700    | 391,700    | 5,064,800   |
| FES Births              | 1,687,800  | 1,530,500  | 1,484,600  | 1,970,300  | 1,357,900  | 1,485,900  | 1,733,000  | 1,225,300  | 1,296,900  | 1,328,100  | 1,171,900  | 1,227,200  | 17,499,400  |
| FES Other               | 1,660,800  | 1,330,500  | 1,331,600  | 1,710,800  | 1,370,300  | 1,372,500  | 1,708,100  | 1,365,500  | 1,366,100  | 1,707,300  | 1,369,900  | 1,369,500  | 17,662,900  |
| Presumptive Eligibility | 300        | 200        | 200        | 300        | 200        | 200        | 300        | 200        | 200        | 300        | 200        | 200        | 2,800       |
| FQHC RECON              | -          | -          | -          | -          | -          | -          | 13,961,300 | -          | -          | -          | -          | -          | 13,961,300  |
| BASE TOTAL              | 65,288,000 | 52,478,100 | 52,475,500 | 66,253,600 | 52,844,300 | 53,054,700 | 83,144,600 | 55,147,700 | 55,242,900 | 68,748,600 | 55,266,400 | 55,307,000 | 715,251,400 |
| AHP Facility            | 896,900    | 717,800    | 718,100    | 898,000    | 718,700    | 719,000    | 963,700    | 771,300    | 771,600    | 964,900    | 772,200    | 772,600    | 9,684,800   |
| AHP Non-Facility        | 367,200    | 293,900    | 294,000    | 340,100    | 272,200    | 272,300    | 340,500    | 272,200    | 272,600    | 340,900    | 272,900    | 273,000    | 3,612,100   |
| Non-AHP                 | 3,800      | 3,000      | 3,000      | 3,500      | 2,800      | 2,800      | 3,500      | 2,800      | 2,800      | 3,500      | 2,800      | 2,800      | 37,100      |
| Prior Quarter           | 33,500     | 26,800     | 26,800     | 31,000     | 24,800     | 24,800     | 31,000     | 24,800     | 24,800     | 31,000     | 24,800     | 24,800     | 328,900     |
| FQHC RECON              | -          | -          | -          | -          | -          | -          | 848,400    | -          | -          | -          | -          | -          | 848,400     |
| NEC TOTAL               | 1,301,400  | 1,041,500  | 1,041,900  | 1,272,600  | 1,018,500  | 1,018,900  | 2,187,100  | 1,071,400  | 1,071,800  | 2,187,100  | 1,072,700  | 1,073,200  | 14,511,300  |
| TOTAL                   | 66,589,400 | 53,519,600 | 53,517,400 | 67,526,200 | 53,862,800 | 54,073,600 | 85,331,700 | 56,219,100 | 56,314,700 | 70,088,900 | 56,339,100 | 56,380,200 | 729,762,700 |

STATE FUND

FY 18 ACTUAL

|                         | Jul-17    | Aug-17     | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|-------------------------|-----------|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AHHP Facility           | 5,914,799 | 7,923,885  | 5,784,353 | 5,829,509 | 6,988,689 | 6,024,762 | 7,213,314 | 6,440,553 | 6,923,232 | 6,187,466 | 7,372,653 | 6,556,047 | 79,159,262 |
| AHHP Non-Facility       | 62,661    | 93,972     | 134,621   | 36,088    | 62,881    | 270,433   | 47,195    | 34,361    | 45,448    | 44,475    | 153,586   | 120,856   | 1,106,578  |
| Non-AHHP                | 142,678   | 205,283    | 126,869   | 131,565   | 182,419   | 135,140   | 164,208   | 170,198   | 165,955   | 228,709   | 239,950   | 152,170   | 2,045,143  |
| Prior Quarter           | 780,576   | 1,173,893  | 432,260   | 657,308   | 713,693   | 742,872   | 642,804   | 558,989   | 399,700   | 599,601   | 634,151   | 494,681   | 7,830,529  |
| FES Births              | 786,025   | 1,040,344  | 329,471   | 454,848   | 717,419   | 607,560   | 672,334   | 604,780   | 731,089   | 635,491   | 698,023   | 596,068   | 7,873,453  |
| FES Other               | 187       | 3,178      | 34        | 34        | -         | -         | 850       | -         | 16        | -         | -         | -         | 4,265      |
| Presumptive Eligibility | 929       | -          | 90,264    | -         | -         | 150,371   | 2,642,251 | 1,943,559 | 31,911    | (2,552)   | (8,671)   | -         | 4,848,062  |
| FQHC RECON              | 7,686,926 | 10,437,376 | 6,810,753 | 7,109,351 | 8,665,102 | 7,780,767 | 8,740,705 | 7,808,881 | 8,265,441 | 7,695,742 | 9,098,363 | 7,919,822 | 98,019,230 |
| BASE TOTAL              | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AHHP Facility           | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AHHP Non-Facility       | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Non-AHHP                | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Prior Quarter           | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON              | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| NEC TOTAL               | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL                   | 7,686,926 | 10,437,376 | 6,810,753 | 7,109,351 | 8,665,102 | 7,780,767 | 8,740,705 | 7,808,881 | 8,265,441 | 7,695,742 | 9,098,363 | 7,919,822 | 98,019,230 |

FY 19 REBASE

|                         | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|-------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AHHP Facility           | 6,047,300 | 7,579,600 | 6,070,600 | 7,824,700 | 6,268,900 | 6,286,400 | 7,822,700 | 6,253,600 | 6,256,600 | 6,256,000 | 7,843,300 | 6,272,300 | 80,782,000 |
| AHHP Non-Facility       | 83,600    | 104,400   | 83,600    | 107,600   | 86,100    | 86,100    | 107,600   | 86,100    | 86,100    | 86,100    | 107,600   | 86,100    | 1,111,000  |
| Non-AHHP                | 161,100   | 201,300   | 161,100   | 207,200   | 165,800   | 165,800   | 207,200   | 165,800   | 165,800   | 165,800   | 207,200   | 165,800   | 2,139,900  |
| Prior Quarter           | 603,100   | 854,500   | 663,200   | 886,600   | 611,000   | 668,700   | 779,800   | 551,400   | 583,600   | 478,100   | 659,200   | 552,200   | 7,891,400  |
| FES Births              | 550,500   | 690,000   | 552,600   | 715,700   | 573,400   | 575,000   | 715,500   | 572,000   | 572,300   | 572,200   | 717,400   | 573,600   | 7,380,200  |
| FES Other               | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 1,200      |
| Presumptive Eligibility | -         | -         | -         | -         | -         | -         | 6,066,400 | 100       | 100       | 100       | 100       | 100       | 6,066,400  |
| FQHC RECON              | 7,445,700 | 9,429,900 | 7,531,200 | 9,741,900 | 7,705,300 | 7,782,100 | 9,632,900 | 7,629,000 | 7,664,500 | 7,558,300 | 9,534,800 | 7,650,100 | 99,305,700 |
| BASE TOTAL              | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AHHP Facility           | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AHHP Non-Facility       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Non-AHHP                | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Prior Quarter           | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON              | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| NEC TOTAL               | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL                   | 7,445,700 | 9,429,900 | 7,531,200 | 9,741,900 | 7,705,300 | 7,782,100 | 9,632,900 | 7,629,000 | 7,664,500 | 7,558,300 | 9,534,800 | 7,650,100 | 99,305,700 |

FY 20 REQUEST

|                         | Jul-19    | Aug-19    | Sep-19    | Oct-19     | Nov-19    | Dec-19    | Jan-20     | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL       |
|-------------------------|-----------|-----------|-----------|------------|-----------|-----------|------------|-----------|-----------|-----------|-----------|-----------|-------------|
| AHHP Facility           | 7,852,800 | 6,290,700 | 6,296,200 | 8,178,700  | 6,550,700 | 6,561,300 | 8,165,500  | 6,527,800 | 6,530,700 | 8,161,800 | 6,548,900 | 6,547,100 | 84,212,200  |
| AHHP Non-Facility       | 107,600   | 86,100    | 86,100    | 111,700    | 89,300    | 89,300    | 111,700    | 89,300    | 89,300    | 111,700   | 89,300    | 89,300    | 1,150,700   |
| Non-AHHP                | 207,200   | 165,800   | 165,800   | 215,100    | 172,000   | 172,000   | 215,100    | 172,000   | 172,000   | 215,100   | 172,000   | 172,000   | 2,216,100   |
| Prior Quarter           | 729,900   | 661,800   | 642,000   | 865,500    | 596,500   | 652,700   | 761,200    | 583,200   | 583,600   | 514,800   | 514,800   | 539,100   | 7,654,800   |
| FES Births              | 718,300   | 575,300   | 575,900   | 751,500    | 601,900   | 602,900   | 750,200    | 599,800   | 600,000   | 749,900   | 601,700   | 601,600   | 7,729,000   |
| FES Other               | 100       | 100       | 100       | 100        | 100       | 100       | 100        | 100       | 100       | 100       | 100       | 100       | 1,200       |
| Presumptive Eligibility | -         | -         | -         | -          | -         | -         | 6,132,700  | 100       | 100       | 100       | 100       | 100       | 6,132,700   |
| FQHC RECON              | 9,615,900 | 7,779,800 | 7,766,100 | 10,122,600 | 8,010,500 | 8,078,300 | 10,003,800 | 7,927,200 | 7,961,800 | 9,822,000 | 7,926,800 | 7,949,200 | 102,964,000 |
| BASE TOTAL              | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| AHHP Facility           | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| AHHP Non-Facility       | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| Non-AHHP                | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| Prior Quarter           | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| FQHC RECON              | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| NEC TOTAL               | -         | -         | -         | -          | -         | -         | -          | -         | -         | -         | -         | -         | -           |
| TOTAL                   | 9,615,900 | 7,779,800 | 7,766,100 | 10,163,600 | 8,043,300 | 8,111,100 | 10,137,700 | 7,960,000 | 7,994,700 | 9,863,100 | 7,959,600 | 7,982,000 | 103,376,900 |

ENROLLMENT

FY 18 ACTUAL

|                         | Jul-17  | Aug-17  | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|-------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AHP Facility            | 72,290  | 72,322  | 72,217  | 72,168  | 72,081  | 71,696  | 71,132  | 70,012  | 69,554  | 69,722  | 69,817  | 69,822  | 852,833   |
| AHP Non-Facility        | 72,290  | 72,322  | 72,217  | 72,168  | 72,081  | 71,696  | 71,132  | 70,012  | 69,554  | 69,722  | 69,817  | 69,822  | 852,833   |
| Non-AHP                 | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births              | 561     | 623     | 584     | 583     | 515     | 534     | 484     | 438     | 506     | 393     | 471     | 421     | 6,113     |
| FES Other               | 21,131  | 20,951  | 20,733  | 20,480  | 20,447  | 20,193  | 19,846  | 19,059  | 18,733  | 18,666  | 18,387  | 18,243  | 236,869   |
| Presumptive Eligibility | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FOHC RECON              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| BASE TOTAL              | 166,272 | 166,218 | 165,751 | 165,399 | 165,124 | 164,119 | 162,594 | 159,521 | 158,347 | 158,503 | 158,492 | 158,308 | 1,948,648 |
| AHP Facility            | 2,905   | 2,976   | 2,959   | 2,969   | 2,966   | 2,881   | 2,797   | 2,647   | 2,661   | 2,665   | 2,619   | 2,661   | 33,706    |
| AHP Non-Facility        | 2,905   | 2,976   | 2,959   | 2,969   | 2,966   | 2,881   | 2,797   | 2,647   | 2,661   | 2,665   | 2,619   | 2,661   | 33,706    |
| Non-AHP                 | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FOHC RECON              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| NEC TOTAL               | 5,810   | 5,952   | 5,918   | 5,938   | 5,932   | 5,762   | 5,594   | 5,294   | 5,322   | 5,330   | 5,238   | 5,322   | 67,412    |
| TOTAL                   | 172,082 | 172,170 | 171,669 | 171,337 | 171,056 | 169,881 | 168,188 | 164,815 | 163,669 | 163,833 | 163,730 | 163,630 | 2,016,060 |

FY 19 REBASE

|                         | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|-------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AHP Facility            | 69,985  | 70,174  | 70,254  | 70,380  | 70,483  | 70,679  | 70,362  | 70,311  | 70,344  | 70,337  | 70,547  | 70,520  | 844,376   |
| AHP Non-Facility        | 69,985  | 70,174  | 70,254  | 70,380  | 70,483  | 70,679  | 70,362  | 70,311  | 70,344  | 70,337  | 70,547  | 70,520  | 844,376   |
| Non-AHP                 | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births              | 522     | 591     | 573     | 593     | 511     | 559     | 522     | 461     | 488     | 400     | 441     | 462     | 6,123     |
| FES Other               | 18,157  | 18,206  | 18,227  | 18,259  | 18,286  | 18,337  | 18,255  | 18,241  | 18,250  | 18,248  | 18,303  | 18,296  | 219,066   |
| Presumptive Eligibility | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FOHC RECON              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| BASE TOTAL              | 158,648 | 159,145 | 159,308 | 159,613 | 159,763 | 160,255 | 159,501 | 159,324 | 159,425 | 159,323 | 159,837 | 159,799 | 1,913,939 |
| AHP Facility            | 2,699   | 2,700   | 2,701   | 2,702   | 2,703   | 2,704   | 2,706   | 2,707   | 2,708   | 2,709   | 2,710   | 2,711   | 32,461    |
| AHP Non-Facility        | 2,699   | 2,700   | 2,701   | 2,702   | 2,703   | 2,704   | 2,706   | 2,707   | 2,708   | 2,709   | 2,710   | 2,711   | 32,461    |
| Non-AHP                 | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FOHC RECON              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| NEC TOTAL               | 5,398   | 5,400   | 5,402   | 5,404   | 5,407   | 5,409   | 5,411   | 5,413   | 5,416   | 5,418   | 5,420   | 5,422   | 64,921    |
| TOTAL                   | 164,046 | 164,545 | 164,710 | 165,017 | 165,169 | 165,664 | 164,912 | 164,737 | 164,841 | 164,741 | 165,257 | 165,221 | 1,978,861 |

FY 20 REQUEST

|                         | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|-------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AHP Facility            | 70,633  | 70,728  | 70,789  | 70,884  | 70,967  | 71,082  | 70,769  | 70,718  | 70,750  | 70,737  | 70,947  | 70,928  | 849,931   |
| AHP Non-Facility        | 70,633  | 70,728  | 70,789  | 70,884  | 70,967  | 71,082  | 70,769  | 70,718  | 70,750  | 70,737  | 70,947  | 70,928  | 849,931   |
| Non-AHP                 | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births              | 488     | 553     | 537     | 555     | 478     | 523     | 488     | 432     | 457     | 374     | 413     | 432     | 5,732     |
| FES Other               | 18,325  | 18,350  | 18,366  | 18,390  | 18,412  | 18,442  | 18,360  | 18,347  | 18,355  | 18,352  | 18,407  | 18,402  | 220,507   |
| Presumptive Eligibility | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FOHC RECON              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| BASE TOTAL              | 160,079 | 160,359 | 160,480 | 160,713 | 160,824 | 161,130 | 160,386 | 160,216 | 160,312 | 160,201 | 160,714 | 160,690 | 1,926,102 |
| AHP Facility            | 2,712   | 2,714   | 2,715   | 2,716   | 2,717   | 2,718   | 2,719   | 2,720   | 2,721   | 2,723   | 2,724   | 2,725   | 32,623    |
| AHP Non-Facility        | 2,712   | 2,714   | 2,715   | 2,716   | 2,717   | 2,718   | 2,719   | 2,720   | 2,721   | 2,723   | 2,724   | 2,725   | 32,623    |
| Non-AHP                 | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FOHC RECON              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| NEC TOTAL               | 5,425   | 5,427   | 5,429   | 5,432   | 5,434   | 5,436   | 5,438   | 5,441   | 5,443   | 5,445   | 5,447   | 5,450   | 65,246    |
| TOTAL                   | 165,503 | 165,786 | 165,909 | 166,144 | 166,258 | 166,566 | 165,825 | 165,656 | 165,755 | 165,646 | 166,161 | 166,139 | 1,991,348 |

PMPM

FY 18 ACTUAL

|                         | Jul-17   | Aug-17   | Sep-17   | Oct-17   | Nov-17   | Dec-17   | Jan-18   | Feb-18   | Mar-18   | Apr-18   | May-18   | Jun-18   | SFY Average |
|-------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| AHHP Facility           | 398.21   | 603.79   | 441.59   | 359.78   | 428.95   | 426.95   | 512.87   | 509.40   | 490.76   | 456.24   | 560.98   | 403.68   | 465.84      |
| AHHP Non-Facility       | 266.00   | 356.19   | 260.39   | 268.27   | 322.01   | 279.08   | 336.79   | 305.52   | 330.58   | 294.74   | 350.71   | 311.85   | 306.65      |
| Non-AHHP                |          |          |          |          |          |          |          |          |          |          |          |          |             |
| Prior Quarter           |          |          | 2,406.28 | 3,744.46 | 4,602.50 | 4,620.21 | 4,410.85 | 4,238.56 | 2,623.45 | 5,067.10 | 4,471.58 | 3,902.40 | 4,226.88    |
| FES Births              | 4,523.41 | 6,125.68 | 51.66    | 73.76    | 116.53   | 99.93    | 112.51   | 105.39   | 129.61   | 113.07   | 126.08   | 108.51   | 109.76      |
| FES Other               | 120.93   | 161.43   |          |          |          |          |          |          |          |          |          |          |             |
| Presumptive Eligibility |          |          |          |          |          |          |          |          |          |          |          |          |             |
| FOHC RECON              |          |          |          |          |          |          |          |          |          |          |          |          |             |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AHHP Facility     | 214.99 | 337.45 | 317.13 | 212.99 | 264.14 | 228.22 | 259.89 | 299.17 | 257.90 | 265.53 | 305.21 | 217.75 | 265.00 |
| AHHP Non-Facility | 79.32  | 116.86 | 131.39 | 85.31  | 126.11 | 81.24  | 126.62 | 127.09 | 110.31 | 110.68 | 139.36 | 126.69 | 113.02 |
| Non-AHHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FOHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

FY 19 REBASE

|                         | Jul-18 | Aug-18 | Sep-18   | Oct-18   | Nov-18   | Dec-18   | Jan-19   | Feb-19   | Mar-19   | Apr-19   | May-19   | Jun-19   | SFY Average |
|-------------------------|--------|--------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| AHHP Facility           | 451.46 | 564.32 | 451.46   | 564.32   | 451.46   | 451.46   | 607.26   | 485.81   | 485.81   | 485.81   | 607.26   | 485.81   | 507.70      |
| AHHP Non-Facility       | 286.98 | 358.72 | 286.98   | 368.26   | 294.61   | 294.61   | 368.26   | 294.61   | 294.61   | 294.61   | 368.26   | 294.61   | 317.10      |
| Non-AHHP                |        |        |          |          |          |          |          |          |          |          |          |          |             |
| Prior Quarter           |        |        | 3,840.96 | 4,951.61 | 3,961.29 | 3,961.29 | 4,951.61 | 3,961.29 | 3,961.29 | 3,961.29 | 4,951.61 | 3,961.29 | 4,272.51    |
| FES Births              | 100.71 | 125.88 | 100.71   | 129.83   | 103.86   | 103.86   | 129.83   | 103.86   | 103.86   | 103.86   | 129.83   | 103.86   | 111.67      |
| FES Other               |        |        |          |          |          |          |          |          |          |          |          |          |             |
| Presumptive Eligibility |        |        |          |          |          |          |          |          |          |          |          |          |             |
| FOHC RECON              |        |        |          |          |          |          |          |          |          |          |          |          |             |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AHHP Facility     | 246.81 | 308.52 | 246.81 | 308.52 | 246.81 | 246.81 | 330.67 | 264.54 | 264.54 | 264.54 | 330.67 | 264.54 | 276.99 |
| AHHP Non-Facility | 105.52 | 131.90 | 105.52 | 135.37 | 108.30 | 108.30 | 135.37 | 108.30 | 108.30 | 108.30 | 135.37 | 108.30 | 116.57 |
| Non-AHHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FOHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

FY 20 REQUEST

|                         | Jul-19   | Aug-19   | Sep-19   | Oct-19   | Nov-19   | Dec-19   | Jan-20   | Feb-20   | Mar-20   | Apr-20   | May-20   | Jun-20   | SFY Average |
|-------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| AHHP Facility           | 607.26   | 485.81   | 485.81   | 607.26   | 485.81   | 485.81   | 653.46   | 522.77   | 522.77   | 653.46   | 522.77   | 522.77   | 546.26      |
| AHHP Non-Facility       | 368.26   | 294.61   | 294.61   | 378.05   | 302.44   | 302.44   | 378.05   | 302.44   | 302.44   | 378.05   | 302.44   | 302.44   | 325.50      |
| Non-AHHP                |          |          |          |          |          |          |          |          |          |          |          |          |             |
| Prior Quarter           |          |          | 3,961.29 | 5,106.74 | 4,085.39 | 4,085.39 | 5,106.74 | 4,085.39 | 4,085.39 | 5,106.74 | 4,085.39 | 4,085.39 | 4,388.23    |
| FES Births              | 4,951.61 | 3,961.29 | 103.86   | 133.89   | 107.12   | 107.12   | 133.89   | 107.12   | 107.12   | 133.89   | 107.12   | 107.12   | 115.15      |
| FES Other               | 129.83   | 103.86   |          |          |          |          |          |          |          |          |          |          |             |
| Presumptive Eligibility |          |          |          |          |          |          |          |          |          |          |          |          |             |
| FOHC RECON              |          |          |          |          |          |          |          |          |          |          |          |          |             |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AHHP Facility     | 330.67 | 264.54 | 264.54 | 330.67 | 264.54 | 264.54 | 354.41 | 283.53 | 283.53 | 354.41 | 283.53 | 283.53 | 296.87 |
| AHHP Non-Facility | 135.37 | 108.30 | 108.30 | 138.93 | 111.14 | 111.14 | 138.93 | 111.14 | 111.14 | 138.93 | 111.14 | 111.14 | 119.63 |
| Non-AHHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FOHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

**AIHP Facility**

| Historical AIHP Payment Rates |  | 2013                 |                 | 2014           |         | 2015            |                | 2016        |                 | 2017           |             | 2018            |                |
|-------------------------------|--|----------------------|-----------------|----------------|---------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|
|                               |  | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate |
| Outpatient/Inpatient          |  | \$ 330.00            | \$ 342.00       | \$ 342.00      | 3.64%   | \$ 350.00       | \$ 2,443.00    | \$ 2,443.00 | 2.34%           | \$ 368.00      | \$ 391.00   | \$ 427.00       | 9.21%          |
| Outpatient Rate               |  | \$ 2,272.00          | \$ 2,413.00     | \$ 2,413.00    | 6.21%   | \$ 2,443.00     | \$ 2,655.00    | \$ 2,655.00 | 1.24%           | \$ 2,933.00    | \$ 2,933.00 | \$ 3,229.00     | 10.09%         |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  | \$ 342.00            | \$ 350.00       | \$ 350.00      | 2.34%   | \$ 368.00       | \$ 391.00      | \$ 391.00   | 5.14%           | \$ 427.00      | \$ 427.00   | \$ 427.00       | 9.21%          |
| Inpatient Rate                |  | \$ 2,413.00          | \$ 2,443.00     | \$ 2,443.00    | 1.24%   | \$ 2,655.00     | \$ 2,655.00    | \$ 2,655.00 | 8.68%           | \$ 2,933.00    | \$ 2,933.00 | \$ 3,229.00     | 10.09%         |
| Outpatient Rate               |  | \$ 350.00            | \$ 368.00       | \$ 368.00      | 5.14%   | \$ 391.00       | \$ 427.00      | \$ 427.00   | 6.25%           | \$ 427.00      | \$ 427.00   | \$ 427.00       | 6.25%          |
| Inpatient Rate                |  | \$ 2,443.00          | \$ 2,655.00     | \$ 2,655.00    | 8.68%   | \$ 2,933.00     | \$ 2,933.00    | \$ 2,933.00 | 10.47%          | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | 10.47%         |
| Outpatient Rate               |  | \$ 368.00            | \$ 391.00       | \$ 391.00      | 6.25%   | \$ 427.00       | \$ 427.00      | \$ 427.00   | 10.47%          | \$ 427.00      | \$ 427.00   | \$ 427.00       | 10.47%         |
| Inpatient Rate                |  | \$ 2,655.00          | \$ 2,933.00     | \$ 2,933.00    | 10.47%  | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | 10.47%          | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | 10.47%         |
| Outpatient Rate               |  | \$ 391.00            | \$ 427.00       | \$ 427.00      | 9.21%   | \$ 427.00       | \$ 427.00      | \$ 427.00   | 9.21%           | \$ 427.00      | \$ 427.00   | \$ 427.00       | 9.21%          |
| Inpatient Rate                |  | \$ 2,933.00          | \$ 3,229.00     | \$ 3,229.00    | 10.09%  | \$ 3,229.00     | \$ 3,229.00    | \$ 3,229.00 | 10.09%          | \$ 3,229.00    | \$ 3,229.00 | \$ 3,229.00     | 10.09%         |

| Average Inflation |  | % + / -    |        |
|-------------------|--|------------|--------|
| 2-Year Average    |  | Outpatient | 7.73%  |
|                   |  | Inpatient  | 10.28% |
| 3-Year Average    |  | Outpatient | 6.87%  |
|                   |  | Inpatient  | 9.75%  |
| 4-Year Average    |  | Outpatient | 5.73%  |
|                   |  | Inpatient  | 7.62%  |
| 5-Year Average    |  | Outpatient | 5.32%  |
|                   |  | Inpatient  | 7.34%  |

| Programmatic Weights for AIHP Inflation |                                |                |                           |
|---|--------------------------------|----------------|---------------------------|
| OP/IP                                   | Program                        | Weights        | Weighted Inflation Factor |
| OP                                      | Traditional                    | 74.25%         | 5.10%                     |
| IP                                      | Traditional                    | 25.75%         | 2.51%                     |
| <b>Total</b>                            | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| OP                                      | Proposition 204                | 76.49%         | 5.25%                     |
| IP                                      | Proposition 204                | 23.51%         | 2.29%                     |
| <b>Total</b>                            | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| OP                                      | Newly Eligible Children        | 89.12%         | 6.12%                     |
| IP                                      | Newly Eligible Children        | 10.88%         | 1.06%                     |
| <b>Total</b>                            | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| OP                                      | Newly Eligible Adults          | 81.43%         | 5.59%                     |
| IP                                      | Newly Eligible Adults          | 18.57%         | 1.81%                     |
| <b>Total</b>                            | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| OP                                      | AL/TCS-EPD                     | 78.81%         | 5.41%                     |
| IP                                      | AL/TCS-EPD                     | 21.19%         | 2.06%                     |
| <b>Total</b>                            | <b>AL/TCS-EPD</b>              | <b>100.00%</b> | <b>7.48%</b>              |

**AIHP Non-Facility**

| AIHP Non-Facility Inflation Factors |                        |                         |                           |                            |                     |                  |
|-------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|---------------------|------------------|
| Fiscal Year                         | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | Dental <sup>5</sup> | LTC <sup>6</sup> |
| SFY 2020                            | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 2.67%               | 3.38%            |
| Long Term                           | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 2.21%               | 3.34%            |

| AIHP Non-Facility Programmatic Weights |           |            |              |               |        |        |
|--|-----------|------------|--------------|---------------|--------|--------|
| Program                                | Inpatient | Outpatient | Professional | Prescriptions | Dental | LTC    |
| Traditional                            | 19.55%    | 56.37%     | 20.42%       | 2.56%         | 0.64%  | 0.47%  |
| Proposition 204                        | 17.12%    | 55.72%     | 22.77%       | 3.53%         | 0.02%  | 0.84%  |
| Newly Eligible Children                | 9.13%     | 74.85%     | 9.53%        | 4.18%         | 2.31%  | 0.00%  |
| Newly Eligible Adults                  | 14.82%    | 65.00%     | 12.53%       | 6.74%         | 0.03%  | 0.88%  |
| AL/TCS-EPD                             | 3.53%     | 13.14%     | 51.60%       | 1.49%         | 0.00%  | 30.24% |

| AIHP Non-Facility Weighted Inflation Rates |           |           |                           |
|--|-----------|-----------|---------------------------|
| Program                                    | SFY 2020  | Long Term | Weighted Inflation Factor |
| Traditional                                | SFY 2020  | Long Term | 2.97%                     |
|  | Long Term | SFY 2020  | 2.66%                     |
| Proposition 204                            | SFY 2020  | Long Term | 2.96%                     |
|  | Long Term | SFY 2020  | 2.61%                     |
| Newly Eligible Children                    | SFY 2020  | Long Term | 2.91%                     |
|  | Long Term | SFY 2020  | 2.63%                     |
| Newly Eligible Adults                      | SFY 2020  | Long Term | 2.93%                     |
|  | Long Term | SFY 2020  | 2.68%                     |
| AL/TCS-EPD                                 | SFY 2020  | Long Term | 3.08%                     |
|  | Long Term | SFY 2020  | 2.39%                     |

**Notes:**

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

# FES Inflation Forecast

| Calendar Quarter | Physicians Services Index Increase |                                    | Physicians Services SFY Average Increase |                                    | Inpatient Services Index Increase |   | AHCCCS Inpatient Index SFY Average Increase |                                     | Weighted Index SFY Average Increase |       |
|------------------|------------------------------------|------------------------------------|--|------------------------------------|-----------------------------------|---|---|-------------------------------------|-------------------------------------|-------|
|                  | Index Increase                     | Physicians Services Index Increase | SFY Average Increase                     | Physicians Services Index Increase | Inpatient Services Index Increase | AHCCCS Inpatient Index SFY Average Increase | AHCCCS Inpatient Index SFY Average Increase | Weighted Index SFY Average Increase | Weighted Index SFY Average Increase |       |
| 2011.3           |                                    | 2.4%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2011.4           |                                    | 2.6%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2012.1           |                                    | 1.7%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2012.2           |                                    | 1.7%                               | 2.10%                                    |                                    |                                   | 2.0%  | 2.42%                                       | SFY 12                              |                                     | 2.36% |
| 2012.3           |                                    | 2.6%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2012.4           |                                    | 2.2%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.1           |                                    | 2.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.2           |                                    | 2.4%                               | 2.42%                                    |                                    |                                   | 2.1%  | 2.02%                                       | SFY 13                              |                                     | 2.10% |
| 2013.3           |                                    | 1.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.4           |                                    | 1.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.1           |                                    | 1.4%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.2           |                                    | 1.4%                               | 1.47%                                    |                                    |                                   | 1.9%  | 1.82%                                       | SFY 14                              |                                     | 1.75% |
| 2014.3           |                                    | 1.3%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2014.4           |                                    | 1.4%                               |  |                                    |                                   | 2.1%  |   |                                     |                                     |       |
| 2015.1           |                                    | 1.5%                               |  |                                    |                                   | 1.8%  |   |                                     |                                     |       |
| 2015.2           |                                    | 1.8%                               | 1.52%                                    |                                    |                                   | 1.7%  | 1.86%                                       | SFY 15                              |                                     | 1.79% |
| 2015.3           |                                    | 2.1%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2015.4           |                                    | 2.3%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2016.1           |                                    | 2.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2016.2           |                                    | 2.7%                               | 2.44%                                    |                                    |                                   | 1.8%  | 1.66%                                       | SFY 16                              |                                     | 1.81% |
| 2016.3           |                                    | 4.0%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2016.4           |                                    | 3.8%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2017.1           |                                    | 3.4%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2017.2           |                                    | 0.9%                               | 3.02%                                    |                                    |                                   | 2.5%  | 2.33%                                       | SFY 17                              |                                     | 2.47% |
| 2017.3           |                                    | -0.7%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2017.4           |                                    | -1.4%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2018.1           |                                    | -1.0%                              |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2018.2           |                                    | 1.0%                               | -0.56%                                   |                                    |                                   | 2.6%  | 2.55%                                       | SFY 18                              |                                     | 1.93% |
| 2018.3           |                                    | 1.5%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2018.4           |                                    | 2.2%                               |  |                                    |                                   | 2.8%  |   |                                     |                                     |       |
| 2019.1           |                                    | 2.7%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2019.2           |                                    | 2.9%                               | 2.35%                                    |                                    |                                   | 2.9%  | 2.88%                                       | SFY 19                              |                                     | 2.78% |
| 2019.3           |                                    | 3.1%                               |  |                                    |                                   | 3.0%  |   |                                     |                                     |       |
| 2019.4           |                                    | 3.1%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.1           |                                    | 2.9%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.2           |                                    | 2.9%                               | 3.00%                                    |                                    |                                   | 3.2%  | 3.17%                                       | SFY 20                              |                                     | 3.13% |

**Notes:**

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018). The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

**Births - Federal Emergency Services**

|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2012.3 | 2,433      |  | 23.25%                 |                        |  |              |                          |                          |
| 2012.4 | 2,302      |  | -5.38%                 |                        |  |              |                          |                          |
| 2013.1 | 1,922      |  | -16.51%                |                        |  | 8,551        | -5.79%                   | -9.71%                   |
| 2013.2 | 1,894      |  | -1.46%                 |                        |  |              |                          | SFY 12-13                |
| 2013.3 | 2,204      |  | 16.37%                 |                        |  |              |                          |                          |
| 2013.4 | 2,113      |  | -4.13%                 |                        |  |              |                          |                          |
| 2014.1 | 1,885      |  | -10.79%                |                        |  |              |                          |                          |
| 2014.2 | 1,815      |  | -3.71%                 |                        |  | 8,017        | -6.24%                   | 3.32%                    |
| 2014.3 | 2,131      |  | 17.41%                 |                        |  |              |                          | SFY 13-14                |
| 2014.4 | 2,081      |  | -2.35%                 |                        |  |              |                          |                          |
| 2015.1 | 1,883      |  | -9.51%                 |                        |  |              |                          |                          |
| 2015.2 | 1,587      |  | -15.72%                |                        |  | 7,682        | -4.18%                   | -17.00%                  |
| 2015.3 | 1,842      |  | 16.07%                 |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 2,005      |  | 8.85%                  |                        |  |              |                          |                          |
| 2016.1 | 1,755      |  | -12.47%                |                        |  | 7,092        | -7.68%                   | -4.06%                   |
| 2016.2 | 1,490      |  | -15.10%                |                        |  |              |                          | SFY 15-16                |
| 2016.3 | 1,885      |  | 26.51%                 |                        |  |              |                          |                          |
| 2016.4 | 1,802      |  | -4.40%                 |                        |  |              |                          |                          |
| 2017.1 | 1,628      |  | -9.66%                 |                        |  |              |                          |                          |
| 2017.2 | 1,454      |  | -10.69%                |                        |  | 6,769        | -4.55%                   | 4.81%                    |
| 2017.3 | 1,768      |  | 21.60%                 |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 1,632      |  | -7.69%                 |                        |  |              |                          |                          |
| 2018.1 | 1,428      |  | -12.50%                |                        |  |              |                          |                          |
| 2018.2 | 1,285      |  | -10.01%                |                        |  | 6,113        | -9.69%                   | -22.75%                  |
| 2018.3 |            |  | 31.21%                 | 1,686                  |  |              |                          | SFY 17-18                |
| 2018.4 |            |  | -1.36%                 | 1,663                  |  |              |                          |                          |
| 2019.1 |            |  | -11.57%                | 1,471                  |  |              |                          |                          |
| 2019.2 |            |  | -11.44%                | 1,303                  |  | 6,123        | 0.16%                    | 9.69%                    |
| 2019.3 |            |  | 21.19%                 | 1,579                  |  |              |                          | SFY 18-19                |
| 2019.4 |            |  | -1.36%                 | 1,557                  |  |              |                          |                          |
| 2020.1 |            |  | -11.57%                | 1,377                  |  |              |                          |                          |
| 2020.2 |            |  | -11.44%                | 1,219                  |  | 5,732        | -6.38%                   | -6.38%                   |
|        |            |  |                        |                        |  |              |                          | SFY 19-20                |

**Notes:**

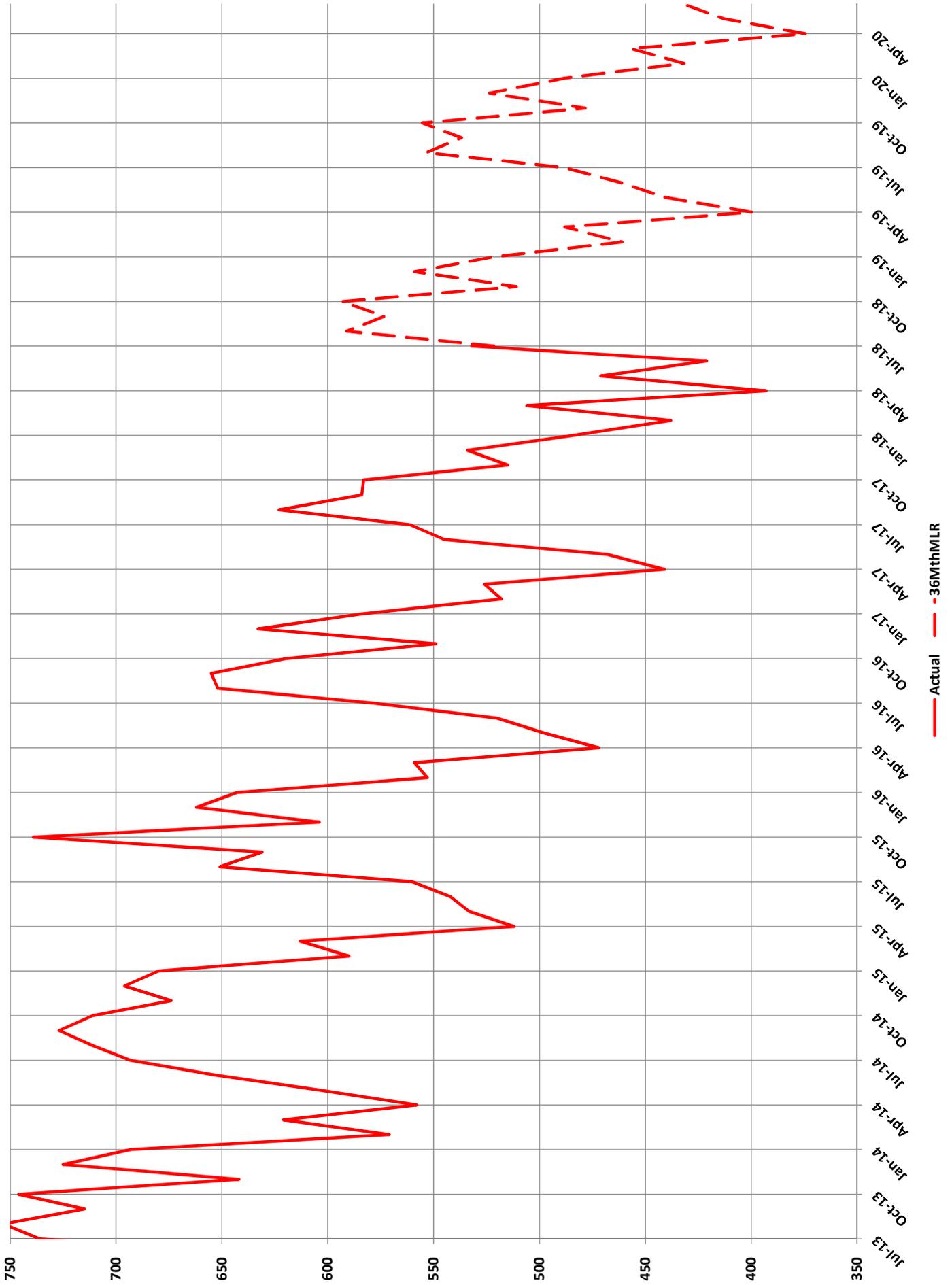
(1) Data are obtained from the monthly Newborn Report

(2) Forecast uses 36-Month Regression against trend and seasonal components

Adj. R Squared: 0.7728

Standard Error: 15.22

# Births - Federal Emergency Services



**AIHP - Traditional**

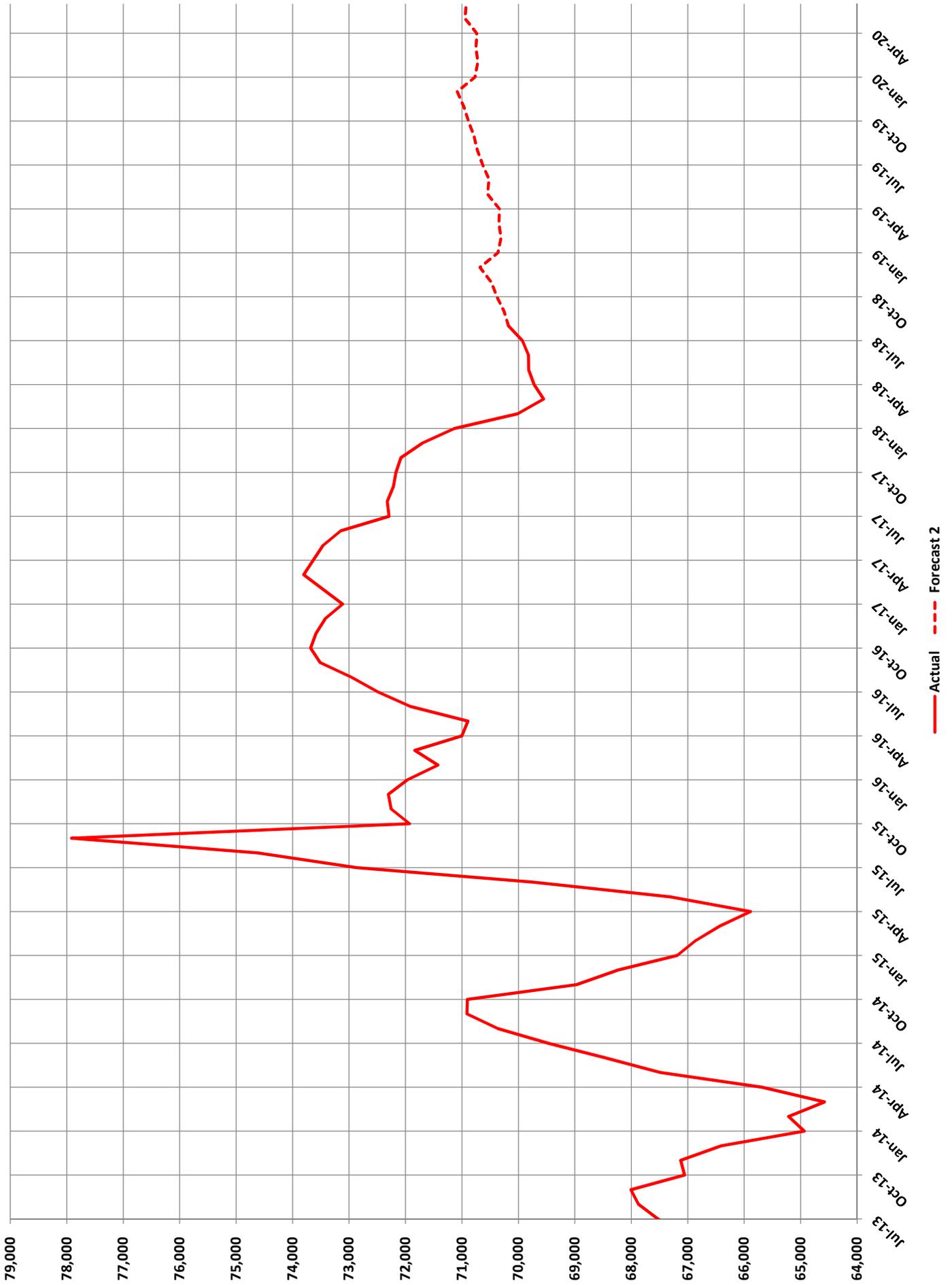
|        | ENROLLMENT |         | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|---------|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |         |                        |                        |  |              |                          |                          |
| 2012.3 | 206,396    |         | -0.22%                 |                        |  |              |                          |                          |
| 2012.4 | 203,332    |         | -1.48%                 |                        |  |              |                          |                          |
| 2013.1 | 200,217    |         | -1.53%                 |                        |  | 811,463      | -2.80%                   | -2.15%                   |
| 2013.2 | 201,518    |         | 0.65%                  |                        |  |              |                          | SFY 12-13                |
| 2013.3 | 203,410    |         | 0.94%                  |                        |  |              |                          |                          |
| 2013.4 | 200,587    |         | -1.39%                 |                        |  |              |                          |                          |
| 2014.1 | 194,729    |         | -2.92%                 |                        |  |              |                          |                          |
| 2014.2 | 201,637    |         | 3.55%                  |                        |  | 800,363      | -1.37%                   | 2.01%                    |
| 2014.3 | 210,745    |         | 4.52%                  |                        |  |              |                          | SFY 13-14                |
| 2014.4 | 208,104    |         | -1.25%                 |                        |  |              |                          |                          |
| 2015.1 | 200,482    |         | -3.66%                 |                        |  |              |                          |                          |
| 2015.2 | 202,937    |         | 1.22%                  |                        |  | 822,268      | 2.74%                    | 1.87%                    |
| 2015.3 | 225,398    |         | 11.07%                 |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 216,485    |         | -3.95%                 |                        |  |              |                          |                          |
| 2016.1 | 215,227    |         | -0.58%                 |                        |  |              |                          |                          |
| 2016.2 | 213,803    |         | -0.66%                 |                        |  | 870,913      | 5.92%                    | 3.12%                    |
| 2016.3 | 218,955    |         | 2.41%                  |                        |  |              |                          |                          |
| 2016.4 | 220,686    |         | 0.79%                  |                        |  |              |                          |                          |
| 2017.1 | 220,374    |         | -0.14%                 |                        |  |              |                          |                          |
| 2017.2 | 220,244    |         | -0.06%                 |                        |  | 880,259      | 1.07%                    | 1.72%                    |
| 2017.3 | 216,829    |         | -1.55%                 |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 215,945    |         | -0.41%                 |                        |  |              |                          |                          |
| 2018.1 | 210,698    |         | -2.43%                 |                        |  |              |                          |                          |
| 2018.2 | 209,361    |         | -0.63%                 |                        |  | 852,833      | -3.12%                   | -4.55%                   |
| 2018.3 |            | 210,357 | 0.48%                  |                        |  |              |                          | SFY 17-18                |
| 2018.4 |            | 211,542 | 0.56%                  |                        |  |              |                          |                          |
| 2019.1 |            | 211,016 | -0.25%                 |                        |  |              |                          |                          |
| 2019.2 |            | 211,405 | 0.18%                  |                        |  | 844,320      | -1.00%                   | 1.00%                    |
| 2019.3 |            | 212,149 | 0.35%                  |                        |  |              |                          | SFY 18-19                |
| 2019.4 |            | 212,933 | 0.37%                  |                        |  |              |                          |                          |
| 2020.1 |            | 212,237 | -0.33%                 |                        |  |              |                          |                          |
| 2020.2 |            | 212,612 | 0.18%                  |                        |  | 849,931      | 0.66%                    | 0.58%                    |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on the combined recommended forecasts for all Traditional populations

Adj. R Squared: 0.8020  
 Standard Error: 146.67

# AIHP - Traditional



**AIHP - Newly Eligible Children**

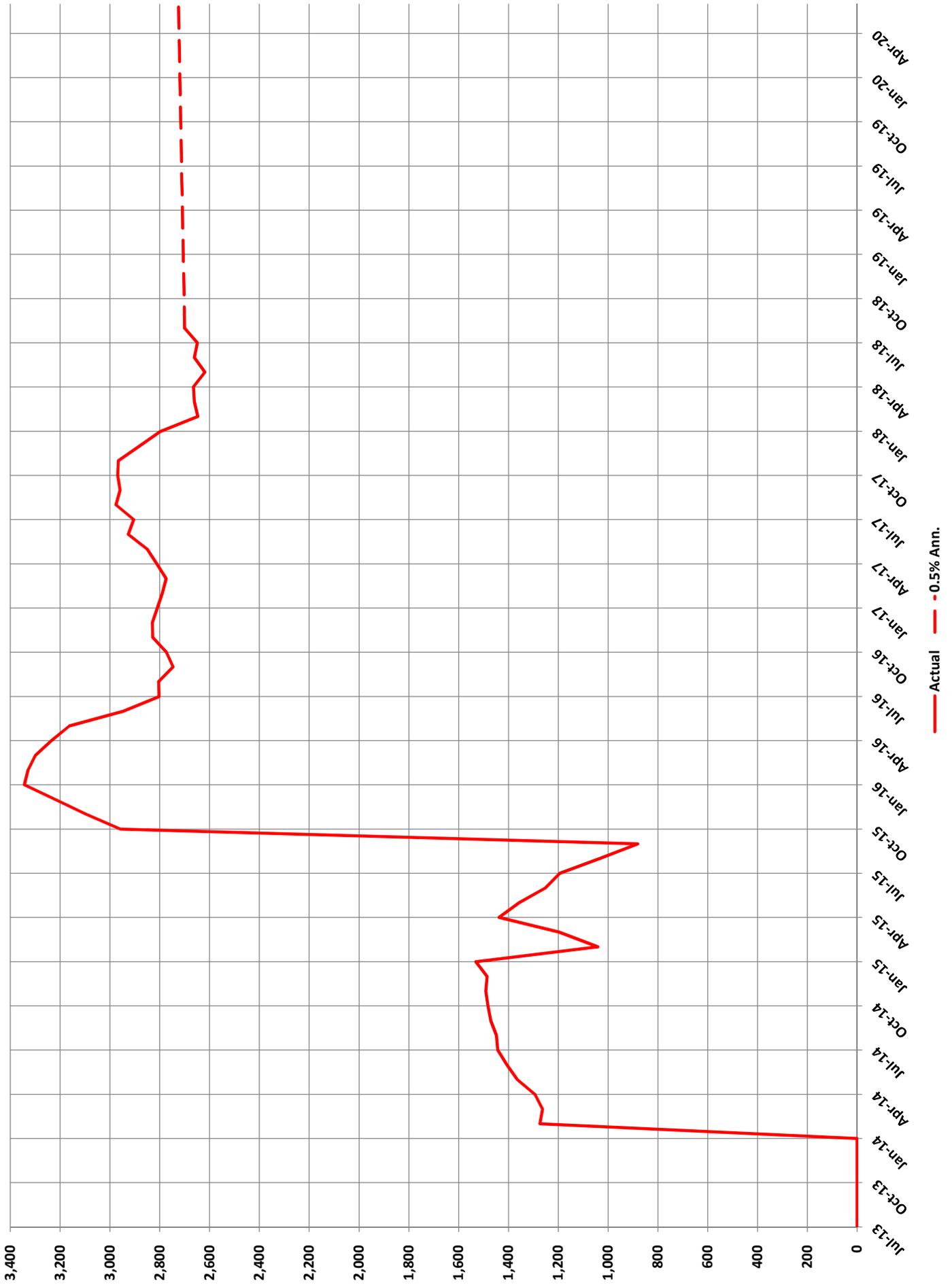
|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2014.3 | 4,362      |  | 7.28%                  |                        |  |              |                          |                          |
| 2014.4 | 4,459      |  | 2.22%                  |                        |  |              |                          |                          |
| 2015.1 | 3,768      |  | -15.50%                |                        |  | 16,636       | 151.95%                  | -11.02%                  |
| 2015.2 | 4,047      |  | 7.40%                  |                        |  |              |                          | SFY 14-15                |
| 2015.3 | 3,109      |  | -23.18%                |                        |  |              |                          |                          |
| 2015.4 | 9,273      |  | 198.26%                |                        |  |              |                          |                          |
| 2016.1 | 9,972      |  | 7.54%                  |                        |  |              |                          |                          |
| 2016.2 | 9,344      |  | -6.30%                 |                        |  | 31,698       | 90.54%                   | 135.30%                  |
| 2016.3 | 8,354      |  | -10.60%                |                        |  |              |                          | SFY 15-16                |
| 2016.4 | 8,431      |  | 0.92%                  |                        |  |              |                          |                          |
| 2017.1 | 8,374      |  | -0.68%                 |                        |  |              |                          |                          |
| 2017.2 | 8,589      |  | 2.57%                  |                        |  | 33,748       | 6.47%                    | -0.68%                   |
| 2017.3 | 8,840      |  | 2.92%                  |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 8,816      |  | -0.27%                 |                        |  |              |                          |                          |
| 2018.1 | 8,105      |  | -8.06%                 |                        |  |              |                          |                          |
| 2018.2 | 7,945      |  | -1.97%                 |                        |  | 33,706       | -0.12%                   | -9.06%                   |
| 2018.3 |            |  | 1.32%                  | 8,050                  |  |              |                          |                          |
| 2018.4 |            |  | 0.75%                  | 8,110                  |  |              |                          |                          |
| 2019.1 |            |  | 0.12%                  | 8,120                  |  |              |                          |                          |
| 2019.2 |            |  | 0.12%                  | 8,130                  |  | 32,411       | -3.84%                   | 1.89%                    |
| 2019.3 |            |  | 0.12%                  | 8,141                  |  |              |                          | SFY 18-19                |
| 2019.4 |            |  | 0.12%                  | 8,151                  |  |              |                          |                          |
| 2020.1 |            |  | 0.12%                  | 8,161                  |  |              |                          |                          |
| 2020.2 |            |  | 0.12%                  | 8,171                  |  | 32,623       | 0.65%                    | 0.50%                    |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast assumes 0.5% annual growth.

Adj. R Squared: 0.0159  
Standard Error: 38.84

# AIHP - Newly Eligible Children



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                          |                                      | Arizona Health Care Cost Containment System |            |             |               |
|----------------------------------|--------------------------------------|---|------------|-------------|---------------|
|                                  |                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|                                  |                                      | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Fee-for-Service  |                                      |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund |                                      |   |            |             |               |
| <b>Appropriated</b>              |                                      |   |            |             |               |
| 0000                             | FTE                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000                             | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100                             | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200                             | Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500                             | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600                             | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700                             | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800                             | Aid to Organizations and Individuals | 80,531.4                                    | 111,376.6  | (1,867.0)   | 109,509.6     |
| 7000                             | Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000                             | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100                             | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600                             | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000                             | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100                             | Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>       |                                      | 80,531.4                                    | 111,376.6  | (1,867.0)   | 109,509.6     |
| <b>Fund Total:</b>               |                                      | 80,531.4                                    | 111,376.6  | (1,867.0)   | 109,509.6     |
| <b>Fund:</b> 2120-N AHCCCS Fund  |                                      |   |            |             |               |
| <b>Non-Appropriated</b>          |                                      |   |            |             |               |
| 0000                             | FTE                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000                             | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100                             | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200                             | Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500                             | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600                             | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700                             | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800                             | Aid to Organizations and Individuals | 604,546.1                                   | 699,776.4  | 29,986.3    | 729,762.7     |
| 7000                             | Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000                             | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100                             | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Fee-for-Service

|              |                                |                 |           |           |          |
|--------------|--------------------------------|-----------------|-----------|-----------|----------|
| <b>Fund:</b> | 2120-N                         | AHCCCS Fund     |           |           |          |
|              | <b>Non-Appropriated</b>        |                 |           |           |          |
|              | 8600                           | Debt Service    | 0.0       | 0.0       | 0.0      |
|              | 9000                           | Cost Allocation | 0.0       | 0.0       | 0.0      |
|              | 9100                           | Transfers       | 0.0       | 0.0       | 0.0      |
|              | <b>Non-Appropriated Total:</b> |                 | 604,546.1 | 699,776.4 | 29,986.3 |

**Fund Total:** 604,546.1    699,776.4    29,986.3    729,762.7

**Program Total For Selected Funds:** 685,077.5    811,153.0    28,119.3    839,272.3

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Fee-for-Service</b>                             |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 685,077.5         | 811,153.0             |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>  | <b>Fee-for-Service</b>                             |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>685,077.5</b>                                   | <b>811,153.0</b>              |
| <b>Appropriated</b>                                      |  |                               |
| 1000-A General Fund (Appropriated)                       | 80,531.4   | 111,376.6                     |
|  | <b>80,531.4</b>                                    | <b>111,376.6</b>              |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 604,546.1  | 699,776.4                     |
|  | <b>604,546.1</b>                                   | <b>699,776.4</b>              |
| <b>Fund Source Total</b>                                 | <b>685,077.5</b>                                   | <b>811,153.0</b>              |
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Fee-for-Service</b>                             |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Fee-for-Service</b>                             |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| 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                             |                                     |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                      | <b>0.0</b>                          |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Fee-for-Service</b>                             |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES  
TRADITIONAL REINSURANCE

**TRADITIONAL REINSURANCE**

**PROGRAM DESCRIPTION/BACKGROUND:**

Reinsurance is a stop-loss program provided by AHCCCS to its contractors for the partial reimbursement of covered inpatient facility medical services incurred for a member with an acute medical condition beyond an annual deductible. AHCCCS provides both regular and catastrophic reinsurance coverage to health plan contractors. The purpose of reinsurance is to reduce the health plans' financial risk for major medical costs incurred by members.

The reinsurance program provides critical safeguards to AHCCCS health plans. These safeguards promote competition and flexibility during the procurement process ensuring competent contractors are chosen to provide quality services to AHCCCS recipients, while minimizing the cost to Arizona taxpayers. This proactive approach limits the costly procedure of transitioning members or liabilities when a contractor's financial solvency declines and services can no longer be provided.

Regular reinsurance is only available for inpatient facilities. Before regular reinsurance is paid to a health plan, the plan must meet an annual deductible for each eligible member. Once the deductible is met, the health plan is reimbursed by AHCCCS at 75% of the cost of services that exceed the deductible. The health plan will continue to pay 25% of the cost of services until the case total value reaches \$650,000, after which point AHCCCS will reimburse at 100% of the health plans cost of services. This coinsurance percent is the rate at which AHCCCS will reimburse the Contractor for inpatient covered services incurred above the deductible.

Catastrophic reinsurance is available to health plans for services provided to members who need certain organ transplants, are taking certain drugs (collectively referred to as biotech drugs), or who have hemophilia, von Willebrand's Disease or Gaucher's Disease. AHCCCS reimburses the health plans at 85% of the cost of service. The health plan will pay 15% of the cost of service until the case total value reaches \$650,000, after which point AHCCCS will reimburse the excess at 100% of the contracted amount for the transplant or the amount which the health plan paid, whichever is less. There are no deductibles for catastrophic reinsurance cases.

Health Plan deductible options impact AHCCCS' reinsurance and capitation costs. This is because capitation rates are adjusted by a reinsurance offset based on the deductible level chosen. The higher the deductible, the lower the offset. AHCCCS provides the added compensation because the increased share of risk the Health Plan is taking has reduced the Agency's (the State of Arizona's) risk. As part of the 2013 Acute Care Contract RFP process, all participating health plans shifted to the \$25,000 deductible level category on October 1, 2013.

**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



**METHODOLOGY:**

Over the past several years, AHCCCS has utilized a methodology based on overlapping contract years in order to calculate PMPMs for one complete state fiscal year of reinsurance. That fiscal year was then trended forward to create future state fiscal year PMPMs. While this methodology was sound during stable periods, there have been a significant number of policy changes implemented over the last few contract years such that, when combined with varying Health Plan encounter efficiencies, it renders that methodology ineffective for the current timeframe. In the absence of data related to each individual policy change, combined with the 28-month long payment cycle associated with each contract year, the completion percentages of the policy changes are extremely difficult to determine, although these policy changes will still be impacting reinsurance payments through FY 2018.

Although the contract year payment and reporting cycles have not changed, the policy changes and the inability to segregate the impact of the changes from the regular reinsurance expenditures, have made it necessary to update the model to include only the most recent fiscal years' experience in the program in order to estimate the costs. The timelines involved with the billing and health plan submission cycles have not changed. All reinsurance claims must reach a clean claim status within fifteen months from the end date of service, or date of eligibility posting, whichever is later. Encounters for reinsurance claims that have passed the fifteen-month deadline and are being adjusted due to a claim dispute or hearing decision must be submitted within 90 calendar days of the date of the claim dispute or hearing decision. A complete contract year cycle needs at least 28 months in order to complete the payments that are associated with it. For example, a claim with a date of service in the final month of CYE 2014 (September 2014) would have 15 months to reach a clean claim status (December 2015). If any September 2014 claims were disputed, they would have to be submitted within 90 calendar days of the claim dispute or hearing decision (March 2016). Submitted claim disputes and their subsequent hearings will vary in the amount of time necessary to come to a resolution.

As a consequence of the conditions mentioned above, the most recent fiscal year's expenditures were determined to be the most reliable data to use as the basis for the FY2019 – FY2020 reinsurance forecast. The SFY 2018 actual weighted PMPM was inflated in October 2018 and 2019 by 2.66%. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2019 and 2020. The inflation factors mentioned above were taken from Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.



**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

Member Month Forecast

Traditional Reinsurance utilizes the Traditional Capitation regular member month projections in order to develop the FY2018-FY2020 forecasts. Please refer to the Traditional Capitation section for more detail.

|                   | Age<1   | Age 1-20  | Age 21+   | Dual    | SSI w/o | TOTAL      | % Change |
|-------------------|---------|-----------|-----------|---------|---------|------------|----------|
| Actual SFY 2017   | 588,132 | 7,124,729 | 1,771,490 | 786,640 | 617,433 | 10,888,423 | 2.5%     |
| Actual SFY 2018   | 563,317 | 6,947,160 | 1,758,786 | 694,306 | 598,545 | 10,562,114 | -3.0%    |
| Estimate SFY 2019 | 547,979 | 6,787,971 | 1,745,212 | 706,285 | 592,210 | 10,379,658 | -1.7%    |
| Estimate SFY 2020 | 537,196 | 6,826,891 | 1,755,700 | 707,560 | 592,562 | 10,419,910 | 0.4%     |

As part of the implementation of the ACA on January 1, 2014, expenses related to the child expansion population are included in the Traditional Reinsurance forecast totals. The child expansion PMPMs are based on the weighted average PMPMs for SFY 2018. This population is federally matched at the Title XXI rate and is, consequently, 100% federally funded. The child expansion reinsurance expenditures are estimated to be \$2,499,000 Total Fund for SFY 2019 and \$2,565,000 for SFY 2020.

The final State Fiscal Year projections were separated into a Federal Fund amount and a General Fund amount. The fund sourcing was accomplished by applying the state's Federal Medical Assistance Percentage (FMAP) of each risk population to the SFY 2019 total dollars. SFY2020 uses the FFIS estimate for the FFY 2020 FMAP of 69.48%. For specific rates, refer to the FMAP Table. The SFY 2019 forecast was \$142,186,500 Total Fund (\$42,144,300 General Fund). The SFY 2020 forecast was \$145,754,400 Total Fund (\$43,776,600 General Fund).

It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

**TRADITIONAL MEDICAID SERVICES  
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

**STATUTORY AUTHORITY:**  
A.R.S. §36-2901.01.  
AHCCCS Rule R9-22-503 (G.3).  
AHCCCS Rule R9-22-202.  
AHCCCS Rule R9-22-203.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
TRADITIONAL MEDICAID SERVICES  
TRADITIONAL REINSURANCE**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 41,549,093        | 36,734,600            | 42,144,300        | 43,776,600         | 7,042,000            |
| Subtotal State Match     | 41,549,093        | 36,734,600            | 42,144,300        | 43,776,600         | 7,042,000            |
| Federal Title XIX        | 98,346,195        | 84,753,600            | 100,042,200       | 101,977,800        | 17,224,200           |
| Subtotal Federal Funding | 98,346,195        | 84,753,600            | 100,042,200       | 101,977,800        | 17,224,200           |
| Grand Total              | 139,895,288       | 121,488,200           | 142,186,500       | 145,754,400        | 24,266,200           |

TOTAL FUND

FY 18 ACTUAL

|            | Jul-17     | Aug-17    | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18    | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|------------|------------|-----------|------------|------------|------------|------------|------------|-----------|------------|------------|------------|------------|-------------|
| AGE <1     | 2,783,618  | 1,952,646 | 1,777,752  | 2,834,903  | 2,677,049  | 2,044,107  | 2,095,803  | 1,294,127 | 1,597,311  | 2,565,087  | 2,066,615  | 2,122,947  | 25,811,962  |
| AGE 1-20   | 2,536,410  | 1,408,637 | 2,435,637  | 2,366,140  | 1,855,453  | 3,971,619  | 2,483,142  | 1,943,436 | 2,085,084  | 3,729,162  | 1,687,924  | 3,086,756  | 29,589,400  |
| AGE 21+    | 1,004,179  | 225,014   | 810,828    | 804,268    | 795,221    | 535,632    | 736,877    | 689,377   | 506,859    | 1,173,050  | 880,880    | 903,685    | 9,065,869   |
| DUAL       | 34,952     | 91,239    | 113,336    | 178,611    | 121,615    | 125,975    | 291,990    | 32,037    | 35,010     | 112,474    | 270,741    | (108,872)  | 1,299,108   |
| SSIWO      | 7,261,524  | 5,587,087 | 5,030,021  | 7,643,614  | 5,305,274  | 6,553,734  | 4,850,122  | 4,043,919 | 5,761,451  | 5,754,282  | 6,412,148  | 7,307,964  | 71,511,140  |
| BASE TOTAL | 13,620,683 | 9,264,624 | 10,167,574 | 13,827,536 | 10,754,610 | 13,231,066 | 10,457,934 | 8,002,896 | 9,985,714  | 13,334,054 | 11,318,308 | 13,312,479 | 137,277,479 |
| AGE <1     | -          | -         | -          | -          | -          | -          | -          | -         | -          | -          | -          | -          | -           |
| AGE 1-20   | 296,039    | 118,153   | 334,365    | 356,733    | 200,124    | 81,228     | 120,417    | 26,076    | 472,173    | 193,532    | 166,305    | 252,664    | 2,617,809   |
| DUAL       | 296,039    | 118,153   | 334,365    | 356,733    | 200,124    | 81,228     | 120,417    | 26,076    | 472,173    | 193,532    | 166,305    | 252,664    | 2,617,809   |
| NEC TOTAL  | 13,916,722 | 9,382,776 | 10,501,939 | 14,184,270 | 10,954,734 | 13,312,295 | 10,578,351 | 8,028,972 | 10,457,887 | 13,527,586 | 11,484,613 | 13,565,144 | 139,895,288 |

FY 19 REBASE

|            | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AGE <1     | 1,938,100  | 2,426,500  | 1,942,500  | 2,491,700  | 1,989,700  | 1,987,000  | 2,466,300  | 1,961,600  | 1,967,100  | 1,962,900  | 2,457,600  | 1,962,000  | 25,553,000  |
| AGE 1-20   | 2,344,800  | 2,938,900  | 2,355,500  | 3,028,600  | 2,427,200  | 2,431,900  | 3,026,000  | 2,419,200  | 2,419,700  | 2,421,500  | 3,031,100  | 2,427,300  | 31,271,700  |
| AGE 21+    | 711,000    | 891,900    | 713,300    | 917,500    | 735,000    | 741,300    | 920,200    | 735,700    | 736,000    | 733,500    | 926,700    | 736,900    | 9,499,100   |
| DUAL       | 110,200    | 137,800    | 110,200    | 141,500    | 113,200    | 113,200    | 141,400    | 113,100    | 113,200    | 113,200    | 141,600    | 113,300    | 1,461,900   |
| SSIWO      | 5,427,800  | 6,786,700  | 5,420,400  | 6,956,000  | 5,565,000  | 5,565,300  | 6,957,000  | 5,565,900  | 5,566,100  | 5,566,400  | 6,958,300  | 5,566,900  | 71,901,800  |
| BASE TOTAL | 10,532,000 | 13,181,800 | 10,541,900 | 13,535,300 | 10,830,100 | 10,838,700 | 13,510,900 | 10,795,500 | 10,802,100 | 10,797,500 | 13,515,300 | 10,806,400 | 139,687,500 |
| AGE <1     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| AGE 1-20   | 188,500    | 235,600    | 188,500    | 241,800    | 193,500    | 193,500    | 241,800    | 193,500    | 193,500    | 193,500    | 241,800    | 193,500    | 2,499,000   |
| DUAL       | 188,500    | 235,600    | 188,500    | 241,800    | 193,500    | 193,500    | 241,800    | 193,500    | 193,500    | 193,500    | 241,800    | 193,500    | 2,499,000   |
| NEC TOTAL  | 10,720,500 | 13,417,400 | 10,730,400 | 13,777,100 | 11,023,600 | 11,032,200 | 13,752,700 | 10,989,000 | 10,995,600 | 10,991,000 | 13,757,100 | 10,999,900 | 142,186,500 |

FY 20 REQUEST

|            | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AGE <1     | 2,447,800  | 1,955,500  | 1,954,300  | 2,505,300  | 1,999,800  | 1,996,500  | 2,477,200  | 1,969,700  | 1,975,100  | 2,463,000  | 1,973,300  | 1,968,800  | 25,686,300  |
| AGE 1-20   | 3,038,500  | 2,434,300  | 2,437,400  | 3,132,400  | 2,509,600  | 2,513,500  | 3,127,800  | 2,500,700  | 2,501,100  | 3,128,400  | 2,506,300  | 2,509,000  | 32,339,000  |
| AGE 21+    | 924,300    | 740,900    | 740,500    | 951,900    | 762,300    | 764,700    | 949,400    | 759,100    | 759,400    | 945,900    | 764,800    | 760,300    | 9,823,500   |
| DUAL       | 141,700    | 113,300    | 113,400    | 145,500    | 116,400    | 116,400    | 145,400    | 116,400    | 116,400    | 145,500    | 116,500    | 116,500    | 1,503,400   |
| SSIWO      | 6,959,000  | 5,567,500  | 5,567,800  | 7,145,100  | 5,716,400  | 5,716,700  | 7,146,200  | 5,717,200  | 5,717,500  | 7,147,300  | 5,718,100  | 5,718,400  | 73,837,200  |
| BASE TOTAL | 13,511,300 | 10,811,500 | 10,813,400 | 13,880,200 | 11,104,500 | 11,107,800 | 13,846,000 | 11,063,100 | 11,069,500 | 13,830,100 | 11,079,000 | 11,073,000 | 143,189,400 |
| AGE <1     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| AGE 1-20   | 241,800    | 193,500    | 193,500    | 248,200    | 198,600    | 198,600    | 248,200    | 198,600    | 198,600    | 248,200    | 198,600    | 198,600    | 2,565,000   |
| DUAL       | 241,800    | 193,500    | 193,500    | 248,200    | 198,600    | 198,600    | 248,200    | 198,600    | 198,600    | 248,200    | 198,600    | 198,600    | 2,565,000   |
| NEC TOTAL  | 13,753,100 | 11,005,000 | 11,006,900 | 14,128,400 | 11,303,100 | 11,306,400 | 14,094,200 | 11,261,700 | 11,268,100 | 14,078,300 | 11,277,600 | 11,271,600 | 145,754,400 |

FEDERAL FUND

FY 18 ACTUAL

|            | Jul-17    | Aug-17    | Sep-17    | Oct-17     | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|------------|-----------|-----------|-----------|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1     | 1,927,377 | 1,352,012 | 1,230,915 | 1,981,314  | 1,870,989 | 1,428,626 | 1,464,756 | 904,465   | 1,116,360 | 1,792,739 | 1,444,357 | 1,483,728 | 17,997,639 |
| AGE 1-20   | 1,756,211 | 975,340   | 1,686,435 | 1,653,696  | 1,296,776 | 2,775,765 | 1,735,468 | 1,358,267 | 1,457,265 | 2,606,311 | 1,179,690 | 2,157,333 | 20,638,557 |
| AGE 21+    | 695,293   | 155,800   | 561,417   | 562,103    | 555,780   | 374,353   | 515,003   | 481,806   | 354,244   | 819,844   | 615,647   | 631,585   | 6,322,875  |
| DUAL       | 24,201    | 63,174    | 78,474    | 124,831    | 84,997    | 88,044    | 204,072   | 22,391    | 24,468    | 78,608    | 189,221   | (76,090)  | 906,390    |
| SSIWO      | 5,027,880 | 3,868,499 | 3,482,786 | 5,342,122  | 3,707,856 | 4,580,405 | 3,389,750 | 2,826,295 | 4,026,678 | 4,021,668 | 4,481,450 | 5,107,536 | 49,862,925 |
| BASE TOTAL | 9,430,961 | 6,414,825 | 7,040,028 | 9,664,065  | 7,516,397 | 9,247,192 | 7,309,050 | 5,593,224 | 6,979,016 | 9,319,170 | 7,910,366 | 9,304,092 | 95,728,386 |
| AGE <1     | -         | -         | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20   | 296,039   | 118,153   | 334,365   | 356,733    | 200,124   | 81,228    | 120,417   | 26,076    | 472,173   | 193,532   | 166,305   | 252,664   | 2,617,809  |
| DUAL       | -         | -         | -         | -          | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| NEC TOTAL  | 296,039   | 118,153   | 334,365   | 356,733    | 200,124   | 81,228    | 120,417   | 26,076    | 472,173   | 193,532   | 166,305   | 252,664   | 2,617,809  |
| TOTAL      | 9,727,000 | 6,532,978 | 7,374,393 | 10,020,798 | 7,716,521 | 9,328,421 | 7,429,467 | 5,619,300 | 7,451,188 | 9,512,702 | 8,076,670 | 9,556,756 | 98,346,195 |

FY 19 REBASE

|            | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL       |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-------------|
| AGE <1     | 1,354,500 | 1,695,900 | 1,357,600 | 1,739,500 | 1,389,000 | 1,387,100 | 1,721,700 | 1,369,400 | 1,373,300 | 1,370,300 | 1,715,600 | 1,369,700 | 17,843,600  |
| AGE 1-20   | 1,638,800 | 2,054,000 | 1,646,200 | 2,114,200 | 1,694,500 | 1,697,700 | 2,112,400 | 1,688,900 | 1,689,200 | 1,690,400 | 2,116,000 | 1,694,500 | 21,836,800  |
| AGE 21+    | 497,000   | 623,400   | 498,600   | 640,500   | 513,100   | 517,500   | 642,400   | 513,600   | 513,800   | 512,000   | 646,900   | 514,400   | 6,633,200   |
| DUAL       | 77,000    | 96,300    | 77,000    | 98,800    | 79,000    | 79,000    | 98,700    | 79,000    | 79,000    | 79,000    | 98,800    | 79,100    | 1,020,700   |
| SSIWO      | 3,793,500 | 4,743,300 | 3,788,300 | 4,856,000 | 3,885,000 | 3,885,100 | 4,856,700 | 3,885,500 | 3,885,700 | 3,885,900 | 4,857,600 | 3,886,300 | 50,208,900  |
| BASE TOTAL | 7,360,800 | 9,212,900 | 7,367,700 | 9,449,000 | 7,560,600 | 7,566,400 | 9,431,900 | 7,536,400 | 7,541,000 | 7,537,600 | 9,434,900 | 7,544,000 | 97,543,200  |
| AGE <1     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -           |
| AGE 1-20   | 188,500   | 235,600   | 188,500   | 241,800   | 193,500   | 193,500   | 241,800   | 193,500   | 193,500   | 193,500   | 241,800   | 193,500   | 2,499,000   |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -           |
| NEC TOTAL  | 188,500   | 235,600   | 188,500   | 241,800   | 193,500   | 193,500   | 241,800   | 193,500   | 193,500   | 193,500   | 241,800   | 193,500   | 2,499,000   |
| TOTAL      | 7,549,300 | 9,448,500 | 7,556,200 | 9,690,800 | 7,754,100 | 7,759,900 | 9,673,700 | 7,729,900 | 7,734,500 | 7,731,100 | 9,676,700 | 7,737,500 | 100,042,200 |

FY 20 REQUEST

|            | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL       |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-------------|
| AGE <1     | 1,708,800 | 1,365,100 | 1,364,300 | 1,740,700 | 1,389,500 | 1,387,200 | 1,721,200 | 1,368,600 | 1,372,300 | 1,711,300 | 1,371,000 | 1,367,900 | 17,867,900  |
| AGE 1-20   | 2,121,200 | 1,699,400 | 1,701,600 | 2,176,400 | 1,743,700 | 1,746,400 | 2,173,200 | 1,737,500 | 1,737,800 | 2,173,600 | 1,741,400 | 1,743,300 | 22,495,500  |
| AGE 21+    | 645,200   | 517,200   | 516,900   | 661,300   | 529,600   | 531,300   | 659,700   | 527,400   | 527,700   | 657,200   | 531,400   | 528,300   | 6,833,200   |
| DUAL       | 98,900    | 79,100    | 79,100    | 101,100   | 80,900    | 80,900    | 101,000   | 80,800    | 80,900    | 101,100   | 80,900    | 80,900    | 1,045,600   |
| SSIWO      | 4,858,100 | 3,886,700 | 3,886,900 | 4,964,400 | 3,971,800 | 3,971,900 | 4,965,200 | 3,972,300 | 3,972,500 | 4,965,900 | 3,972,900 | 3,973,100 | 51,361,700  |
| BASE TOTAL | 9,432,200 | 7,547,500 | 7,548,800 | 9,643,900 | 7,715,500 | 7,717,700 | 9,620,300 | 7,686,600 | 7,691,200 | 9,609,100 | 7,697,600 | 7,693,500 | 99,603,900  |
| AGE <1     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -           |
| AGE 1-20   | 241,800   | 193,500   | 193,500   | 223,700   | 179,000   | 179,000   | 223,700   | 179,000   | 179,000   | 223,700   | 179,000   | 179,000   | 2,373,900   |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -           |
| NEC TOTAL  | 241,800   | 193,500   | 193,500   | 223,700   | 179,000   | 179,000   | 223,700   | 179,000   | 179,000   | 223,700   | 179,000   | 179,000   | 2,373,900   |
| TOTAL      | 9,674,000 | 7,741,000 | 7,742,300 | 9,867,600 | 7,894,500 | 7,896,700 | 9,844,000 | 7,865,600 | 7,870,200 | 9,832,800 | 7,876,600 | 7,872,500 | 101,977,800 |

STATE FUND

FY 18 ACTUAL

|            | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1     | 856,241   | 600,634   | 546,836   | 853,589   | 806,059   | 615,480   | 631,046   | 389,662   | 480,950   | 772,348   | 622,258   | 639,219   | 7,814,323  |
| AGE 1-20   | 780,200   | 433,297   | 749,202   | 712,445   | 558,677   | 1,195,855 | 747,674   | 585,168   | 627,819   | 1,122,851 | 508,234   | 929,422   | 8,950,843  |
| AGE 21+    | 308,885   | 69,214    | 249,411   | 242,165   | 239,441   | 161,279   | 221,874   | 207,571   | 152,615   | 353,205   | 265,233   | 272,099   | 2,742,993  |
| DUAL       | 10,751    | 28,065    | 34,862    | 53,780    | 36,618    | 37,931    | 87,918    | 9,646     | 10,541    | 33,866    | 81,520    | (32,781)  | 392,718    |
| SSIWO      | 2,233,645 | 1,718,588 | 1,547,234 | 2,301,492 | 1,597,418 | 1,973,329 | 1,460,372 | 1,217,624 | 1,734,773 | 1,732,614 | 1,930,698 | 2,200,428 | 21,648,215 |
| BASE TOTAL | 4,189,722 | 2,849,798 | 3,127,546 | 4,163,471 | 3,238,213 | 3,983,874 | 3,148,884 | 2,409,672 | 3,006,699 | 4,014,884 | 3,407,943 | 4,008,388 | 41,549,093 |
| AGE <1     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20   | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| NEC TOTAL  | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL      | 4,189,722 | 2,849,798 | 3,127,546 | 4,163,471 | 3,238,213 | 3,983,874 | 3,148,884 | 2,409,672 | 3,006,699 | 4,014,884 | 3,407,943 | 4,008,388 | 41,549,093 |

FY 19 REBASE

|            | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1     | 583,600   | 730,600   | 584,900   | 752,200   | 600,700   | 599,900   | 744,600   | 592,200   | 593,800   | 592,600   | 742,000   | 592,300   | 7,709,400  |
| AGE 1-20   | 706,000   | 884,900   | 709,300   | 914,400   | 732,700   | 734,200   | 913,600   | 730,300   | 730,500   | 731,100   | 915,100   | 732,800   | 9,434,900  |
| AGE 21+    | 214,100   | 268,500   | 214,700   | 277,000   | 221,900   | 223,800   | 277,800   | 222,100   | 222,200   | 221,500   | 279,800   | 222,500   | 2,865,900  |
| DUAL       | 33,200    | 41,500    | 33,200    | 42,700    | 34,200    | 34,200    | 42,700    | 34,100    | 34,200    | 34,200    | 42,800    | 34,200    | 441,200    |
| SSIWO      | 1,634,300 | 2,043,400 | 1,632,100 | 2,100,000 | 1,680,000 | 1,680,200 | 2,100,300 | 1,680,400 | 1,680,400 | 1,680,500 | 2,100,700 | 1,680,600 | 21,692,900 |
| BASE TOTAL | 3,171,200 | 3,968,900 | 3,174,200 | 4,086,300 | 3,269,500 | 3,272,300 | 4,079,000 | 3,259,100 | 3,261,100 | 3,259,900 | 4,080,400 | 3,262,400 | 42,144,300 |
| AGE <1     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20   | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| NEC TOTAL  | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL      | 3,171,200 | 3,968,900 | 3,174,200 | 4,086,300 | 3,269,500 | 3,272,300 | 4,079,000 | 3,259,100 | 3,261,100 | 3,259,900 | 4,080,400 | 3,262,400 | 42,144,300 |

FY 20 REQUEST

|            | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1     | 739,000   | 590,400   | 590,000   | 764,600   | 610,300   | 609,300   | 756,000   | 601,100   | 602,800   | 751,700   | 602,300   | 600,900   | 7,818,400  |
| AGE 1-20   | 917,300   | 734,900   | 735,800   | 956,000   | 765,900   | 767,100   | 954,600   | 763,200   | 763,300   | 954,800   | 764,900   | 765,700   | 9,843,500  |
| AGE 21+    | 279,100   | 223,700   | 223,600   | 290,600   | 232,700   | 233,400   | 289,700   | 231,700   | 231,700   | 288,700   | 233,400   | 232,000   | 2,990,300  |
| DUAL       | 42,800    | 34,200    | 34,300    | 44,400    | 35,500    | 35,500    | 44,400    | 35,600    | 35,500    | 44,400    | 35,600    | 35,600    | 457,800    |
| SSIWO      | 2,100,900 | 1,680,800 | 1,680,900 | 2,180,700 | 1,744,600 | 1,744,800 | 2,181,000 | 1,744,900 | 1,745,000 | 2,181,400 | 1,745,200 | 1,745,300 | 22,475,500 |
| BASE TOTAL | 4,079,100 | 3,264,000 | 3,264,600 | 4,236,300 | 3,389,000 | 3,390,100 | 4,225,700 | 3,376,500 | 3,378,300 | 4,221,000 | 3,381,400 | 3,379,500 | 43,585,500 |
| AGE <1     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20   | -         | -         | -         | 24,500    | 19,600    | 19,600    | 24,500    | 19,600    | 19,600    | 24,500    | 19,600    | 19,600    | 191,100    |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| NEC TOTAL  | -         | -         | -         | 24,500    | 19,600    | 19,600    | 24,500    | 19,600    | 19,600    | 24,500    | 19,600    | 19,600    | 191,100    |
| TOTAL      | 4,079,100 | 3,264,000 | 3,264,600 | 4,260,800 | 3,408,600 | 3,409,700 | 4,250,200 | 3,396,100 | 3,397,900 | 4,245,500 | 3,401,000 | 3,399,100 | 43,776,600 |

MEMBER MONTHS

FY 18 ACTUAL

|            | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL         |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| AGE <1     | 47,730.69  | 47,850.14  | 47,691.50  | 47,488.30  | 47,376.06  | 47,172.36  | 46,726.78  | 45,972.74  | 46,441.46  | 46,150.12  | 46,143.04  | 46,024.53  | 562,767.73    |
| AGE 1-20   | 593,142.00 | 592,991.20 | 591,948.53 | 590,431.29 | 588,047.60 | 585,611.42 | 578,396.93 | 569,432.61 | 564,778.52 | 564,787.03 | 563,843.84 | 563,426.77 | 6,946,837.73  |
| AGE 21+    | 148,629.20 | 148,602.23 | 148,599.46 | 148,674.77 | 148,217.40 | 146,586.71 | 145,804.68 | 145,002.60 | 144,252.19 | 144,948.34 | 145,169.59 | 144,282.93 | 1,758,770.09  |
| DUAL       | 56,794.51  | 57,050.90  | 57,170.97  | 57,496.81  | 57,651.17  | 57,814.97  | 58,014.16  | 58,290.00  | 58,292.52  | 58,402.50  | 58,531.55  | 58,667.73  | 694,177.78    |
| SSIWO      | 50,122.39  | 50,143.74  | 50,141.63  | 50,103.58  | 50,090.00  | 49,924.74  | 49,910.39  | 49,839.25  | 49,744.16  | 49,667.57  | 49,494.55  | 49,320.10  | 598,502.10    |
| BASE TOTAL | 896,418.78 | 896,638.21 | 895,552.09 | 894,194.75 | 891,382.23 | 887,110.20 | 878,852.94 | 868,537.21 | 863,508.85 | 863,955.56 | 863,182.57 | 861,722.06 | 10,561,055.44 |
| AGE <1     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| AGE 1-20   | 70,125.48  | 70,347.16  | 70,268.80  | 70,596.10  | 70,559.57  | 69,576.13  | 68,683.06  | 67,124.57  | 66,505.36  | 66,362.67  | 66,343.71  | 66,050.73  | 822,543.34    |
| DUAL       | 12.00      | 12.00      | 11.33      | 11.35      | 8.00       | 8.00       | 8.00       | 7.00       | 7.00       | 6.00       | 5.00       | 1.00       | 96.69         |
| NEC TOTAL  | 70,137.48  | 70,359.16  | 70,280.13  | 70,607.45  | 70,567.57  | 69,584.13  | 68,691.06  | 67,131.57  | 66,512.36  | 66,368.67  | 66,348.71  | 66,051.73  | 822,640.03    |
| TOTAL      | 966,556.27 | 966,997.37 | 965,832.22 | 964,802.20 | 961,949.80 | 956,694.33 | 947,544.01 | 935,668.78 | 930,021.21 | 930,324.23 | 929,531.28 | 927,773.79 | 11,383,695.47 |

FY 19 REBASE

|            | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL         |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| AGE <1     | 45,639.80  | 45,714.05  | 45,745.32  | 45,726.32  | 45,643.28  | 45,579.25  | 45,259.24  | 44,997.81  | 45,124.49  | 45,028.66  | 45,100.31  | 45,006.63  | 544,565.16    |
| AGE 1-20   | 565,717.12 | 567,242.50 | 568,294.07 | 569,413.01 | 570,442.74 | 571,536.70 | 568,928.25 | 568,557.10 | 568,662.01 | 569,091.84 | 569,896.76 | 570,444.54 | 6,828,226.64  |
| AGE 21+    | 143,954.01 | 144,450.72 | 144,413.79 | 144,738.31 | 144,936.23 | 146,186.29 | 145,169.94 | 145,076.69 | 145,146.66 | 144,641.70 | 146,192.26 | 145,315.20 | 1,740,221.79  |
| DUAL       | 58,930.19  | 58,948.96  | 58,959.38  | 58,966.60  | 58,971.17  | 58,980.04  | 58,935.54  | 58,949.02  | 58,963.49  | 58,986.13  | 59,004.33  | 59,012.57  | 707,607.42    |
| SSIWO      | 49,127.38  | 49,142.28  | 49,060.40  | 49,062.79  | 49,065.19  | 49,067.59  | 49,069.99  | 49,072.39  | 49,074.80  | 49,077.21  | 49,079.62  | 49,082.03  | 588,981.67    |
| BASE TOTAL | 863,368.52 | 865,498.51 | 866,472.96 | 867,907.03 | 869,058.61 | 871,349.86 | 867,362.97 | 866,653.01 | 866,971.44 | 866,825.54 | 869,273.27 | 868,860.96 | 10,409,602.67 |
| AGE <1     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| AGE 1-20   | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 802,073.34    |
| DUAL       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.77          |
| NEC TOTAL  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 802,074.12    |
| TOTAL      | 930,208.03 | 932,338.02 | 933,312.47 | 934,746.54 | 935,898.12 | 938,189.37 | 934,202.48 | 933,492.52 | 933,810.95 | 933,665.05 | 936,112.78 | 935,700.47 | 11,211,676.79 |

FY 20 REQUEST

|            | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL         |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|---------------|
| AGE <1     | 44,920.65  | 44,857.65  | 44,830.76  | 44,784.66  | 44,686.53  | 44,612.07  | 44,283.39  | 44,013.96  | 44,132.90  | 44,029.37  | 44,093.33  | 43,991.97  | 533,237.23    |
| AGE 1-20   | 571,281.07 | 572,094.10 | 572,834.94 | 573,670.60 | 574,526.77 | 575,417.61 | 572,840.76 | 572,487.28 | 572,574.96 | 572,948.02 | 573,758.58 | 574,382.76 | 6,878,817.46  |
| AGE 21+    | 145,817.02 | 146,109.73 | 146,027.56 | 146,275.15 | 146,425.96 | 146,902.30 | 145,902.70 | 145,812.42 | 145,884.82 | 145,358.88 | 146,918.49 | 146,051.70 | 1,753,486.73  |
| DUAL       | 59,052.50  | 59,058.75  | 59,063.44  | 59,070.13  | 59,075.68  | 59,082.56  | 59,040.12  | 59,054.72  | 59,070.29  | 59,096.37  | 59,115.05  | 59,123.83  | 708,903.44    |
| SSIWO      | 49,084.44  | 49,086.86  | 49,089.27  | 49,091.69  | 49,094.11  | 49,096.54  | 49,098.96  | 49,101.39  | 49,103.82  | 49,106.25  | 49,108.68  | 49,111.12  | 589,173.12    |
| BASE TOTAL | 870,155.69 | 871,207.10 | 871,845.98 | 872,892.24 | 873,809.04 | 875,111.08 | 871,165.92 | 870,469.76 | 870,766.77 | 870,538.89 | 872,994.13 | 872,661.38 | 10,463,617.99 |
| AGE <1     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -             |
| AGE 1-20   | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 66,839.45  | 802,073.34    |
| DUAL       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.06       | 0.77          |
| NEC TOTAL  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 66,839.51  | 802,074.12    |
| TOTAL      | 936,995.20 | 938,046.61 | 938,685.49 | 939,731.75 | 940,648.55 | 941,950.59 | 938,005.43 | 937,309.27 | 937,606.28 | 937,378.40 | 939,833.64 | 939,500.89 | 11,265,692.11 |

PMPM

FY 18 ACTUAL

|          | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | SFY Average |
|----------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| AGE <1   | 58.32  | 40.81  | 37.28  | 59.70  | 56.51  | 43.33  | 44.85  | 28.15  | 34.39  | 55.58  | 44.79  | 46.13  | 45.87       |
| AGE 1-20 | 4.28   | 2.38   | 4.11   | 4.01   | 3.16   | 6.78   | 4.29   | 3.41   | 3.69   | 6.60   | 2.99   | 5.48   | 4.26        |
| AGE 21+  | 6.76   | 1.51   | 5.46   | 5.41   | 5.37   | 3.65   | 5.05   | 4.75   | 3.51   | 8.09   | 6.07   | 6.26   | 5.15        |
| DUAL     | 0.62   | 1.60   | 1.98   | 3.11   | 2.11   | 2.18   | 5.03   | 0.55   | 0.60   | 1.93   | 4.63   | (1.86) | 1.87        |
| SSIWO    | 144.88 | 111.42 | 100.32 | 152.56 | 105.91 | 131.27 | 97.18  | 81.14  | 115.82 | 115.86 | 129.55 | 148.17 | 119.48      |

AGE <1  
AGE 1-20  
DUAL

|          | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | SFY Average |
|----------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| AGE <1   | 4.22   | 1.68   | 4.76   | 5.05   | 2.84   | 1.17   | 1.75   | 0.39   | 7.10   | 2.92   | 2.51   | 3.83   | 3.18        |
| AGE 1-20 | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| DUAL     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |

FY 19 REBASE

|          | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | SFY Average |
|----------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| AGE <1   | 42.46  | 53.08  | 42.46  | 54.49  | 43.59  | 43.59  | 54.49  | 43.59  | 43.59  | 43.59  | 54.49  | 43.59  | 46.92       |
| AGE 1-20 | 4.14   | 5.18   | 4.14   | 5.32   | 4.26   | 4.26   | 5.32   | 4.26   | 4.26   | 4.26   | 5.32   | 4.26   | 4.58        |
| AGE 21+  | 4.94   | 6.17   | 4.94   | 6.34   | 5.07   | 5.07   | 6.34   | 5.07   | 5.07   | 5.07   | 6.34   | 5.07   | 5.46        |
| DUAL     | 1.87   | 2.34   | 1.87   | 2.40   | 1.92   | 1.92   | 2.40   | 1.92   | 1.92   | 1.92   | 2.40   | 1.92   | 2.07        |
| SSIWO    | 110.48 | 138.10 | 110.48 | 141.78 | 113.42 | 113.42 | 141.78 | 113.42 | 113.42 | 113.42 | 141.78 | 113.42 | 122.08      |

AGE <1  
AGE 1-20  
DUAL

|          | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | SFY Average |
|----------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| AGE <1   | 2.82   | 3.53   | 2.82   | 3.62   | 2.89   | 2.89   | 3.62   | 2.89   | 2.89   | 2.89   | 3.62   | 2.89   | 3.12        |
| AGE 1-20 | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| DUAL     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |

FY 20 REQUEST

|          | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | SFY Average |
|----------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| AGE <1   | 54.49  | 43.59  | 43.59  | 55.94  | 44.75  | 44.75  | 55.94  | 44.75  | 44.75  | 55.94  | 44.75  | 44.75  | 48.17       |
| AGE 1-20 | 5.32   | 4.26   | 4.26   | 5.46   | 4.37   | 4.37   | 5.46   | 4.37   | 4.37   | 5.46   | 4.37   | 4.37   | 4.70        |
| AGE 21+  | 6.34   | 5.07   | 5.07   | 6.51   | 5.21   | 5.21   | 6.51   | 5.21   | 5.21   | 6.51   | 5.21   | 5.21   | 5.60        |
| DUAL     | 2.40   | 1.92   | 1.92   | 2.46   | 1.97   | 1.97   | 2.46   | 1.97   | 1.97   | 2.46   | 1.97   | 1.97   | 2.12        |
| SSIWO    | 141.78 | 113.42 | 113.42 | 145.55 | 116.44 | 116.44 | 145.55 | 116.44 | 116.44 | 145.55 | 116.44 | 116.44 | 125.32      |

AGE <1  
AGE 1-20  
DUAL

|          | Jul-20 | Aug-20 | Sep-20 | Oct-20 | Nov-20 | Dec-20 | Jan-21 | Feb-21 | Mar-21 | Apr-21 | May-21 | Jun-21 | SFY Average |
|----------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| AGE <1   | 3.62   | 2.89   | 2.89   | 3.71   | 2.97   | 2.97   | 3.71   | 2.97   | 2.97   | 3.71   | 2.97   | 2.97   | 3.20        |
| AGE 1-20 | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| DUAL     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |

**AIHP Facility**

| Historical AIHP Payment Rates |  | 2013                 |                 | 2014           |         | 2015            |                | 2016      |                 | 2017           |         | 2018            |                |
|-------------------------------|--|----------------------|-----------------|----------------|---------|-----------------|----------------|-----------|-----------------|----------------|---------|-----------------|----------------|
|                               |  | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate | % + / -   | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate |
| Outpatient/Inpatient          |  | \$ 330.00            | \$ 342.00       | \$ 2,272.00    | 3.64%   | \$ 2,413.00     | 6.21%          | \$ 342.00 | \$ 350.00       | \$ 2,443.00    | 2.34%   | \$ 2,443.00     | 1.24%          |
| Outpatient Rate               |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |
| Outpatient Rate               |  | \$ 350.00            | \$ 368.00       | \$ 2,443.00    | 5.14%   | \$ 2,655.00     | 8.68%          | \$ 368.00 | \$ 391.00       | \$ 2,933.00    | 6.25%   | \$ 2,933.00     | 10.47%         |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |
| Outpatient Rate               |  | \$ 391.00            | \$ 427.00       | \$ 2,933.00    | 9.21%   | \$ 3,229.00     | 10.09%         | \$ 427.00 | \$ 427.00       | \$ 3,229.00    | 0.00%   | \$ 3,229.00     | 0.00%          |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |           |                 |                |         |                 |                |

| Average Inflation |  | % + / -    |        |
|-------------------|--|------------|--------|
| 2-Year Average    |  | Outpatient | 7.73%  |
|                   |  | Inpatient  | 10.28% |
| 3-Year Average    |  | Outpatient | 6.87%  |
|                   |  | Inpatient  | 9.75%  |
| 4-Year Average    |  | Outpatient | 5.73%  |
|                   |  | Inpatient  | 7.62%  |
| 5-Year Average    |  | Outpatient | 5.32%  |
|                   |  | Inpatient  | 7.34%  |

| Programmatic Weights for AIHP Inflation |                                |                |                           |
|---|--------------------------------|----------------|---------------------------|
| OP/IP                                   | Program                        | Weights        | Weighted Inflation Factor |
| OP                                      | Traditional                    | 74.25%         | 5.10%                     |
| IP                                      | Traditional                    | 25.75%         | 2.51%                     |
| <b>Total</b>                            | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| OP                                      | Proposition 204                | 76.49%         | 5.25%                     |
| IP                                      | Proposition 204                | 23.51%         | 2.29%                     |
| <b>Total</b>                            | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| OP                                      | Newly Eligible Children        | 89.12%         | 6.12%                     |
| IP                                      | Newly Eligible Children        | 10.88%         | 1.06%                     |
| <b>Total</b>                            | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| OP                                      | Newly Eligible Adults          | 81.43%         | 5.59%                     |
| IP                                      | Newly Eligible Adults          | 18.57%         | 1.81%                     |
| <b>Total</b>                            | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| OP                                      | AL/TCS-EPD                     | 78.81%         | 5.41%                     |
| IP                                      | AL/TCS-EPD                     | 21.19%         | 2.06%                     |
| <b>Total</b>                            | <b>AL/TCS-EPD</b>              | <b>100.00%</b> | <b>7.48%</b>              |

**AIHP Non-Facility**

| AIHP Non-Facility Inflation Factors |                        |                         |                           |                            |                     |                  |
|-------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|---------------------|------------------|
| Fiscal Year                         | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | Dental <sup>5</sup> | LTC <sup>6</sup> |
| SFY 2020                            | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 2.67%               | 3.38%            |
| Long Term                           | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 2.21%               | 3.34%            |

| AIHP Non-Facility Programmatic Weights |           |            |              |               |        |        |
|--|-----------|------------|--------------|---------------|--------|--------|
| Program                                | Inpatient | Outpatient | Professional | Prescriptions | Dental | LTC    |
| Traditional                            | 19.55%    | 56.37%     | 20.42%       | 2.56%         | 0.64%  | 0.47%  |
| Proposition 204                        | 17.12%    | 55.72%     | 22.77%       | 3.53%         | 0.02%  | 0.84%  |
| Newly Eligible Children                | 9.13%     | 74.85%     | 9.53%        | 4.18%         | 2.31%  | 0.00%  |
| Newly Eligible Adults                  | 14.82%    | 65.00%     | 12.53%       | 6.74%         | 0.03%  | 0.88%  |
| AL/TCS-EPD                             | 3.53%     | 13.14%     | 51.60%       | 1.49%         | 0.00%  | 30.24% |

| AIHP Non-Facility Weighted Inflation Rates |           |           |                           |
|--|-----------|-----------|---------------------------|
| Program                                    | SFY 2020  | Long Term | Weighted Inflation Factor |
| Traditional                                | SFY 2020  | Long Term | 2.97%                     |
|  | Long Term | SFY 2020  | 2.66%                     |
| Proposition 204                            | SFY 2020  | Long Term | 2.96%                     |
|  | Long Term | SFY 2020  | 2.61%                     |
| Newly Eligible Children                    | SFY 2020  | Long Term | 2.91%                     |
|  | Long Term | SFY 2020  | 2.63%                     |
| Newly Eligible Adults                      | SFY 2020  | Long Term | 2.93%                     |
|  | Long Term | SFY 2020  | 2.68%                     |
| AL/TCS-EPD                                 | SFY 2020  | Long Term | 3.08%                     |
|  | Long Term | SFY 2020  | 2.39%                     |

**Notes:**

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

# FES Inflation Forecast

| Calendar Quarter | Physicians Services Index Increase |                                    | Physicians Services SFY Average Increase |                                    | Inpatient Services Index Increase |   | AHCCCS Inpatient Index SFY Average Increase |                                     | Weighted Index SFY Average Increase |       |
|------------------|------------------------------------|------------------------------------|--|------------------------------------|-----------------------------------|---|---|-------------------------------------|-------------------------------------|-------|
|                  | Index Increase                     | Physicians Services Index Increase | SFY Average Increase                     | Physicians Services Index Increase | Inpatient Services Index Increase | AHCCCS Inpatient Index SFY Average Increase | AHCCCS Inpatient Index SFY Average Increase | Weighted Index SFY Average Increase | Weighted Index SFY Average Increase |       |
| 2011.3           |                                    | 2.4%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2011.4           |                                    | 2.6%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2012.1           |                                    | 1.7%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2012.2           |                                    | 1.7%                               | 2.10%                                    |                                    |                                   | 2.0%  | 2.42%                                       | SFY 12                              |                                     | 2.36% |
| 2012.3           |                                    | 2.6%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2012.4           |                                    | 2.2%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.1           |                                    | 2.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.2           |                                    | 2.4%                               | 2.42%                                    |                                    |                                   | 2.1%  | 2.02%                                       | SFY 13                              |                                     | 2.10% |
| 2013.3           |                                    | 1.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.4           |                                    | 1.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.1           |                                    | 1.4%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.2           |                                    | 1.4%                               | 1.47%                                    |                                    |                                   | 1.9%  | 1.82%                                       | SFY 14                              |                                     | 1.75% |
| 2014.3           |                                    | 1.3%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2014.4           |                                    | 1.4%                               |  |                                    |                                   | 2.1%  |   |                                     |                                     |       |
| 2015.1           |                                    | 1.5%                               |  |                                    |                                   | 1.8%  |   |                                     |                                     |       |
| 2015.2           |                                    | 1.8%                               | 1.52%                                    |                                    |                                   | 1.7%  | 1.86%                                       | SFY 15                              |                                     | 1.79% |
| 2015.3           |                                    | 2.1%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2015.4           |                                    | 2.3%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2016.1           |                                    | 2.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2016.2           |                                    | 2.7%                               | 2.44%                                    |                                    |                                   | 1.8%  | 1.66%                                       | SFY 16                              |                                     | 1.81% |
| 2016.3           |                                    | 4.0%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2016.4           |                                    | 3.8%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2017.1           |                                    | 3.4%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2017.2           |                                    | 0.9%                               | 3.02%                                    |                                    |                                   | 2.5%  | 2.33%                                       | SFY 17                              |                                     | 2.47% |
| 2017.3           |                                    | -0.7%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2017.4           |                                    | -1.4%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2018.1           |                                    | -1.0%                              |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2018.2           |                                    | 1.0%                               | -0.56%                                   |                                    |                                   | 2.6%  | 2.55%                                       | SFY 18                              |                                     | 1.93% |
| 2018.3           |                                    | 1.5%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2018.4           |                                    | 2.2%                               |  |                                    |                                   | 2.8%  |   |                                     |                                     |       |
| 2019.1           |                                    | 2.7%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2019.2           |                                    | 2.9%                               | 2.35%                                    |                                    |                                   | 2.9%  | 2.88%                                       | SFY 19                              |                                     | 2.78% |
| 2019.3           |                                    | 3.1%                               |  |                                    |                                   | 3.0%  |   |                                     |                                     |       |
| 2019.4           |                                    | 3.1%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.1           |                                    | 2.9%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.2           |                                    | 2.9%                               | 3.00%                                    |                                    |                                   | 3.2%  | 3.17%                                       | SFY 20                              |                                     | 3.13% |

**Notes:**

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).  
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                          | Arizona Health Care Cost Containment System |              | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|----------------------------------|---|--------------|----------|------------|-------------|---------------|
| Program:                         | 1000-A                                      | General Fund | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Reinsurance</b>               |   |              |          |            |             |               |
| <b>Fund: 1000-A General Fund</b> |   |              |          |            |             |               |
| <b>Appropriated</b>              |   |              |          |            |             |               |
| 0000                             | FTE   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6000                             | Personal Services                           |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6100                             | Employee Related Expenses                   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6200                             | Professional and Outside Services           |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6500                             | Travel In-State                             |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6600                             | Travel Out of State                         |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6700                             | Food  |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6800                             | Aid to Organizations and Individuals        |              | 34,154.7 | 36,734.6   | 7,042.0     | 43,776.6      |
| 7000                             | Other Operating Expenses                    |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 8000                             | Equipment                                   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 8100                             | Capital Outlay                              |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 8600                             | Debt Service                                |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 9000                             | Cost Allocation                             |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 9100                             | Transfers                                   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>       |   |              | 34,154.7 | 36,734.6   | 7,042.0     | 43,776.6      |
| <b>Fund Total:</b>               |   |              | 34,154.7 | 36,734.6   | 7,042.0     | 43,776.6      |
| <b>Fund: 2120-N AHCCCS Fund</b>  |   |              |          |            |             |               |
| <b>Non-Appropriated</b>          |   |              |          |            |             |               |
| 0000                             | FTE   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6000                             | Personal Services                           |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6100                             | Employee Related Expenses                   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6200                             | Professional and Outside Services           |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6500                             | Travel In-State                             |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6600                             | Travel Out of State                         |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6700                             | Food  |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 6800                             | Aid to Organizations and Individuals        |              | 79,424.7 | 84,753.6   | 17,224.2    | 101,977.8     |
| 7000                             | Other Operating Expenses                    |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 8000                             | Equipment                                   |              | 0.0      | 0.0        | 0.0         | 0.0           |
| 8100                             | Capital Outlay                              |              | 0.0      | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Reinsurance

|                                 |                 |                 |                 |                 |                  |                  |                  |
|---------------------------------|-----------------|-----------------|-----------------|-----------------|------------------|------------------|------------------|
| <b>Fund:</b> 2120-N AHCCCS Fund |                 |                 |                 |                 |                  |                  |                  |
| <b>Non-Appropriated</b>         |                 |                 |                 |                 |                  |                  |                  |
| 8600 Debt Service               | 0.0             | 0.0             | 0.0             | 0.0             | 0.0              | 0.0              | 0.0              |
| 9000 Cost Allocation            | 0.0             | 0.0             | 0.0             | 0.0             | 0.0              | 0.0              | 0.0              |
| 9100 Transfers                  | 0.0             | 0.0             | 0.0             | 0.0             | 0.0              | 0.0              | 0.0              |
| <b>Non-Appropriated Total:</b>  | <b>79,424.7</b> | <b>84,753.6</b> | <b>17,224.2</b> | <b>17,224.2</b> | <b>101,977.8</b> | <b>101,977.8</b> | <b>101,977.8</b> |

**Fund Total:** 79,424.7      84,753.6      17,224.2      17,224.2      101,977.8

**Program Total For Selected Funds:** 113,579.4      121,488.2      24,266.2      24,266.2      145,754.4

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Reinsurance</b>                                 |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 113,579.4         | 121,488.2             |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>  | <b>Reinsurance</b>                                 |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>113,579.4</b>                                   | <b>121,488.2</b>              |
| <b>Appropriated</b>                                      |  |                               |
| 1000-A General Fund (Appropriated)                       | 34,154.7   | 36,734.6                      |
|  | <b>34,154.7</b>                                    | <b>36,734.6</b>               |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 79,424.7   | 84,753.6                      |
|  | <b>79,424.7</b>                                    | <b>84,753.6</b>               |
| <b>Fund Source Total</b>                                 | <b>113,579.4</b>                                   | <b>121,488.2</b>              |
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Reinsurance</b>                                 |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Reinsurance</b>                                 |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Reinsurance</b>                                 |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





**TRADITIONAL MEDICAID SERVICES**  
**ACUTE MEDICARE PREMIUMS**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**ACUTE BASE MEDICARE PREMIUMS PROGRAM**

**PROGRAM DESCRIPTION/BACKGROUND:**

AHCCCS pays Medicare Part A premiums (Hospital Insurance Benefit (HIB)) and Medicare Part B premiums (Supplemental Medical Insurance Benefit (SMIB)) for Title XIX members who are eligible for both Medicare and Medicaid. AHCCCS acts as a payer of last resort for medical benefits and cost avoids against Medicare for dual eligible members. This means that for these members AHCCCS only has liability for payment of Medicare coinsurance, deductibles, and the remaining medical benefits that are not covered by Medicare and all other third party payers. Health care providers must determine the extent of third party coverage and bill all private insurance carriers including HMOs and Medicare prior to billing AHCCCS. This Medicare "buy-in" program reduces the State's Medicaid costs because the Federal government, through Medicare, absorbs many of the major medical costs provided to these members, which otherwise would have been paid by AHCCCS.

In addition, Federal law requires the State to pay Medicare Part A and/or Part B premiums on behalf of certain low-income Medicare beneficiaries. These members are covered under the Qualified Medicare Beneficiary (QMB) or the Specified Low-Income Medicare Beneficiary (SLMB) programs. To be eligible for the QMB program, the individual's income must be less than 100% of the Federal Poverty Level (FPL). These QMB members are eligible for full benefits, however, some choose to remain QMB only and AHCCCS pays for their Medicare Part A and Part B premiums, Medicare coinsurance and deductibles. To be eligible for the SLMB program, the individual's income must fall between 100% and 120% of the FPL. AHCCCS pays the Medicare Part B premium for SLMB eligibles.

Section 4732 of the Balanced Budget Act (BBA) of 1997 created two new eligibility groups: Qualified Individual I and II (QI-1 and QI-2). These 100% federal funded groups were originally scheduled to sunset on December 31, 2002. However the QI-1 group, which receives a payment for the full Medicare Part B premium, was reauthorized by Congress (the QI-2 group did sunset). Section 211 of the Medicare Access and CHIP Reauthorization Act (MACRA) permanently extended the Qualifying Individual program, for Calendar Year (CY) 2016, and each subsequent year. To be eligible for the QI-1 Program, a member's income must be between 120% and 135% of the FPL.

In Fiscal Year 2020, AHCCCS requires an increase of \$17,548,000 in Total Funds consisting of \$4,170,300 General Fund and \$13,377,700 Federal Fund for the Acute Medicare Premiums allocation within the Traditional Medicaid Services Appropriation.

**METHODOLOGY:**

- Medicare Part A and Part B monthly premium rates are established by the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS) for each calendar year.
- A per member per month (PMPM) cost for Medicare Part A premiums is calculated by dividing actual Medicare Part A premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 1.59%. The 1.59% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part A rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part A premium expenditures for future years. The projected SSI with Medicare member months used for Medicare Part A and Part B premiums calculation includes members enrolled in the behavioral health integrated plans; as a result they do not tie to the SSI with Medicare member months used in the Traditional capitation forecast.
- A per member per month (PMPM) cost for Medicare Part B premiums is calculated by dividing actual Medicare Part B premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 5.23%. The 5.23% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part B rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part B premium expenditures for future years.
- The separate PMPM costs for QMB-Only Part A premiums, Part B premiums and coinsurance/deductibles were calculated by dividing actual expenditures for January through June 2018 by actual member months for that same period. The PMPMs for QMB-Only Medicare Part A and B premiums were increased by the same Part A and B inflation percentages as above. The QMB-Only Coinsurance & Deductible PMPM was increased by an average of the Part A and B increases or 3.41% for both Calendar Year 2018 and Calendar Year 2019.
- The PMPM costs for SLMB were calculated by actual expenditures for the January through June 2018 being divided by actual enrollment for that same period. Because SLMB enrollees are only eligible to have their Part B premiums paid, the same inflationary increase used for the Part B Medicare Premium calculation was used for this population.
- The QI-1 program enrollment is developed by dividing actual prior year expenditures by the published Part B rate. The projected enrollment is then multiplied by the projected published rate to estimate the future expenditures. This program is 100% Federally funded up to the annual QI-1 allotment amount. If the allotment is exceeded, the cost is 100% state funded.

Medicare Premium Rates



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES  
ACUTE MEDICARE PREMIUMS

The current calendar year 2018 Medicare Part A premium is \$422.00 per month. The current calendar year 2018 Medicare Part B premium is \$134.00. The effective Medicare premium rates paid by AHCCCS are calculated using the PMPM costs which include a 10% surcharge for late enrollment for some members over and above the published premium rates. The following table provides a historical perspective on the Medicare Part A and B premiums and annual increases.

**History of Medicare Premium Rates**

| Calendar Year | Medicare Part A Premium | % Change | Medicare Part B Premium | % Change |
|---------------|-------------------------|----------|-------------------------|----------|
| 2002          | \$319.00                | 6.33%    | \$54.00                 | 8.00%    |
| 2003          | \$316.00                | -0.94%   | \$58.70                 | 8.70%    |
| 2004          | \$343.00                | 8.54%    | \$66.60                 | 13.46%   |
| 2005          | \$375.00                | 9.33%    | \$78.20                 | 17.42%   |
| 2006          | \$393.00                | 4.80%    | \$88.50                 | 13.17%   |
| 2007          | \$410.00                | 4.33%    | \$93.50                 | 5.65%    |
| 2008          | \$423.00                | 3.17%    | \$96.40                 | 3.10%    |
| 2009          | \$443.00                | 4.73%    | \$96.40                 | 0.00%    |
| 2010          | \$461.00                | 4.06%    | \$110.50                | 14.63%   |
| 2011          | \$450.00                | -2.39%   | \$115.40                | 4.43%    |
| 2012          | \$451.00                | 0.22%    | \$99.90                 | -13.43%  |
| 2013          | \$441.00                | -2.22%   | \$104.90                | 5.01%    |
| 2014          | \$426.00                | -3.40%   | \$104.90                | 0.00%    |
| 2015          | \$407.00                | -4.46%   | \$104.90                | 0.00%    |
| 2016          | \$411.00                | 0.98%    | \$121.80                | 16.11%   |
| 2017          | \$413.00                | 0.49%    | \$134.00                | 10.02%   |
| 2018          | \$422.00                | 2.18%    | \$134.00                | 0.00%    |
| 2019 (est.)   | \$428.70                | 1.59%    | \$141.00                | 5.23%    |
| 2020 (est.)   | \$435.50                | 1.59%    | \$148.37                | 5.23%    |



**TRADITIONAL MEDICAID SERVICES  
ACUTE MEDICARE PREMIUMS**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION

Medicare Part A and Part B premiums projected for Calendar Years 2018 and 2019 are based on an average of the most recent five years percentage increase, excluding years for which the rate decreased.

**Membership Growth**

Linear regressions were used to project member month growth for the different subgroups of the Medicare Premiums Program.

- Traditional SSI with Medicare member – 36-month regression
- QMB-Only member – 36-month regression
- SLMB member – 36-month regression
- QI-1 member – 72-month regression

Below is a chart showing the projected member month changes for all subprograms within the Medicare Premiums Program for SFY 2012-2020. For FY2019 and FY2020, member months for SSI Traditional and Prop. 204 SSI were forecast in aggregate using a 36 month regression and then split according to the percentage that each group currently represents of the total. SSI with Medicare member months were then added together with Integrated Behavioral Health SSI with Medicare member months to get the Part A & B totals.

| SFY  | Part A & B | %Chg   | QMB-Only  | %Chg  | SLMB       | %Chg  | QI-1       | %Chg  |
|------|------------|--------|-----------|-------|------------|-------|------------|-------|
| 2012 | 599,769.42 | 8.5%   | 48,625.00 | -0.3% | 241,530.00 | 8.3%  | 153,686.33 | 1.3%  |
| 2013 | 627,624.21 | 4.6%   | 50,923.00 | 4.7%  | 262,706.00 | 8.8%  | 184,230.39 | 19.9% |
| 2014 | 650,489.05 | 3.6%   | 56,427.00 | 10.8% | 277,430.00 | 5.6%  | 189,203.99 | 2.7%  |
| 2015 | 672,604.99 | 3.4%   | 56,145.00 | -0.5% | 300,848.00 | 8.4%  | 200,471.33 | 6.0%  |
| 2016 | 686,869.32 | 2.1%   | 71,191.00 | 26.8% | 335,588.00 | 11.5% | 215,836.70 | 7.7%  |
| 2017 | 891,449.06 | 29.8%  | 80,510.00 | 13.1% | 355,429.00 | 5.9%  | 224,281.79 | 3.9%  |
| 2018 | 783,400.35 | -12.1% | 93,247.00 | 15.8% | 379,509.00 | 6.8%  | 227,946.56 | 1.6%  |
| 2019 | 796,500.13 | 1.7%   | 89,488.45 | -4.0% | 413,933.57 | 9.1%  | 235,734.66 | 3.4%  |
| 2020 | 799,628.59 | 0.4%   | 94,481.28 | 5.6%  | 437,028.17 | 5.6%  | 248,887.00 | 5.6%  |



**TRADITIONAL MEDICAID SERVICES  
ACUTE MEDICARE PREMIUMS**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

**FMAP:**

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

**STATUTORY AUTHORITY:**

ARS § 36-2901, paragraph 6, subdivision (a)  
ARS § 36-2911

Section 4732, the Balanced Budget Act (BBA) of 1997  
Medicare Access and CHIP Reauthorization Act of 2015 (PL 114-10)

Arizona Section 1115 Waiver for FFY 2017 through FFY 2021, CNOM #11 (January 18, 2017 version)



**Arizona Health Care Cost Containment System**  
**Fiscal Year 2020 Budget**  
**Medicare Cost Sharing Program Expenditure Forecast Summary**

|                              | FY 2018<br>Actual   | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Increase |
|------------------------------|---------------------|-----------------------|-------------------|--------------------|---------------------|
| Part A and B                 | (SM)<br>36,085,548  | 38,798,900            | 37,767,600        | 40,157,000         | 1,358,100           |
|                              | (TF)<br>119,218,774 | 127,474,700           | 125,181,100       | 131,923,700        | 4,449,000           |
| QMB-Only                     | (SM)<br>5,756,814   | 6,189,700             | 5,577,800         | 6,177,800          | (11,900)            |
|                              | (TF)<br>19,019,756  | 20,336,900            | 18,486,500        | 20,294,200         | (42,700)            |
| SLMB                         | (SM)<br>18,230,498  | 19,601,300            | 20,111,100        | 22,425,400         | 2,824,100           |
|                              | (TF)<br>60,232,790  | 64,403,900            | 66,657,400        | 73,668,500         | 9,264,600           |
| QI-1                         | (SM)<br>-           | -                     | -                 | -                  | -                   |
|                              | (TF)<br>30,544,839  | 32,660,000            | 33,059,700        | 36,537,100         | 3,877,100           |
| <b>Medicare Cost Sharing</b> | (SM)<br>60,072,860  | 64,589,900            | 63,456,500        | 68,760,200         | 4,170,300           |
|                              | (TF)<br>229,016,159 | 244,875,500           | 243,384,700       | 262,423,500        | 17,548,000          |

**Notes:**

- 1) For FY19, Acute Medicare Premiums are appropriated as part of the Traditional Medicaid Services line item.
- 2) The FY19 Allocation above was based on FY 18 Medicare Premium expenditures as a percentage of total Traditional expenditures.
- 3) FY 2018 Actuals are from PMMIS and may not tie to AFIS because of timing issues.

**Arizona Health Care Cost Containment System  
 State Fiscal Years 2018 - 2020  
 Medicare Cost Sharing Program Expenditure Forecast Summary**

|              | SFY 2018<br>PMMIS Actual |                    |                   |
|--------------|--------------------------|--------------------|-------------------|
|              | Total                    | Fed                | State             |
| Part A and B | 119,218,774              | 83,133,226         | 36,085,548        |
| QMB-Only     | 19,019,756               | 13,262,942         | 5,756,814         |
| SLMB         | 60,232,790               | 42,002,292         | 18,230,498        |
| QI-1         | 30,544,839               | 30,544,839         | -                 |
| <b>Total</b> | <b>229,016,159</b>       | <b>168,943,299</b> | <b>60,072,860</b> |

|              | SFY 2019<br>Rebase |                    |                   |
|--------------|--------------------|--------------------|-------------------|
|              | Total              | Fed                | State             |
| Part A and B | 125,181,100        | 87,413,500         | 37,767,600        |
| QMB-Only     | 18,486,500         | 12,908,700         | 5,577,800         |
| SLMB         | 66,657,400         | 46,546,300         | 20,111,100        |
| QI-1         | 33,059,700         | 33,059,700         | -                 |
| <b>Total</b> | <b>243,384,700</b> | <b>179,928,200</b> | <b>63,456,500</b> |

|              | SFY 2020<br>Request |                    |                   |
|--------------|---------------------|--------------------|-------------------|
|              | Total               | Fed                | State             |
| Part A and B | 131,923,700         | 91,766,700         | 40,157,000        |
| QMB-Only     | 20,294,200          | 14,116,400         | 6,177,800         |
| SLMB         | 73,668,500          | 51,243,100         | 22,425,400        |
| QI-1         | 36,537,100          | 36,537,100         | -                 |
| <b>Total</b> | <b>262,423,500</b>  | <b>193,663,300</b> | <b>68,760,200</b> |

TOTAL FUND

FY 18 ACTUAL

|                | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| Q11            | 2,585,545  | 2,637,260  | 2,661,063  | 2,632,237  | 2,722,955  | 2,755,500  | 2,539,719  | 2,587,980  | 1,905,883  | 2,399,576  | 2,564,305  | 2,552,817  | 30,544,839  |
| QMB Part A     | 5,844      | 4,440      | 4,440      | 4,440      | 914        | 5,038      | 4,304      | 3,391      | 4,726      | 4,304      | 3,882      | 3,882      | 49,605      |
| QMB Part B     | 987,237    | 1,001,287  | 1,000,697  | 998,210    | 1,020,194  | 1,016,232  | 990,875    | 1,027,346  | 1,037,886  | 1,002,770  | 953,268    | 933,760    | 11,969,761  |
| QMB Copay      | 489,558    | 701,001    | 415,525    | 457,695    | 623,098    | 570,009    | 672,948    | 637,828    | 613,810    | 557,339    | 767,442    | 494,137    | 7,000,390   |
| SLMB           | 4,832,276  | 4,846,588  | 4,845,005  | 4,881,619  | 4,875,798  | 4,970,873  | 4,975,958  | 5,143,399  | 5,151,172  | 5,226,256  | 5,245,367  | 5,238,479  | 60,232,790  |
| Part A         | 524,764    | 601,910    | 593,247    | 580,796    | 558,197    | 596,044    | 622,907    | 622,984    | 604,525    | 607,260    | 630,874    | 636,755    | 7,180,262   |
| Part B         | 8,993,248  | 9,152,259  | 9,176,948  | 9,272,426  | 9,304,786  | 9,375,711  | 9,431,094  | 9,409,599  | 9,486,170  | 9,551,948  | 9,588,464  | 9,295,862  | 112,038,512 |
| Medicare TOTAL | 18,418,473 | 18,944,743 | 18,696,925 | 18,827,422 | 19,105,940 | 19,289,407 | 19,237,806 | 19,432,525 | 18,804,173 | 19,349,453 | 19,753,602 | 19,155,691 | 229,016,159 |
| TOTAL          | 18,418,473 | 18,944,743 | 18,696,925 | 18,827,422 | 19,105,940 | 19,289,407 | 19,237,806 | 19,432,525 | 18,804,173 | 19,349,453 | 19,753,602 | 19,155,691 | 229,016,159 |

FY 19 REBASE

|                | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| Q11            | 2,622,100  | 2,633,300  | 2,644,600  | 2,655,800  | 2,667,100  | 2,678,300  | 2,830,100  | 2,842,000  | 2,853,800  | 2,865,700  | 2,877,500  | 2,889,400  | 33,059,700  |
| QMB Part A     | 3,700      | 3,700      | 3,700      | 3,800      | 3,800      | 3,800      | 3,900      | 3,900      | 3,900      | 3,900      | 3,900      | 3,900      | 45,900      |
| QMB Part B     | 900,600    | 904,500    | 908,400    | 912,200    | 916,100    | 920,000    | 972,100    | 976,200    | 980,200    | 984,300    | 988,400    | 992,400    | 11,355,400  |
| QMB Copay      | 567,000    | 569,500    | 571,900    | 574,300    | 576,800    | 579,200    | 601,500    | 604,000    | 606,500    | 609,000    | 611,500    | 614,000    | 7,085,200   |
| SLMB           | 5,286,800  | 5,309,500  | 5,332,200  | 5,354,900  | 5,377,600  | 5,400,300  | 5,706,300  | 5,730,200  | 5,754,100  | 5,778,000  | 5,801,800  | 5,825,700  | 66,657,400  |
| Part A         | 625,900    | 626,100    | 626,300    | 626,500    | 626,700    | 626,800    | 636,500    | 636,700    | 637,000    | 637,300    | 637,600    | 637,700    | 7,581,100   |
| Part B         | 9,536,200  | 9,540,500  | 9,543,600  | 9,546,200  | 9,548,500  | 9,551,400  | 10,045,400 | 10,049,100 | 10,053,000 | 10,058,100 | 10,062,500 | 10,065,500 | 117,600,000 |
| Medicare TOTAL | 19,542,300 | 19,587,100 | 19,630,700 | 19,673,700 | 19,716,600 | 19,759,800 | 20,795,800 | 20,842,100 | 20,888,500 | 20,936,300 | 20,983,200 | 21,028,600 | 243,384,700 |
| TOTAL          | 19,542,300 | 19,587,100 | 19,630,700 | 19,673,700 | 19,716,600 | 19,759,800 | 20,795,800 | 20,842,100 | 20,888,500 | 20,936,300 | 20,983,200 | 21,028,600 | 243,384,700 |

FY 20 REQUEST

|                | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| Q11            | 2,901,200  | 2,913,000  | 2,924,900  | 2,936,700  | 2,948,600  | 2,960,400  | 3,127,600  | 3,140,000  | 3,152,500  | 3,164,900  | 3,177,400  | 3,189,900  | 36,537,100  |
| QMB Part A     | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 4,100      | 4,100      | 4,200      | 4,200      | 4,200      | 4,200      | 49,000      |
| QMB Part B     | 996,500    | 1,000,600  | 1,004,600  | 1,008,700  | 1,012,800  | 1,016,900  | 1,074,300  | 1,078,500  | 1,082,800  | 1,087,100  | 1,091,400  | 1,095,700  | 12,549,900  |
| QMB Copay      | 616,600    | 619,100    | 621,600    | 624,100    | 626,600    | 629,100    | 653,200    | 655,800    | 658,400    | 661,000    | 663,600    | 666,200    | 7,695,300   |
| SLMB           | 5,849,600  | 5,873,500  | 5,897,300  | 5,921,200  | 5,945,100  | 5,969,000  | 6,306,000  | 6,331,100  | 6,356,200  | 6,381,400  | 6,406,500  | 6,431,600  | 73,668,500  |
| Part A         | 638,200    | 638,400    | 638,500    | 638,700    | 638,900    | 639,100    | 648,900    | 649,100    | 649,400    | 649,800    | 650,000    | 650,200    | 7,729,200   |
| Part B         | 10,073,200 | 10,075,800 | 10,078,200 | 10,080,900 | 10,083,400 | 10,086,100 | 10,608,200 | 10,612,300 | 10,616,500 | 10,622,400 | 10,627,200 | 10,630,300 | 124,194,500 |
| Medicare TOTAL | 21,079,300 | 21,124,400 | 21,169,100 | 21,214,300 | 21,259,400 | 21,304,600 | 22,422,300 | 22,470,900 | 22,520,000 | 22,570,800 | 22,620,300 | 22,668,100 | 262,423,500 |
| TOTAL          | 21,079,300 | 21,124,400 | 21,169,100 | 21,214,300 | 21,259,400 | 21,304,600 | 22,422,300 | 22,470,900 | 22,520,000 | 22,570,800 | 22,620,300 | 22,668,100 | 262,423,500 |

FEDERAL FUND

FY 18 ACTUAL

|                | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| Q11            | 2,585,545  | 2,637,260  | 2,661,063  | 2,632,237  | 2,722,955  | 2,755,500  | 2,539,719  | 2,587,980  | 1,905,883  | 2,399,576  | 2,564,305  | 2,552,817  | 30,544,839  |
| QMB Part A     | 4,046      | 3,074      | 3,074      | 3,103      | 639        | 3,521      | 3,008      | 2,370      | 3,303      | 3,008      | 2,713      | 2,713      | 34,573      |
| QMB Part B     | 683,563    | 693,291    | 692,883    | 697,649    | 713,013    | 710,244    | 692,523    | 718,012    | 725,379    | 700,836    | 666,239    | 652,605    | 8,346,236   |
| QMB Copay      | 338,970    | 485,373    | 287,709    | 319,883    | 435,483    | 398,379    | 470,324    | 445,778    | 428,992    | 389,524    | 536,365    | 345,352    | 4,882,133   |
| SLMB           | 3,345,868  | 3,355,777  | 3,354,682  | 3,411,764  | 3,407,695  | 3,474,143  | 3,477,697  | 3,594,721  | 3,600,154  | 3,652,630  | 3,665,987  | 3,661,173  | 42,002,292  |
| Part A         | 363,347    | 416,762    | 410,764    | 405,918    | 390,124    | 416,575    | 435,350    | 435,403    | 422,502    | 424,414    | 440,918    | 445,028    | 5,007,106   |
| Part B         | 6,226,925  | 6,337,024  | 6,354,119  | 6,480,499  | 6,503,115  | 6,552,684  | 6,591,391  | 6,576,368  | 6,629,884  | 6,675,856  | 6,701,377  | 6,496,878  | 78,126,120  |
| Medicare TOTAL | 13,548,264 | 13,928,561 | 13,764,294 | 13,951,052 | 14,173,023 | 14,311,047 | 14,210,012 | 14,360,632 | 13,716,098 | 14,245,845 | 14,577,904 | 14,156,566 | 168,943,299 |
| TOTAL          | 13,548,264 | 13,928,561 | 13,764,294 | 13,951,052 | 14,173,023 | 14,311,047 | 14,210,012 | 14,360,632 | 13,716,098 | 14,245,845 | 14,577,904 | 14,156,566 | 168,943,299 |

FY 19 REBASE

|                | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| Q11            | 2,622,100  | 2,633,300  | 2,644,600  | 2,655,800  | 2,667,100  | 2,678,300  | 2,830,100  | 2,842,000  | 2,853,800  | 2,865,700  | 2,877,500  | 2,889,400  | 33,059,700  |
| QMB Part A     | 2,600      | 2,600      | 2,600      | 2,600      | 2,600      | 2,600      | 2,700      | 2,700      | 2,700      | 2,700      | 2,700      | 2,800      | 31,900      |
| QMB Part B     | 629,500    | 632,200    | 634,900    | 636,800    | 639,500    | 642,200    | 678,600    | 681,500    | 684,300    | 687,100    | 690,000    | 692,800    | 7,929,400   |
| QMB Copay      | 396,300    | 398,000    | 399,700    | 400,900    | 402,600    | 404,300    | 419,900    | 421,600    | 423,400    | 425,100    | 426,900    | 428,700    | 4,947,400   |
| SLMB           | 3,695,000  | 3,710,800  | 3,726,700  | 3,738,200  | 3,754,100  | 3,769,900  | 3,983,600  | 4,000,300  | 4,016,900  | 4,033,600  | 4,050,300  | 4,066,900  | 46,546,300  |
| Part A         | 437,400    | 437,600    | 437,700    | 437,400    | 437,500    | 437,600    | 444,300    | 444,300    | 444,700    | 444,900    | 445,100    | 445,200    | 5,293,900   |
| Part B         | 6,664,900  | 6,667,900  | 6,670,000  | 6,664,200  | 6,665,800  | 6,667,800  | 7,012,700  | 7,015,300  | 7,018,000  | 7,021,600  | 7,024,700  | 7,026,700  | 82,119,600  |
| Medicare TOTAL | 14,447,800 | 14,482,400 | 14,516,200 | 14,535,900 | 14,569,200 | 14,602,700 | 15,371,900 | 15,407,900 | 15,443,800 | 15,480,700 | 15,517,200 | 15,552,500 | 179,928,200 |
| TOTAL          | 14,447,800 | 14,482,400 | 14,516,200 | 14,535,900 | 14,569,200 | 14,602,700 | 15,371,900 | 15,407,900 | 15,443,800 | 15,480,700 | 15,517,200 | 15,552,500 | 179,928,200 |

FY 20 REQUEST

|                | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| Q11            | 2,901,200  | 2,913,000  | 2,924,900  | 2,936,700  | 2,948,600  | 2,960,400  | 3,127,600  | 3,140,000  | 3,152,500  | 3,164,900  | 3,177,400  | 3,189,900  | 36,537,100  |
| QMB Part A     | 2,800      | 2,800      | 2,800      | 2,800      | 2,800      | 2,800      | 2,900      | 2,900      | 2,900      | 2,900      | 2,900      | 2,900      | 34,200      |
| QMB Part B     | 695,700    | 698,500    | 701,300    | 700,900    | 703,700    | 706,500    | 746,400    | 749,400    | 752,300    | 755,300    | 758,300    | 761,300    | 8,729,600   |
| QMB Copay      | 430,400    | 432,200    | 433,900    | 433,600    | 435,400    | 437,100    | 453,800    | 455,600    | 457,400    | 459,200    | 461,100    | 462,900    | 5,352,600   |
| SLMB           | 4,083,600  | 4,100,300  | 4,116,900  | 4,114,100  | 4,130,700  | 4,147,200  | 4,381,400  | 4,398,900  | 4,416,300  | 4,433,800  | 4,451,200  | 4,468,700  | 51,243,100  |
| Part A         | 445,500    | 445,700    | 445,800    | 443,800    | 443,900    | 444,000    | 450,800    | 451,000    | 451,000    | 451,500    | 451,700    | 451,800    | 5,376,700   |
| Part B         | 7,032,100  | 7,033,900  | 7,035,600  | 7,004,200  | 7,005,900  | 7,007,800  | 7,370,600  | 7,373,400  | 7,376,300  | 7,380,500  | 7,383,800  | 7,385,900  | 86,390,000  |
| Medicare TOTAL | 15,591,300 | 15,626,400 | 15,661,200 | 15,636,100 | 15,671,000 | 15,705,800 | 16,533,500 | 16,571,200 | 16,608,900 | 16,648,100 | 16,686,400 | 16,723,400 | 193,663,300 |
| TOTAL          | 15,591,300 | 15,626,400 | 15,661,200 | 15,636,100 | 15,671,000 | 15,705,800 | 16,533,500 | 16,571,200 | 16,608,900 | 16,648,100 | 16,686,400 | 16,723,400 | 193,663,300 |

STATE FUND

FY 18 ACTUAL

|                | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Q11            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| QMB Part A     | 1,798     | 1,366     | 1,366     | 1,337     | 275       | 1,517     | 1,296     | 1,021     | 1,423     | 1,296     | 1,169     | 1,169     | 15,032     |
| QMB Part B     | 303,674   | 307,996   | 307,814   | 300,561   | 307,180   | 305,987   | 298,353   | 309,334   | 312,508   | 301,934   | 287,029   | 281,155   | 3,623,525  |
| QMB Copay      | 150,588   | 215,628   | 127,815   | 137,812   | 187,615   | 171,630   | 202,625   | 192,050   | 184,818   | 167,815   | 231,077   | 148,785   | 2,118,257  |
| SLMB           | 1,486,408 | 1,490,810 | 1,490,324 | 1,469,856 | 1,468,103 | 1,496,730 | 1,498,261 | 1,548,677 | 1,551,018 | 1,573,626 | 1,579,380 | 1,577,306 | 18,230,498 |
| Part A         | 161,418   | 185,147   | 182,483   | 174,878   | 168,073   | 179,469   | 187,557   | 187,580   | 182,022   | 182,846   | 189,956   | 191,727   | 2,173,156  |
| Part B         | 2,766,323 | 2,815,235 | 2,822,829 | 2,791,927 | 2,801,671 | 2,823,026 | 2,839,702 | 2,833,230 | 2,856,286 | 2,876,091 | 2,887,086 | 2,798,984 | 33,912,392 |
| Medicare TOTAL | 4,870,208 | 5,016,182 | 4,932,631 | 4,876,370 | 4,932,917 | 4,978,359 | 5,027,794 | 5,071,893 | 5,088,075 | 5,103,608 | 5,175,697 | 4,999,125 | 60,072,860 |
| TOTAL          | 4,870,208 | 5,016,182 | 4,932,631 | 4,876,370 | 4,932,917 | 4,978,359 | 5,027,794 | 5,071,893 | 5,088,075 | 5,103,608 | 5,175,697 | 4,999,125 | 60,072,860 |

FY 19 REBASE

|                | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Q11            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| QMB Part A     | 1,100     | 1,100     | 1,100     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,100     | 14,000     |
| QMB Part B     | 271,100   | 272,300   | 273,500   | 275,400   | 276,600   | 277,800   | 293,500   | 294,700   | 295,900   | 297,200   | 298,400   | 299,600   | 3,426,000  |
| QMB Copay      | 170,700   | 171,500   | 172,200   | 173,400   | 174,200   | 174,900   | 181,600   | 182,400   | 183,100   | 183,900   | 184,600   | 185,300   | 2,137,800  |
| SLMB           | 1,591,800 | 1,598,700 | 1,605,500 | 1,616,700 | 1,623,500 | 1,630,400 | 1,722,700 | 1,729,900 | 1,737,200 | 1,744,400 | 1,751,500 | 1,758,800 | 20,111,100 |
| Part A         | 188,500   | 188,500   | 188,600   | 189,100   | 189,200   | 189,200   | 192,200   | 192,200   | 192,300   | 192,400   | 192,500   | 192,500   | 2,287,200  |
| Part B         | 2,871,300 | 2,872,600 | 2,873,600 | 2,882,000 | 2,882,700 | 2,883,600 | 3,032,700 | 3,033,800 | 3,035,000 | 3,036,500 | 3,037,800 | 3,038,800 | 35,480,400 |
| Medicare TOTAL | 5,094,500 | 5,104,700 | 5,114,500 | 5,137,800 | 5,147,400 | 5,157,100 | 5,423,900 | 5,434,200 | 5,444,700 | 5,455,600 | 5,466,000 | 5,476,100 | 63,456,500 |
| TOTAL          | 5,094,500 | 5,104,700 | 5,114,500 | 5,137,800 | 5,147,400 | 5,157,100 | 5,423,900 | 5,434,200 | 5,444,700 | 5,455,600 | 5,466,000 | 5,476,100 | 63,456,500 |

FY 20 REQUEST

|                | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Q11            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| QMB Part A     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,200     | 1,300     | 1,300     | 1,300     | 1,300     | 14,800     |
| QMB Part B     | 300,800   | 302,100   | 303,300   | 307,800   | 309,100   | 310,400   | 327,900   | 329,100   | 330,500   | 331,800   | 333,100   | 334,400   | 3,820,300  |
| QMB Copay      | 186,200   | 186,900   | 187,700   | 190,500   | 191,200   | 192,000   | 199,400   | 200,200   | 201,000   | 201,800   | 202,500   | 203,300   | 2,342,700  |
| SLMB           | 1,766,000 | 1,773,200 | 1,780,400 | 1,807,100 | 1,814,400 | 1,821,800 | 1,924,600 | 1,932,200 | 1,939,900 | 1,947,600 | 1,955,300 | 1,962,900 | 22,425,400 |
| Part A         | 192,700   | 192,700   | 192,700   | 194,900   | 195,000   | 195,100   | 198,100   | 198,100   | 198,200   | 198,300   | 198,300   | 198,400   | 2,352,500  |
| Part B         | 3,041,100 | 3,041,900 | 3,042,600 | 3,076,700 | 3,077,500 | 3,078,300 | 3,237,600 | 3,238,900 | 3,240,200 | 3,241,900 | 3,243,400 | 3,244,400 | 37,804,500 |
| Medicare TOTAL | 5,488,000 | 5,498,000 | 5,507,900 | 5,578,200 | 5,588,400 | 5,598,800 | 5,888,800 | 5,899,700 | 5,911,100 | 5,922,700 | 5,933,900 | 5,944,700 | 68,760,200 |
| TOTAL          | 5,488,000 | 5,498,000 | 5,507,900 | 5,578,200 | 5,588,400 | 5,598,800 | 5,888,800 | 5,899,700 | 5,911,100 | 5,922,700 | 5,933,900 | 5,944,700 | 68,760,200 |

MEMBER MONTHS

FY 18 ACTUAL

|                | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL        |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|
| Q11            | 19,295.11  | 19,681.04  | 19,858.68  | 19,643.56  | 20,320.56  | 20,563.43  | 18,953.13  | 19,313.28  | 14,223.01  | 17,907.29  | 19,136.60  | 19,050.87  | 227,946.56   |
| QMB Part A     | 7,756.00   | 7,760.00   | 7,743.00   | 7,847.00   | 7,919.00   | 7,845.00   | 8,021.00   | 8,204.00   | 7,957.00   | 7,586.00   | 7,377.00   | 7,232.00   | 93,247.00    |
| QMB Part B     | 7,756.00   | 7,760.00   | 7,743.00   | 7,847.00   | 7,919.00   | 7,845.00   | 8,021.00   | 8,204.00   | 7,957.00   | 7,586.00   | 7,377.00   | 7,232.00   | 93,247.00    |
| QMB Copay      | 7,756.00   | 7,760.00   | 7,743.00   | 7,847.00   | 7,919.00   | 7,845.00   | 8,021.00   | 8,204.00   | 7,957.00   | 7,586.00   | 7,377.00   | 7,232.00   | 93,247.00    |
| SLMB           | 29,961.00  | 30,043.00  | 30,145.00  | 30,250.00  | 30,586.00  | 30,749.00  | 32,445.00  | 32,512.00  | 33,015.00  | 33,103.00  | 33,248.00  | 33,452.00  | 379,509.00   |
| Part A         | 64,160.93  | 64,429.65  | 64,572.60  | 64,884.03  | 65,050.63  | 65,218.45  | 65,444.61  | 65,788.82  | 65,761.94  | 65,865.23  | 65,986.55  | 66,092.57  | 783,256.01   |
| Part B         | 64,160.93  | 64,429.65  | 64,572.60  | 64,884.03  | 65,050.63  | 65,218.45  | 65,444.61  | 65,788.82  | 65,761.94  | 65,865.23  | 65,986.55  | 66,092.57  | 783,256.01   |
| Medicare TOTAL | 200,845.98 | 201,863.33 | 202,377.88 | 203,202.62 | 204,764.82 | 205,284.33 | 206,350.36 | 208,014.92 | 202,632.88 | 205,498.75 | 206,488.70 | 206,384.01 | 2,453,708.59 |
| TOTAL          | 200,845.98 | 201,863.33 | 202,377.88 | 203,202.62 | 204,764.82 | 205,284.33 | 206,350.36 | 208,014.92 | 202,632.88 | 205,498.75 | 206,488.70 | 206,384.01 | 2,453,708.59 |

FY 19 REBASE

|                | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL        |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|
| Q11            | 19,567.76  | 19,651.75  | 19,735.73  | 19,819.71  | 19,903.69  | 19,987.67  | 20,071.66  | 20,155.64  | 20,239.62  | 20,323.60  | 20,407.59  | 20,491.57  | 240,355.99   |
| QMB Part A     | 7,024.85   | 7,055.00   | 7,085.15   | 7,115.30   | 7,145.45   | 7,175.60   | 7,205.75   | 7,235.90   | 7,266.05   | 7,296.20   | 7,326.35   | 7,356.50   | 86,288.08    |
| QMB Part B     | 7,024.85   | 7,055.00   | 7,085.15   | 7,115.30   | 7,145.45   | 7,175.60   | 7,205.75   | 7,235.90   | 7,266.05   | 7,296.20   | 7,326.35   | 7,356.50   | 86,288.08    |
| QMB Copay      | 7,024.85   | 7,055.00   | 7,085.15   | 7,115.30   | 7,145.45   | 7,175.60   | 7,205.75   | 7,235.90   | 7,266.05   | 7,296.20   | 7,326.35   | 7,356.50   | 86,288.08    |
| SLMB           | 33,750.15  | 33,895.00  | 34,039.85  | 34,184.70  | 34,329.55  | 34,474.40  | 34,619.26  | 34,764.11  | 34,908.96  | 35,053.81  | 35,198.66  | 35,343.51  | 414,561.95   |
| Part A         | 66,349.93  | 66,379.80  | 66,401.32  | 66,419.64  | 66,435.33  | 66,455.29  | 66,471.91  | 66,488.49  | 66,505.81  | 66,522.32  | 66,538.84  | 66,555.35  | 797,377.15   |
| Part B         | 66,349.93  | 66,379.80  | 66,401.32  | 66,419.64  | 66,435.33  | 66,455.29  | 66,471.91  | 66,488.49  | 66,505.81  | 66,522.32  | 66,538.84  | 66,555.35  | 797,377.15   |
| Medicare TOTAL | 207,092.32 | 207,471.34 | 207,833.67 | 208,189.60 | 208,540.25 | 208,899.46 | 209,151.97 | 209,520.42 | 209,890.85 | 210,277.63 | 210,655.51 | 211,013.48 | 2,508,536.49 |
| TOTAL          | 207,092.32 | 207,471.34 | 207,833.67 | 208,189.60 | 208,540.25 | 208,899.46 | 209,151.97 | 209,520.42 | 209,890.85 | 210,277.63 | 210,655.51 | 211,013.48 | 2,508,536.49 |

FY 20 REQUEST

|                | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL        |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|
| Q11            | 20,575.55  | 20,659.53  | 20,743.51  | 20,827.50  | 20,911.48  | 20,995.46  | 21,079.44  | 21,163.43  | 21,247.41  | 21,331.39  | 21,415.37  | 21,499.35  | 252,449.42   |
| QMB Part A     | 7,386.65   | 7,416.80   | 7,446.95   | 7,477.10   | 7,507.25   | 7,537.40   | 7,567.54   | 7,597.69   | 7,627.84   | 7,657.99   | 7,688.14   | 7,718.29   | 90,629.64    |
| QMB Part B     | 7,386.65   | 7,416.80   | 7,446.95   | 7,477.10   | 7,507.25   | 7,537.40   | 7,567.54   | 7,597.69   | 7,627.84   | 7,657.99   | 7,688.14   | 7,718.29   | 90,629.64    |
| QMB Copay      | 7,386.65   | 7,416.80   | 7,446.95   | 7,477.10   | 7,507.25   | 7,537.40   | 7,567.54   | 7,597.69   | 7,627.84   | 7,657.99   | 7,688.14   | 7,718.29   | 90,629.64    |
| SLMB           | 35,488.36  | 35,633.21  | 35,778.06  | 35,922.91  | 36,067.77  | 36,212.62  | 36,357.47  | 36,502.32  | 36,647.17  | 36,792.02  | 36,936.87  | 37,081.72  | 435,420.50   |
| Part A         | 66,605.50  | 66,622.85  | 66,638.64  | 66,656.44  | 66,673.09  | 66,691.08  | 66,659.74  | 66,685.45  | 66,712.12  | 66,749.30  | 66,779.09  | 66,798.97  | 800,272.29   |
| Part B         | 66,605.50  | 66,622.85  | 66,638.64  | 66,656.44  | 66,673.09  | 66,691.08  | 66,659.74  | 66,685.45  | 66,712.12  | 66,749.30  | 66,779.09  | 66,798.97  | 800,272.29   |
| Medicare TOTAL | 211,434.85 | 211,788.84 | 212,139.71 | 212,494.58 | 212,847.16 | 213,202.42 | 213,459.03 | 213,829.73 | 214,202.35 | 214,596.00 | 214,974.86 | 215,333.90 | 2,560,303.42 |
| TOTAL          | 211,434.85 | 211,788.84 | 212,139.71 | 212,494.58 | 212,847.16 | 213,202.42 | 213,459.03 | 213,829.73 | 214,202.35 | 214,596.00 | 214,974.86 | 215,333.90 | 2,560,303.42 |

**PMPM**

**FY 18 ACTUAL**

|            | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | SFY Average |
|------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| Q11        | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00      |
| QMB Part A | 0.75   | 0.57   | 0.57   | 0.57   | 0.12   | 0.64   | 0.54   | 0.41   | 0.59   | 0.57   | 0.53   | 0.54   | 0.53        |
| QMB Part B | 127.29 | 129.03 | 129.24 | 127.21 | 128.83 | 129.54 | 123.54 | 125.22 | 130.44 | 132.19 | 129.22 | 129.12 | 128.37      |
| QMB Copay  | 63.12  | 90.34  | 53.66  | 58.33  | 78.68  | 72.66  | 83.90  | 77.75  | 77.14  | 73.47  | 104.03 | 68.33  | 75.07       |
| SLMB       | 161.29 | 161.32 | 160.72 | 161.38 | 159.41 | 161.66 | 153.37 | 158.20 | 156.03 | 157.88 | 157.76 | 156.60 | 158.71      |
| Part A     | 8.18   | 9.34   | 9.19   | 8.95   | 8.58   | 9.14   | 9.52   | 9.47   | 9.19   | 9.22   | 9.56   | 9.63   | 9.17        |
| Part B     | 140.17 | 142.05 | 142.12 | 142.91 | 143.04 | 143.76 | 144.11 | 143.03 | 144.25 | 145.02 | 145.31 | 140.65 | 143.04      |

**FY 19 REBASE**

|            | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | SFY Average |
|------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| Q11        | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 134.00 | 141.00 | 141.00 | 141.00 | 141.00 | 141.00 | 141.00 | 137.55      |
| QMB Part A | 0.53   | 0.53   | 0.53   | 0.53   | 0.53   | 0.53   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.53        |
| QMB Part B | 128.21 | 128.21 | 128.21 | 128.21 | 128.21 | 128.21 | 134.91 | 134.91 | 134.91 | 134.91 | 134.91 | 134.91 | 131.60      |
| QMB Copay  | 80.72  | 80.72  | 80.72  | 80.72  | 80.72  | 80.72  | 83.47  | 83.47  | 83.47  | 83.47  | 83.47  | 83.47  | 82.11       |
| SLMB       | 156.65 | 156.65 | 156.65 | 156.65 | 156.65 | 156.65 | 164.83 | 164.83 | 164.83 | 164.83 | 164.83 | 164.83 | 160.79      |
| Part A     | 9.43   | 9.43   | 9.43   | 9.43   | 9.43   | 9.43   | 9.58   | 9.58   | 9.58   | 9.58   | 9.58   | 9.58   | 9.51        |
| Part B     | 143.73 | 143.73 | 143.73 | 143.73 | 143.73 | 143.73 | 151.24 | 151.24 | 151.24 | 151.24 | 151.24 | 151.24 | 147.48      |

**FY 20 REQUEST**

|            | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | SFY Average |
|------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| Q11        | 141.00 | 141.00 | 141.00 | 141.00 | 141.00 | 141.00 | 148.37 | 148.37 | 148.37 | 148.37 | 148.37 | 148.37 | 144.73      |
| QMB Part A | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54   | 0.54        |
| QMB Part B | 134.91 | 134.91 | 134.91 | 134.91 | 134.91 | 134.91 | 141.96 | 141.96 | 141.96 | 141.96 | 141.96 | 141.96 | 138.47      |
| QMB Copay  | 83.47  | 83.47  | 83.47  | 83.47  | 83.47  | 83.47  | 86.31  | 86.31  | 86.31  | 86.31  | 86.31  | 86.31  | 84.91       |
| SLMB       | 164.83 | 164.83 | 164.83 | 164.83 | 164.83 | 164.83 | 173.44 | 173.44 | 173.44 | 173.44 | 173.44 | 173.44 | 169.19      |
| Part A     | 9.58   | 9.58   | 9.58   | 9.58   | 9.58   | 9.58   | 9.73   | 9.73   | 9.73   | 9.73   | 9.73   | 9.73   | 9.66        |
| Part B     | 151.24 | 151.24 | 151.24 | 151.24 | 151.24 | 151.24 | 159.14 | 159.14 | 159.14 | 159.14 | 159.14 | 159.14 | 155.19      |



**Medicare Premium Inflation Factors**

|                    |           | Medicare Premium History: |           | PMPM                               |               | % Change                 |        |
|--------------------|-----------|---------------------------|-----------|------------------------------------|---------------|--------------------------|--------|
|                    |           | Part A                    | Part B    | Part A                             | Part B        | Part A                   | Part B |
| 1996.01 to 1996.12 | Actual    | \$ 289.00                 | \$ 42.50  | 6.53%                              | 6.53%         |                          |        |
| 1997.01 to 1997.12 | Actual    | \$ 311.00                 | \$ 43.80  | 7.61%                              | 3.06%         |                          |        |
| 1998.01 to 1998.12 | Actual    | \$ 309.00                 | \$ 43.80  | -0.64%                             | 0.00%         |                          |        |
| 1999.01 to 1999.12 | Actual    | \$ 309.00                 | \$ 45.50  | 0.00%                              | 3.88%         |                          |        |
| 2000.01 to 2000.12 | Actual    | \$ 301.00                 | \$ 45.50  | -2.59%                             | 0.00%         |                          |        |
| 2001.01 to 2001.12 | Actual    | \$ 300.00                 | \$ 50.00  | -0.33%                             | 9.89%         |                          |        |
| 2002.01 to 2002.12 | Actual    | \$ 319.00                 | \$ 54.00  | 6.33%                              | 8.00%         |                          |        |
| 2003.01 to 2003.12 | Actual    | \$ 316.00                 | \$ 58.70  | -0.94%                             | 8.70%         |                          |        |
| 2004.01 to 2004.12 | Actual    | \$ 343.00                 | \$ 66.60  | 8.54%                              | 13.46%        |                          |        |
| 2005.01 to 2005.12 | Actual    | \$ 375.00                 | \$ 78.20  | 9.33%                              | 17.42%        |                          |        |
| 2006.01 to 2006.12 | Actual    | \$ 393.00                 | \$ 88.50  | 4.80%                              | 13.17%        |                          |        |
| 2007.01 to 2007.12 | Actual    | \$ 410.00                 | \$ 93.50  | 4.33%                              | 5.65%         |                          |        |
| 2008.01 to 2008.12 | Actual    | \$ 423.00                 | \$ 96.40  | 3.17%                              | 3.10%         |                          |        |
| 2009.01 to 2009.12 | Actual    | \$ 443.00                 | \$ 96.40  | 4.73%                              | 0.00%         |                          |        |
| 2010.01 to 2010.12 | Actual    | \$ 461.00                 | \$ 110.50 | 4.06%                              | 14.63%        |                          |        |
| 2011.01 to 2011.12 | Actual    | \$ 450.00                 | \$ 115.40 | -2.39%                             | 4.43%         |                          |        |
| 2012.01 to 2012.12 | Actual    | \$ 451.00                 | \$ 99.90  | 0.22%                              | -13.43%       |                          |        |
| 2013.01 to 2013.12 | Actual    | \$ 441.00                 | \$ 104.90 | -2.22%                             | 5.01%         |                          |        |
| 2014.01 to 2014.12 | Actual    | \$ 426.00                 | \$ 104.90 | -3.40%                             | 0.00%         |                          |        |
| 2015.01 to 2015.12 | Actual    | \$ 407.00                 | \$ 104.90 | -4.46%                             | 0.00%         |                          |        |
| 2016.01 to 2016.12 | Actual    | \$ 411.00                 | \$ 121.80 | 0.98%                              | 16.11%        |                          |        |
| 2017.01 to 2017.12 | Actual    | \$ 413.00                 | \$ 134.00 | 0.49%                              | 10.02%        |                          |        |
| 2018.01 to 2018.12 | Actual    | \$ 422.00                 | \$ 134.00 | 2.18%                              | 0.00%         |                          |        |
| 2019.01 to 2019.12 | Projected | \$ 428.70                 | \$ 141.00 | 1.59%                              | 5.23%         |                          |        |
| 2020.01 to 2020.12 | Projected | \$ 435.50                 | \$ 148.37 | 1.59%                              | 5.23%         |                          |        |
|                    |           |                           |           | <b>Projected Medicare % Change</b> |               |                          |        |
|                    |           |                           |           | <b>Part A</b>                      | <b>Part B</b> | <b>A &amp; B Average</b> |        |
|                    |           |                           |           | <b>1.33%</b>                       | <b>5.01%</b>  | <b>3.17%</b>             |        |
|                    |           |                           |           | <b>1.22%</b>                       | <b>8.71%</b>  | <b>4.96%</b>             |        |
|                    |           |                           |           | <b>0.97%</b>                       | <b>6.53%</b>  | <b>3.75%</b>             |        |
|                    |           |                           |           | <b>1.59%</b>                       | <b>5.23%</b>  | <b>3.41%</b>             |        |

Note: Averages in the projected change table above do not include years in which there was a decrease.



**Medicare Premiums - Qualified Individuals**

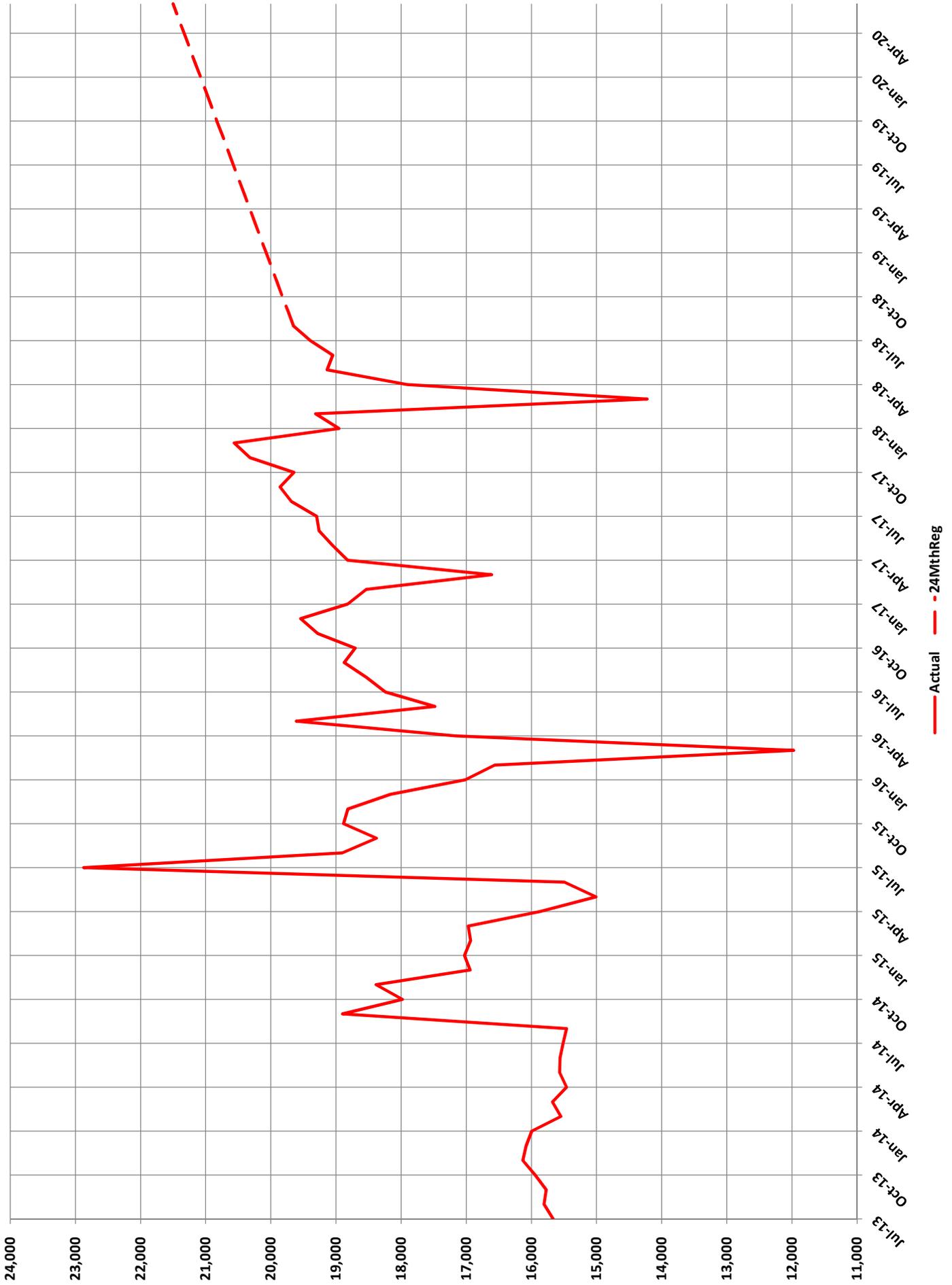
|        | ENROLLMENT |        | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--------|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |        |                        |                        |  |              |                          |                          |
| 2012.3 | 42,986     |        | 5.20%                  |                        |  |              |                          |                          |
| 2012.4 | 48,007     |        | 11.68%                 |                        |  |              |                          |                          |
| 2013.1 | 46,423     |        | -3.30%                 |                        |  | 184,230      | 19.87%                   | 17.31%                   |
| 2013.2 | 46,814     |        | 0.84%                  |                        |  |              |                          | SFY 12-13                |
| 2013.3 | 47,244     |        | 0.92%                  |                        |  |              |                          |                          |
| 2013.4 | 48,155     |        | 1.93%                  |                        |  |              |                          |                          |
| 2014.1 | 47,221     |        | -1.94%                 |                        |  |              |                          |                          |
| 2014.2 | 46,584     |        | -1.35%                 |                        |  | 189,204      | 2.70%                    | -1.04%                   |
| 2014.3 | 49,874     |        | 7.06%                  |                        |  |              |                          | SFY 13-14                |
| 2014.4 | 53,304     |        | 6.88%                  |                        |  |              |                          |                          |
| 2015.1 | 50,927     |        | -4.46%                 |                        |  |              |                          |                          |
| 2015.2 | 46,367     |        | -8.95%                 |                        |  | 200,471      | 5.96%                    | -0.43%                   |
| 2015.3 | 60,157     |        | 29.74%                 |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 55,868     |        | -7.13%                 |                        |  |              |                          |                          |
| 2016.1 | 45,554     |        | -18.46%                |                        |  | 215,837      | 7.66%                    | 12.83%                   |
| 2016.2 | 54,258     |        | 19.11%                 |                        |  |              |                          | SFY 15-16                |
| 2016.3 | 55,651     |        | 2.57%                  |                        |  |              |                          |                          |
| 2016.4 | 57,529     |        | 3.38%                  |                        |  |              |                          |                          |
| 2017.1 | 53,970     |        | -6.19%                 |                        |  |              |                          |                          |
| 2017.2 | 57,132     |        | 5.86%                  |                        |  | 224,282      | 3.91%                    | 10.18%                   |
| 2017.3 | 58,835     |        | 2.98%                  |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 60,528     |        | 2.88%                  |                        |  |              |                          |                          |
| 2018.1 | 52,489     |        | -13.28%                |                        |  |              |                          |                          |
| 2018.2 | 56,095     |        | 6.87%                  |                        |  | 227,947      | 1.63%                    | -1.08%                   |
| 2018.3 |            | 58,779 | 4.79%                  |                        |  |              |                          | SFY 17-18                |
| 2018.4 |            | 59,711 | 1.59%                  |                        |  |              |                          |                          |
| 2019.1 |            | 60,467 | 1.27%                  |                        |  |              |                          |                          |
| 2019.2 |            | 61,223 | 1.25%                  |                        |  | 240,180      | 5.37%                    | 7.56%                    |
| 2019.3 |            | 61,979 | 1.23%                  |                        |  |              |                          | SFY 18-19                |
| 2019.4 |            | 62,734 | 1.22%                  |                        |  |              |                          |                          |
| 2020.1 |            | 63,490 | 1.20%                  |                        |  |              |                          |                          |
| 2020.2 |            | 64,246 | 1.19%                  |                        |  | 252,449      | 5.11%                    | 4.92%                    |

**Notes:**

- (1) Data are imputed from monthly invoices.
- (2) Forecast is based on a 24-month MLR model

Adj. R Squared: -0.0433  
 Standard Error: 314.27

# Medicare Premiums - Qualified Individuals



**Medicare Premiums - Qualified Medicare Beneficiary**

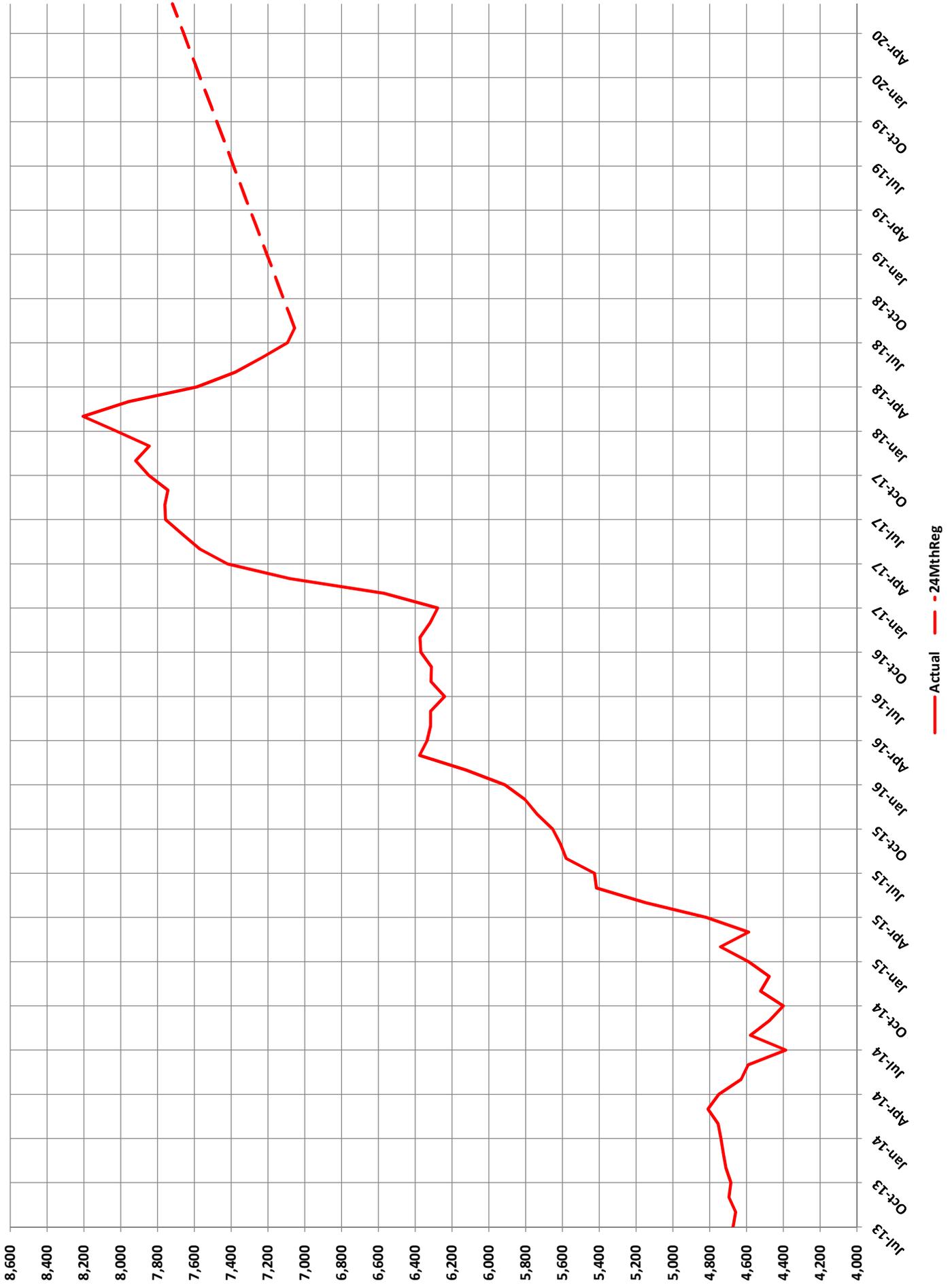
|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2012.3 | 12,097     |  | -1.89%                 |                        |  |              |                          |                          |
| 2012.4 | 12,021     |  | -0.63%                 |                        |  |              |                          |                          |
| 2013.1 | 12,291     |  | 2.25%                  |                        |  |              |                          |                          |
| 2013.2 | 14,514     |  | 18.09%                 |                        |  | 50,923       | 4.73%                    | 15.94%                   |
| 2013.3 | 14,028     |  | -3.35%                 |                        |  |              |                          | SFY 12-13                |
| 2013.4 | 14,123     |  | 0.68%                  |                        |  |              |                          |                          |
| 2014.1 | 14,304     |  | 1.28%                  |                        |  |              |                          |                          |
| 2014.2 | 13,972     |  | -2.32%                 |                        |  |              |                          |                          |
| 2014.3 | 13,443     |  | -3.79%                 |                        |  | 56,427       | 10.81%                   | -3.04%                   |
| 2014.4 | 13,401     |  | -0.31%                 |                        |  |              |                          | SFY 13-14                |
| 2015.1 | 13,919     |  | 3.87%                  |                        |  |              |                          |                          |
| 2015.2 | 15,382     |  | 10.51%                 |                        |  |              |                          |                          |
| 2015.3 | 16,616     |  | 8.02%                  |                        |  | 56,145       | -0.50%                   | 17.95%                   |
| 2015.4 | 17,195     |  | 3.48%                  |                        |  |              |                          | SFY 14-15                |
| 2016.1 | 18,413     |  | 7.08%                  |                        |  |              |                          |                          |
| 2016.2 | 18,967     |  | 3.01%                  |                        |  | 71,191       | 26.80%                   | 16.64%                   |
| 2016.3 | 18,866     |  | -0.53%                 |                        |  |              |                          | SFY 15-16                |
| 2016.4 | 19,062     |  | 1.04%                  |                        |  |              |                          |                          |
| 2017.1 | 19,928     |  | 4.54%                  |                        |  |              |                          |                          |
| 2017.2 | 22,654     |  | 13.68%                 |                        |  | 80,510       | 13.09%                   | 21.34%                   |
| 2017.3 | 23,259     |  | 2.67%                  |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 23,611     |  | 1.51%                  |                        |  |              |                          |                          |
| 2018.1 | 24,182     |  | 2.42%                  |                        |  |              |                          |                          |
| 2018.2 | 22,195     |  | -8.22%                 |                        |  | 93,247       | 15.82%                   | -5.64%                   |
| 2018.3 |            |  | -4.33%                 | 21,234                 |  |              |                          | SFY 17-18                |
| 2018.4 |            |  | 0.95%                  | 21,436                 |  |              |                          |                          |
| 2019.1 |            |  | 1.27%                  | 21,708                 |  |              |                          |                          |
| 2019.2 |            |  | 1.25%                  | 21,979                 |  | 86,357       | -7.39%                   | 1.72%                    |
| 2019.3 |            |  | 1.23%                  | 22,250                 |  |              |                          | SFY 18-19                |
| 2019.4 |            |  | 1.22%                  | 22,522                 |  |              |                          |                          |
| 2020.1 |            |  | 1.20%                  | 22,793                 |  | 90,630       | 4.95%                    | 4.92%                    |
| 2020.2 |            |  | 1.19%                  | 23,064                 |  |              |                          | SFY 19-20                |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on a 24-month MLR model

Adj. R Squared: 0.7596  
 Standard Error: 175.21

# Medicare Premiums - Qualified Medicare Beneficiary



**Medicare Premiums - Specified Low-Income Medicare Beneficiary**

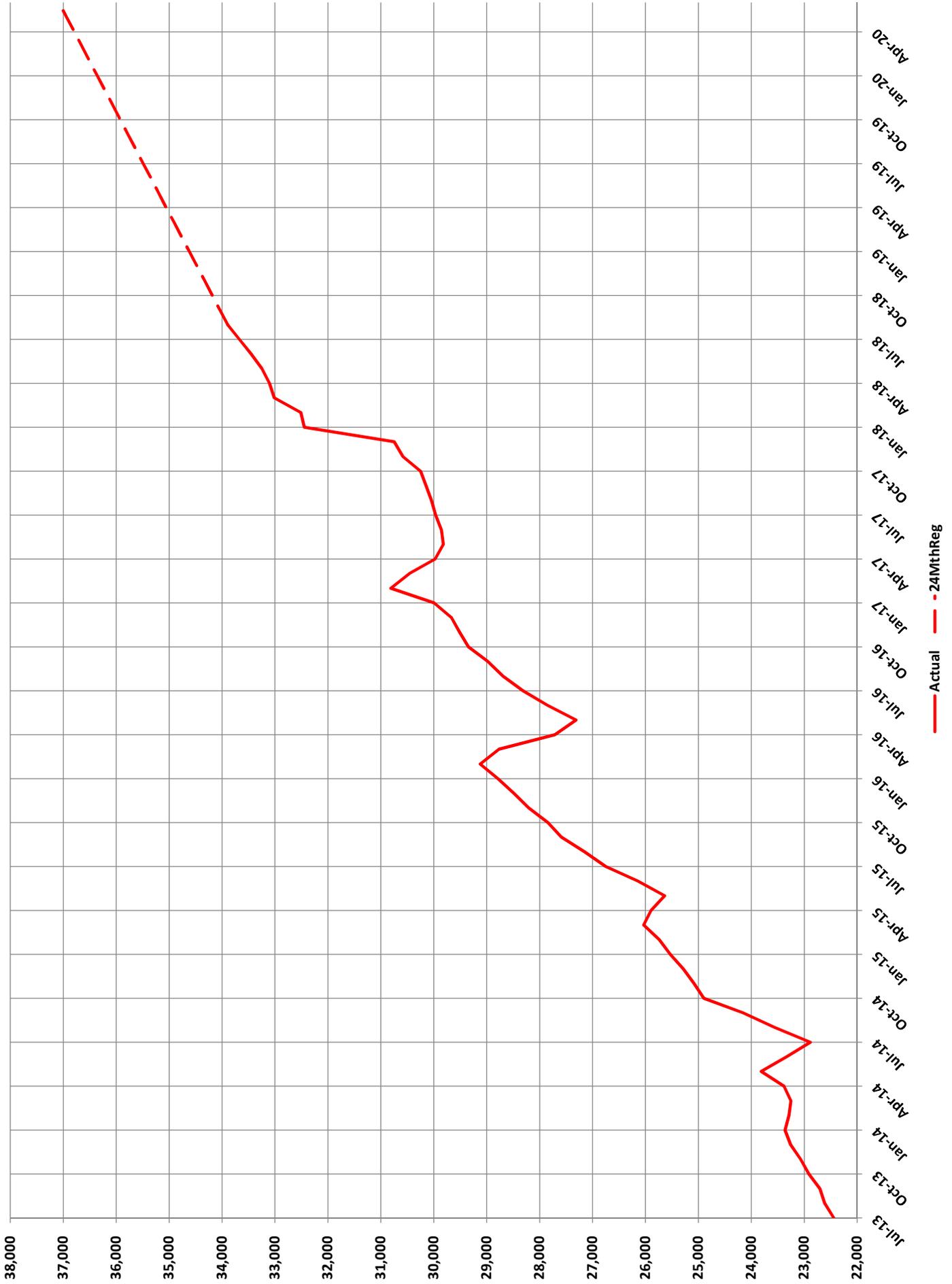
|        | ENROLLMENT |             | PERCENT     |          | ENROLLMENT |         | SFY    | YEAR TO YEAR |          | JUNE TO JUNE |          |
|--------|------------|-------------|-------------|----------|------------|---------|--------|--------------|----------|--------------|----------|
|        | ACTUAL     | QTR. GROWTH | QTR. GROWTH | FORECAST | FORECAST   | TOTAL   |        | GROWTH %     | GROWTH % | GROWTH %     | GROWTH % |
| 2012.3 | 63,192     |             | 3.74%       |          |            |         |        |              |          |              |          |
| 2012.4 | 65,765     |             | 4.07%       |          |            |         |        |              |          |              |          |
| 2013.1 | 67,415     |             | 2.51%       |          |            |         |        |              |          |              |          |
| 2013.2 | 66,334     |             | -1.60%      |          |            | 262,706 | 8.77%  | 9.06%        |          | SFY 12-13    |          |
| 2013.3 | 67,760     |             | 2.15%       |          |            |         |        |              |          |              |          |
| 2013.4 | 69,238     |             | 2.18%       |          |            |         |        |              |          |              |          |
| 2014.1 | 69,906     |             | 0.96%       |          |            |         |        |              |          |              |          |
| 2014.2 | 70,526     |             | 0.89%       |          |            | 277,430 | 5.60%  | 4.68%        |          | SFY 13-14    |          |
| 2014.3 | 70,598     |             | 0.10%       |          |            |         |        |              |          |              |          |
| 2014.4 | 75,267     |             | 6.61%       |          |            |         |        |              |          |              |          |
| 2015.1 | 77,307     |             | 2.71%       |          |            |         |        |              |          |              |          |
| 2015.2 | 77,676     |             | 0.48%       |          |            |         |        |              |          |              |          |
| 2015.3 | 81,493     |             | 4.91%       |          |            | 300,848 | 8.44%  | 12.07%       |          | SFY 14-15    |          |
| 2015.4 | 84,540     |             | 3.74%       |          |            |         |        |              |          |              |          |
| 2016.1 | 86,684     |             | 2.54%       |          |            |         |        |              |          |              |          |
| 2016.2 | 82,871     |             | -4.40%      |          |            | 335,588 | 11.55% | 6.53%        |          | SFY 15-16    |          |
| 2016.3 | 85,989     |             | 3.76%       |          |            |         |        |              |          |              |          |
| 2016.4 | 88,523     |             | 2.95%       |          |            |         |        |              |          |              |          |
| 2017.1 | 91,265     |             | 3.10%       |          |            |         |        |              |          |              |          |
| 2017.2 | 89,652     |             | -1.77%      |          |            | 355,429 | 5.91%  | 7.20%        |          | SFY 16-17    |          |
| 2017.3 | 90,149     |             | 0.55%       |          |            |         |        |              |          |              |          |
| 2017.4 | 91,585     |             | 1.59%       |          |            |         |        |              |          |              |          |
| 2018.1 | 97,972     |             | 6.97%       |          |            |         |        |              |          |              |          |
| 2018.2 | 99,803     |             | 1.87%       |          |            | 379,509 | 6.77%  | 12.04%       |          | SFY 17-18    |          |
| 2018.3 |            |             | 1.81%       |          | 101,610    |         |        |              |          |              |          |
| 2018.4 |            |             | 1.36%       |          | 102,989    |         |        |              |          |              |          |
| 2019.1 |            |             | 1.27%       |          | 104,292    |         |        |              |          |              |          |
| 2019.2 |            |             | 1.25%       |          | 105,596    | 414,487 | 9.22%  | 5.65%        |          | SFY 18-19    |          |
| 2019.3 |            |             | 1.23%       |          | 106,900    |         |        |              |          |              |          |
| 2019.4 |            |             | 1.22%       |          | 108,203    |         |        |              |          |              |          |
| 2020.1 |            |             | 1.20%       |          | 109,507    |         |        |              |          |              |          |
| 2020.2 |            |             | 1.19%       |          | 110,811    | 435,421 | 5.05%  | 4.92%        |          | SFY 19-20    |          |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on a 24-month MLR model

Adj. R Squared: 0.8010  
 Standard Error: 350.20

# Medicare Premiums - Specified Low-Income Medicare Beneficiary



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                 |                |                 |
|---|---|-----------------|----------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020        | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue    | Total Request   |
| <b>Program: Medicare Premiums</b>         |   |                 |                |                 |
| <b>Fund: 1000-A General Fund</b>          |   |                 |                |                 |
| <b>Appropriated</b>                       |   |                 |                |                 |
| 0000 FTE                                  | 0.0   | 0.0             | 0.0            | 0.0             |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0            | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0            | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0            | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0            | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0            | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0            | 0.0             |
| 6800 Aid to Organizations and Individuals | 60,054.0                                    | 64,589.9        | 4,170.3        | 68,760.2        |
| 7000 Other Operating Expenses             | 0.0   | 0.0             | 0.0            | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0            | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0            | 0.0             |
| 8600 Debt Service                         | 0.0   | 0.0             | 0.0            | 0.0             |
| 9000 Cost Allocation                      | 0.0   | 0.0             | 0.0            | 0.0             |
| 9100 Transfers                            | 0.0   | 0.0             | 0.0            | 0.0             |
| <b>Appropriated Total:</b>                | <b>60,054.0</b>                             | <b>64,589.9</b> | <b>4,170.3</b> | <b>68,760.2</b> |
| <b>Fund Total:</b>                        | <b>60,054.0</b>                             | <b>64,589.9</b> | <b>4,170.3</b> | <b>68,760.2</b> |
| <b>Fund: 2120-N AHCCCS Fund</b>           |   |                 |                |                 |
| <b>Non-Appropriated</b>                   |   |                 |                |                 |
| 0000 FTE                                  | 0.0   | 0.0             | 0.0            | 0.0             |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0            | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0            | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0            | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0            | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0            | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0            | 0.0             |
| 6800 Aid to Organizations and Individuals | 168,950.0                                   | 180,285.4       | 13,377.7       | 193,663.1       |
| 7000 Other Operating Expenses             | 0.0   | 0.0             | 0.0            | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0            | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0            | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                  |                 | Arizona Health Care Cost Containment System |            |             |               |               |
|--|-----------------|---|------------|-------------|---------------|---------------|
|  |                 | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |               |
|  |                 | Actual                                      | Expd. Plan | Fund. Issue | Total Request | Total Request |
| <b>Program:</b> Medicare Premiums        |                 |   |            |             |               |               |
| <b>Fund:</b> 2120-N AHCCCS Fund          |                 |   |            |             |               |               |
| <b>Non-Appropriated</b>                  |                 |   |            |             |               |               |
| 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           |
| <b>Non-Appropriated Total:</b>           |                 | 168,950.0                                   | 180,285.4  | 13,377.7    | 193,663.1     | 193,663.1     |
| <b>Fund Total:</b>                       |                 | 168,950.0                                   | 180,285.4  | 13,377.7    | 193,663.1     | 193,663.1     |
| <b>Program Total For Selected Funds:</b> |                 | 229,004.0                                   | 244,875.3  | 17,548.0    | 262,423.3     | 262,423.3     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicare Premiums</b>                           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 229,004.0         | 244,875.3             |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>  | <b>Medicare Premiums</b>                           |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>229,004.0</b>                                   | <b>244,875.3</b>              |
| <b>Appropriated</b>                                      |  |                               |
| 1000-A General Fund (Appropriated)                       | 60,054.0   | 64,589.9                      |
|  | <b>60,054.0</b>                                    | <b>64,589.9</b>               |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 168,950.0  | 180,285.4                     |
|  | <b>168,950.0</b>                                   | <b>180,285.4</b>              |
| <b>Fund Source Total</b>                                 | <b>229,004.0</b>                                   | <b>244,875.3</b>              |
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicare Premiums</b>                           |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicare Premiums</b>                           |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicare Premiums</b>                           |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





**TRADITIONAL MEDICAID SERVICES  
BREAST AND CERVICAL TREATMENT PROGRAM**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

**BREAST AND CERVICAL CANCER TREATMENT PROGRAM (BCCTP)**

**PROGRAM DESCRIPTION/BACKGROUND:** The Breast and Cervical Cancer Prevention Act of 2000 amended Title XIX of the Social Security Act to make enhanced Federal matching funds available to states for the cost of extending Medicaid eligibility to individuals previously not eligible. A.R.S. § 36-2901.05 (Laws 2001, Chapter 332) created a new eligibility group for women under 65 years of age who have been screened and diagnosed with breast or cervical cancer through the Arizona Department of Health Service’s (ADHS) Well Women Healthcheck Program (WWHP) with an income at or below 250% FPL. The program began on January 1, 2002.

Uninsured women diagnosed with breast or cervical cancer on or after August 2, 2012, may be able to receive comprehensive treatment through the Breast and Cervical Cancer Treatment Program (BCCTP) provided by AHCCCS due to a change in Arizona law (Laws 2012, Chapter 299, Section 4). Prior to this change, only women that were screened and diagnosed through the Well Woman HealthCheck Program (WWHP) qualified for the BCCTP. The law allows for all women that meet the qualifications of the BCCTP and were diagnosed by a provider or entity recognized by ADHS’ WWHP, to enroll in the treatment program. This change was the primary catalyst responsible for the significant increase of enrollees in the BCCTP program through January 2014. The subsequent enrollment decline coincides with the implementation of ACA and is due to enrollees qualifying for one of the new expansion populations whereas prior to ACA, these same enrollees would have been placed in the BCCTP. Also, as part of the AHCCCS behavioral health integration effort, as of April 1, 2014, some members now receive physical and behavioral health care through Mercy Maricopa Integrated Care (Mercy Maricopa) health plan and Greater Arizona integrated plans.

| <b>FMAP</b> |        |          |
|-------------|--------|----------|
| FFY 2018    | 78.92% | Actual   |
| FFY 2019    | 78.87% | Actual   |
| FFY 2020    | 78.64% | Estimate |

**METHODOLOGY:**

The enrollment forecast assumes that the impact of ACA enrollment impact and behavioral health integration have been absorbed and the population should experience very moderate to no growth going forward.



**TRADITIONAL MEDICAID SERVICES  
BREAST AND CERVICAL TREATMENT  
PROGRAM**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

Women enrolled in the Breast and Cervical Cancer program are eligible for regular and prior period capitation, reinsurance, FFS (for Native Americans), and behavioral health. The table below contains the rates used in the development of the SFY 2019-2020 budgets.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. The FFS and reinsurance rates are based on SFY 2018 actual experience. The behavioral health rates are developed by the DHCM actuarial department. AHCCCS estimates a CYE 2020 capitation rate increase of 2.5% for all risk pools.

| <b>BCC Rates Detail</b> |                 |                 |                  |                  |
|-------------------------|-----------------|-----------------|------------------|------------------|
|                         | <b>7/1/2018</b> | <b>Change %</b> | <b>10/1/2018</b> | <b>Change%</b>   |
| <b>Group</b>            |                 |                 |                  | <b>10/1/2019</b> |
| BCC Age 21+             | 341.27          | 6.26%           | 362.65           | 2.50%            |
| SMI                     | 1,987.84        | 1.62%           | 2,020.12         | 3.00%            |
| Crisis RBHA             | 3.86            | 23.32%          | 4.76             | 2.52%            |
|                         |                 |                 |                  | 4.88             |

**STATUTORY AUTHORITY:**  
A.R.S. § 36-2901.05  
1902(a)(10)(A)(ii)(XVIII) of the Social Security Act

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
TRADITIONAL MEDICAID SERVICES  
TRADITIONAL BREAST AND CERVICAL CANCER PROGRAM**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 200,075           | 203,900               | 166,400           | 173,300            | (30,600)             |
| Local Match (APSI)       | 757               | 1,200                 | 1,200             | 1,200              | -                    |
| Subtotal State Match     | 200,832           | 205,100               | 167,600           | 174,500            | (30,600)             |
| Federal Title XIX        | 799,701           | 814,900               | 681,000           | 711,500            | (103,400)            |
| Subtotal Federal Funding | 799,701           | 814,900               | 681,000           | 711,500            | (103,400)            |
| Grand Total              | 1,000,533         | 1,020,000             | 848,600           | 886,000            | (134,000)            |

TOTAL FUND

FY 18 ACTUAL

|                   | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL     |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-----------|
| REG AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | (7)       |
| REG AGE 21+       | 79,079 | 65,749 | 67,352 | 69,952 | 63,632 | 64,493 | 66,818 | 66,400 | 69,168 | 68,575 | 68,757 | 69,795 | 819,770   |
| REG DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| BIRTHS            | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| SMI               | 4,134  | 4,134  | 4,134  | 3,797  | 3,797  | 3,797  | 3,797  | 3,797  | 3,797  | 2,364  | 2,364  | 2,364  | 42,276    |
| Crisis RBHA       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| HIF               | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| REG CAP TOTAL     | 83,213 | 69,884 | 71,487 | 73,748 | 67,429 | 68,290 | 70,615 | 70,197 | 72,965 | 70,939 | 71,113 | 72,159 | 862,039   |
| PPC AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| PPC AGE 21+       | 3,390  | 5,658  | 1,402  | 2,072  | 1,146  | 4,427  | 1,322  | 2,383  | 1,897  | 25,119 | 5,670  | 1,268  | 55,754    |
| PPC DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| PPC SMI           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| PPC CAP TOTAL     | 3,390  | 5,658  | 1,402  | 2,072  | 1,146  | 4,427  | 1,322  | 2,383  | 1,897  | 25,119 | 5,670  | 1,268  | 55,754    |
| RI AGE 1-20       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| RI AGE 21+        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| RI DUAL           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| RI TOTAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| AHHP Facility     | 2,714  | 1,955  | 2,714  | 7,820  | 12,592 | 3,519  | 2,812  | 1,317  | 3,771  | 2,135  | 7,259  | 4,234  | 52,842    |
| AHHP Non-Facility | 220    | -      | 76     | 15     | 169    | 3,135  | 7,699  | 240    | 13,924 | 76     | 167    | 94     | 25,815    |
| Non-AHHP          | -      | -      | -      | 40     | 316    | -      | 148    | -      | -      | 17     | 52     | 30     | 602       |
| Prior Quarter     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -         |
| FQHC RECON        | 1      | -      | 58     | -      | -      | 77     | 2,129  | 1,331  | (34)   | -      | (83)   | -      | 3,480     |
| FFS TOTAL         | 2,935  | 1,955  | 2,848  | 7,875  | 13,076 | 6,732  | 12,789 | 2,888  | 17,661 | 2,228  | 7,395  | 4,358  | 82,740    |
| TOTAL             | 89,538 | 77,496 | 75,736 | 83,696 | 81,651 | 79,449 | 84,727 | 75,469 | 92,524 | 98,285 | 84,178 | 77,785 | 1,000,533 |

TOTAL FUND

FY 19 REBASE

|                  | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG AGE 21+      | 50,300 | 50,500 | 50,600 | 53,900 | 54,100 | 54,200 | 54,300 | 54,500 | 54,600 | 54,800 | 54,900 | 55,100 | 641,800 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,000  | 2,100  | 24,100  |
| Crisis RBHA      | 600    | 600    | 600    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 9,000   |
| HIF              | -      | -      | -      | 19,500 | -      | 19,500 | -      | -      | -      | -      | -      | -      | 19,500  |
| REG CAP TOTAL    | 52,900 | 53,100 | 53,200 | 56,700 | 56,900 | 76,500 | 57,100 | 57,300 | 57,400 | 57,600 | 57,700 | 58,000 | 694,400 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 3,500  | 3,500  | 3,500  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 44,700  |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 3,500  | 3,500  | 3,500  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 3,800  | 44,700  |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | 4,200  | 5,200  | 4,200  | 5,300  | 4,200  | 4,200  | 5,700  | 4,600  | 4,600  | 4,600  | 5,800  | 4,600  | 57,200  |
| AHP Non-Facility | 3,500  | 4,400  | 3,500  | 4,500  | 3,600  | 3,600  | 4,500  | 3,600  | 3,600  | 3,700  | 4,600  | 3,700  | 46,800  |
| Non-AIHP         | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 1,200   |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | 4,300  | -      | -      | -      | -      | -      | 4,300   |
| FFS TOTAL        | 7,800  | 9,700  | 7,800  | 9,900  | 7,900  | 7,900  | 14,600 | 8,300  | 8,300  | 8,400  | 10,500 | 8,400  | 109,500 |
| TOTAL            | 64,200 | 66,300 | 64,500 | 70,400 | 68,600 | 88,200 | 75,500 | 69,400 | 69,500 | 69,800 | 72,000 | 70,200 | 848,600 |

TOTAL FUND

FY 20 REQUEST

|                  | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG AGE 21+      | 55,200 | 55,400 | 55,500 | 57,000 | 57,200 | 57,300 | 57,500 | 57,600 | 57,800 | 57,900 | 58,100 | 58,300 | 684,800 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 2,100  | 25,200  |
| Crisis RBHA      | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 9,600   |
| HIF              | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG CAP TOTAL    | 58,100 | 58,300 | 58,400 | 59,900 | 60,100 | 60,200 | 60,400 | 60,500 | 60,700 | 60,800 | 61,000 | 61,200 | 719,600 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 3,900  | 3,900  | 3,900  | 4,000  | 4,000  | 4,000  | 4,000  | 4,000  | 4,000  | 4,000  | 4,100  | 4,100  | 47,900  |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 3,900  | 3,900  | 3,900  | 4,000  | 4,000  | 4,000  | 4,000  | 4,000  | 4,000  | 4,000  | 4,100  | 4,100  | 47,900  |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | 5,800  | 4,600  | 4,700  | 5,800  | 4,700  | 4,700  | 6,300  | 5,100  | 5,100  | 6,400  | 5,100  | 5,100  | 63,400  |
| AHP Non-Facility | 4,600  | 3,700  | 3,700  | 4,800  | 3,800  | 3,800  | 4,800  | 3,900  | 3,900  | 4,800  | 3,900  | 3,900  | 49,600  |
| Non-AIHP         | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 1,200   |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | 4,300  | -      | -      | -      | -      | -      | 4,300   |
| FFS TOTAL        | 10,500 | 8,400  | 8,500  | 10,700 | 8,600  | 8,600  | 15,500 | 9,100  | 9,100  | 11,300 | 9,100  | 9,100  | 118,500 |
| TOTAL            | 72,500 | 70,600 | 70,800 | 74,600 | 72,700 | 72,800 | 79,900 | 73,600 | 73,800 | 76,100 | 74,200 | 74,400 | 886,000 |

FEDERAL FUND

FY 18 ACTUAL

|                  | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | (6)     |
| REG AGE 21+      | 62,053 | 51,594 | 52,851 | 55,206 | 50,219 | 50,898 | 52,733 | 52,403 | 54,588 | 54,119 | 54,263 | 55,082 | 646,008 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 3,244  | 3,244  | 3,244  | 2,997  | 2,997  | 2,997  | 2,997  | 2,997  | 2,997  | 1,865  | 1,865  | 1,865  | 33,308  |
| Crisis RBHA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| HIF              | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG CAP TOTAL    | 65,297 | 54,838 | 56,096 | 58,202 | 53,215 | 53,894 | 55,730 | 55,400 | 57,584 | 55,985 | 56,123 | 56,948 | 679,311 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 2,660  | 4,440  | 1,100  | 1,636  | 904    | 3,494  | 1,044  | 1,881  | 1,497  | 19,824 | 4,474  | 1,001  | 43,954  |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 2,660  | 4,440  | 1,100  | 1,636  | 904    | 3,494  | 1,044  | 1,881  | 1,497  | 19,824 | 4,474  | 1,001  | 43,954  |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | 2,714  | 1,955  | 2,714  | 7,820  | 12,592 | 3,519  | 2,812  | 1,317  | 3,771  | 2,135  | 7,259  | 4,234  | 52,842  |
| AHP Non-Facility | 172    | -      | 60     | 12     | 133    | 2,474  | 6,076  | 189    | 10,989 | 60     | 132    | 74     | 20,372  |
| Non-AIHP         | -      | -      | -      | 32     | 249    | -      | 117    | -      | -      | 13     | 41     | 24     | 475     |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | 1      | -      | 46     | -      | -      | 61     | 1,680  | 1,051  | (27)   | -      | (65)   | -      | 2,746   |
| FFS TOTAL        | 2,887  | 1,955  | 2,819  | 7,863  | 12,974 | 6,054  | 10,686 | 2,557  | 14,733 | 2,208  | 7,366  | 4,332  | 76,436  |
| TOTAL            | 70,844 | 61,232 | 60,015 | 67,701 | 67,094 | 63,443 | 67,459 | 59,838 | 73,815 | 78,017 | 67,963 | 62,280 | 799,701 |

FEDERAL FUND

FY 19 REBASE

|                  | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG AGE 21+      | 39,700 | 39,800 | 39,900 | 42,500 | 42,600 | 42,700 | 42,900 | 43,000 | 43,100 | 43,200 | 43,300 | 43,400 | 506,100 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 1,600  | 19,200  |
| Crisis RBHA      | 500    | 500    | 500    | 600    | 600    | 600    | 600    | 600    | 600    | 600    | 600    | 600    | 6,900   |
| HIF              | -      | -      | -      | 15,400 | -      | 15,400 | -      | -      | -      | -      | -      | -      | 15,400  |
| REG CAP TOTAL    | 41,800 | 41,900 | 42,000 | 44,700 | 44,800 | 60,300 | 45,100 | 45,200 | 45,300 | 45,400 | 45,500 | 45,600 | 547,600 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 2,800  | 2,800  | 2,800  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 35,400  |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 2,800  | 2,800  | 2,800  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 3,000  | 35,400  |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | 4,200  | 5,200  | 4,200  | 5,300  | 4,200  | 4,200  | 5,700  | 4,600  | 4,600  | 4,600  | 5,800  | 4,600  | 57,200  |
| AHP Non-Facility | 2,700  | 3,400  | 2,800  | 3,600  | 2,800  | 2,900  | 3,600  | 2,900  | 2,900  | 2,900  | 3,600  | 2,900  | 37,000  |
| Non-AIHP         | -      | 100    | -      | 100    | -      | -      | 100    | -      | -      | -      | 100    | -      | 400     |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | 3,400  | -      | -      | -      | -      | -      | 3,400   |
| FFS TOTAL        | 6,900  | 8,700  | 7,000  | 9,000  | 7,000  | 7,100  | 12,800 | 7,500  | 7,500  | 7,500  | 9,500  | 7,500  | 98,000  |
| TOTAL            | 51,500 | 53,400 | 51,800 | 56,700 | 54,800 | 70,400 | 60,900 | 55,700 | 55,800 | 55,900 | 58,000 | 56,100 | 681,000 |

FEDERAL FUND

FY 20 REQUEST

|                  | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG AGE 21+      | 43,500 | 43,700 | 43,800 | 44,900 | 45,000 | 45,100 | 45,200 | 45,300 | 45,400 | 45,600 | 45,700 | 45,800 | 539,000 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 1,600  | 1,600  | 1,600  | 1,700  | 1,700  | 1,700  | 1,700  | 1,700  | 1,700  | 1,700  | 1,700  | 1,700  | 20,100  |
| Crisis RBHA      | 600    | 600    | 600    | 600    | 600    | 600    | 700    | 700    | 700    | 700    | 700    | 700    | 7,800   |
| HIF              | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG CAP TOTAL    | 45,700 | 45,900 | 46,000 | 47,200 | 47,300 | 47,400 | 47,600 | 47,700 | 47,800 | 48,000 | 48,100 | 48,200 | 566,900 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 3,000  | 3,100  | 3,100  | 3,100  | 3,100  | 3,200  | 3,200  | 3,200  | 3,200  | 3,200  | 3,200  | 3,200  | 37,800  |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 3,000  | 3,100  | 3,100  | 3,100  | 3,100  | 3,200  | 3,200  | 3,200  | 3,200  | 3,200  | 3,200  | 3,200  | 37,800  |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | 5,800  | 4,600  | 4,700  | 5,800  | 4,700  | 4,700  | 6,300  | 5,100  | 5,100  | 6,400  | 5,100  | 5,100  | 63,400  |
| AHP Non-Facility | 3,600  | 2,900  | 2,900  | 3,800  | 3,000  | 3,000  | 3,800  | 3,000  | 3,000  | 3,800  | 3,100  | 3,100  | 39,000  |
| Non-AIHP         | 100    | -      | -      | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 1,000   |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FFS TOTAL        | 9,500  | 7,500  | 7,600  | 9,700  | 7,800  | 7,800  | 13,600 | 8,200  | 8,200  | 10,300 | 8,300  | 8,300  | 106,800 |
| TOTAL            | 58,200 | 56,500 | 56,700 | 60,000 | 58,200 | 58,400 | 64,400 | 59,100 | 59,200 | 61,500 | 59,600 | 59,700 | 711,500 |

STATE FUND

FY 18 ACTUAL

|                   | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL   |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | (2)     |
| REG AGE 21+       | 17,026 | 14,156 | 14,501 | 14,746 | 13,414 | 13,595 | 14,085 | 13,997 | 14,581 | 14,456 | 14,494 | 14,713 | 173,762 |
| REG DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS            | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI               | 890    | 890    | 890    | 800    | 800    | 800    | 800    | 800    | 800    | 498    | 498    | 498    | 8,968   |
| Crisis RBHA       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| HIF               | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG CAP TOTAL     | 17,916 | 15,046 | 15,391 | 15,546 | 14,214 | 14,396 | 14,886 | 14,798 | 15,381 | 14,954 | 14,991 | 15,211 | 182,729 |
| PPC AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+       | 730    | 1,218  | 302    | 437    | 242    | 933    | 279    | 502    | 400    | 5,295  | 1,195  | 267    | 11,800  |
| PPC DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI           | 730    | 1,218  | 302    | 437    | 242    | 933    | 279    | 502    | 400    | 5,295  | 1,195  | 267    | 11,800  |
| PPC CAP TOTAL     | 730    | 1,218  | 302    | 437    | 242    | 933    | 279    | 502    | 400    | 5,295  | 1,195  | 267    | 11,800  |
| RI AGE 1-20       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AIHP Facility     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AIHP Non-Facility | 47     | -      | 16     | 3      | 36     | 661    | 1,623  | 51     | 2,935  | 16     | 35     | 20     | 5,443   |
| Non-AIHP          | -      | -      | -      | 8      | 67     | -      | 31     | -      | -      | 4      | 11     | 6      | 127     |
| Prior Quarter     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON        | 0      | -      | 13     | -      | -      | 16     | 449    | 281    | (7)    | -      | (17)   | -      | 734     |
| FFS TOTAL         | 48     | -      | 29     | 12     | 102    | 677    | 2,103  | 331    | 2,928  | 20     | 29     | 26     | 6,304   |
| TOTAL             | 18,693 | 16,264 | 15,722 | 15,995 | 14,558 | 16,006 | 17,268 | 15,631 | 18,709 | 20,268 | 16,214 | 15,504 | 200,832 |

STATE FUND

FY 19 REBASE

|                  | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG AGE 21+      | 10,600 | 10,700 | 10,700 | 11,400 | 11,500 | 11,500 | 11,400 | 11,500 | 11,500 | 11,600 | 11,600 | 11,700 | 135,700 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 500    | 4,900   |
| Crisis RBHA      | 100    | 100    | 100    | 200    | 200    | 200    | 200    | 200    | 200    | 200    | 200    | 200    | 2,100   |
| HIF              | -      | -      | -      | -      | -      | 4,100  | -      | -      | -      | -      | -      | -      | 4,100   |
| REG CAP TOTAL    | 11,100 | 11,200 | 11,200 | 12,000 | 12,100 | 16,200 | 12,000 | 12,100 | 12,100 | 12,200 | 12,200 | 12,400 | 146,800 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 700    | 700    | 700    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 9,300   |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 700    | 700    | 700    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 800    | 9,300   |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Non-Facility | 800    | 1,000  | 700    | 900    | 800    | 700    | 900    | 700    | 700    | 800    | 1,000  | 800    | 9,800   |
| Non-AIHP         | 100    | -      | 100    | -      | 100    | 100    | -      | 100    | 100    | 100    | -      | 100    | 800     |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | 900    | -      | -      | -      | -      | -      | 900     |
| FFS TOTAL        | 900    | 1,000  | 800    | 900    | 900    | 800    | 1,800  | 800    | 800    | 900    | 1,000  | 900    | 11,500  |
| TOTAL            | 12,700 | 12,900 | 12,700 | 13,700 | 13,800 | 17,800 | 14,600 | 13,700 | 13,700 | 13,900 | 14,000 | 14,100 | 167,600 |

STATE FUND

FY 20 REQUEST

|                  | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | TOTAL   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG AGE 21+      | 11,700 | 11,700 | 11,700 | 12,100 | 12,200 | 12,200 | 12,300 | 12,300 | 12,400 | 12,300 | 12,400 | 12,500 | 145,800 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| SMI              | 500    | 500    | 500    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 400    | 5,100   |
| Crisis RBHA      | 200    | 200    | 200    | 200    | 200    | 200    | 100    | 100    | 100    | 100    | 100    | 100    | 1,800   |
| HIF              | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| REG CAP TOTAL    | 12,400 | 12,400 | 12,400 | 12,700 | 12,800 | 12,800 | 12,800 | 12,800 | 12,900 | 12,800 | 12,900 | 13,000 | 152,700 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC AGE 21+      | 900    | 800    | 800    | 900    | 900    | 800    | 800    | 800    | 800    | 800    | 900    | 900    | 10,100  |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| PPC CAP TOTAL    | 900    | 800    | 800    | 900    | 900    | 800    | 800    | 800    | 800    | 800    | 900    | 900    | 10,100  |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI AGE 21+       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| RI TOTAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Facility     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| AHP Non-Facility | 1,000  | 800    | 800    | 1,000  | 800    | 800    | 1,000  | 900    | 900    | 1,000  | 800    | 800    | 10,600  |
| Non-AIHP         | -      | 100    | 100    | -      | -      | -      | -      | -      | -      | -      | -      | -      | 200     |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | 900    | -      | -      | -      | -      | -      | 900     |
| FFS TOTAL        | 1,000  | 900    | 900    | 1,000  | 800    | 800    | 1,900  | 900    | 900    | 1,000  | 800    | 800    | 11,700  |
| TOTAL            | 14,300 | 14,100 | 14,100 | 14,600 | 14,500 | 14,400 | 15,500 | 14,500 | 14,600 | 14,600 | 14,600 | 14,700 | 174,500 |

MEMBER MONTHS

FY 18 ACTUAL

|                   | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL    |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|----------|
| REG AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| REG AGE 21+       | 136.03 | 144.26 | 149.73 | 145.97 | 133.13 | 132.03 | 136.65 | 140.00 | 139.74 | 141.90 | 141.52 | 144.67 | 1,685.63 |
| REG DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| BIRTHS            | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| SMI               | 2.00   | 2.00   | 2.00   | 2.00   | 2.00   | 2.00   | 2.00   | 2.00   | 2.00   | 1.00   | 1.00   | 1.00   | 21.00    |
| Crisis RBHA       | 153.12 | 158.10 | 165.13 | 158.14 | 146.12 | 144.13 | 150.74 | 154.20 | 151.95 | 151.23 | 150.65 | 154.17 | 1,837.68 |
| HIF               | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| REG CAP TOTAL     | 291.15 | 304.36 | 316.86 | 306.11 | 281.25 | 278.16 | 289.39 | 296.20 | 293.69 | 294.13 | 293.16 | 299.84 | 3,544.31 |
| PPC AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC AGE 21+       | 15.08  | 11.85  | 13.40  | 10.18  | 9.99   | 9.10   | 11.10  | 11.20  | 9.21   | 6.33   | 6.13   | 5.51   | 119.06   |
| PPC DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC SMI           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC CAP TOTAL     | 15.08  | 11.85  | 13.40  | 10.18  | 9.99   | 9.10   | 11.10  | 11.20  | 9.21   | 6.33   | 6.13   | 5.51   | 119.06   |
| RI AGE 1-20       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| RI AGE 21+        | 136.03 | 144.26 | 149.73 | 145.97 | 133.13 | 132.03 | 136.65 | 140.00 | 139.74 | 141.90 | 141.52 | 144.67 | 1,685.63 |
| RI DUAL           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| RI TOTAL          | 136.03 | 144.26 | 149.73 | 145.97 | 133.13 | 132.03 | 136.65 | 140.00 | 139.74 | 141.90 | 141.52 | 144.67 | 1,685.63 |
| AIHP Facility     | 2.00   | 2.00   | 2.00   | 2.00   | 3.00   | 3.00   | 3.00   | 3.00   | 3.00   | 3.00   | 3.00   | 4.00   | 33.00    |
| AIHP Non-Facility | 2.00   | 2.00   | 2.00   | 2.00   | 3.00   | 3.00   | 3.00   | 3.00   | 3.00   | 3.00   | 3.00   | 4.00   | 33.00    |
| Non-AIHP          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| Prior Quarter     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| FQHC RECON        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| FFS TOTAL         | 4.00   | 4.00   | 4.00   | 4.00   | 6.00   | 6.00   | 6.00   | 6.00   | 6.00   | 6.00   | 6.00   | 8.00   | 66.00    |
| TOTAL             | 446.26 | 464.46 | 484.00 | 466.25 | 430.37 | 425.29 | 443.13 | 453.39 | 448.64 | 448.37 | 446.81 | 458.01 | 5,414.99 |

MEMBER MONTHS

FY 19 REBASE

|                   | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | TOTAL    |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|----------|
| REG AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| REG AGE 21+       | 147.48 | 147.87 | 148.26 | 148.65 | 149.04 | 149.44 | 149.83 | 150.23 | 150.63 | 151.03 | 151.43 | 151.83 | 1,795.71 |
| REG DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| BIRTHS            | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| SMI               | 1.00   | 1.00   | 1.00   | 1.00   | 1.00   | 1.01   | 1.01   | 1.01   | 1.01   | 1.01   | 1.01   | 1.01   | 12.08    |
| Crisis RBHA       | 161.77 | 162.20 | 162.63 | 163.06 | 163.49 | 163.92 | 164.36 | 164.79 | 165.23 | 165.67 | 166.10 | 166.54 | 1,969.77 |
| HIF               | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| REG CAP TOTAL     | 310.25 | 311.07 | 311.89 | 312.71 | 313.54 | 314.37 | 315.20 | 316.03 | 316.87 | 317.70 | 318.54 | 319.38 | 3,777.56 |
| PPC AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC AGE 21+       | 10.31  | 10.33  | 10.36  | 10.39  | 10.41  | 10.44  | 10.47  | 10.50  | 10.53  | 10.55  | 10.58  | 10.61  | 125.48   |
| PPC DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC SMI           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC CAP TOTAL     | 10.31  | 10.33  | 10.36  | 10.39  | 10.41  | 10.44  | 10.47  | 10.50  | 10.53  | 10.55  | 10.58  | 10.61  | 125.48   |
| RI AGE 1-20       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| RI AGE 21+        | 147.48 | 147.87 | 148.26 | 148.65 | 149.04 | 149.44 | 149.83 | 150.23 | 150.63 | 151.03 | 151.43 | 151.83 | 1,795.71 |
| RI DUAL           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| RI TOTAL          | 147.48 | 147.87 | 148.26 | 148.65 | 149.04 | 149.44 | 149.83 | 150.23 | 150.63 | 151.03 | 151.43 | 151.83 | 1,795.71 |
| AIHP Facility     | 3.99   | 4.00   | 4.01   | 4.02   | 4.03   | 4.04   | 4.05   | 4.06   | 4.07   | 4.09   | 4.10   | 4.11   | 48.58    |
| AIHP Non-Facility | 3.99   | 4.00   | 4.01   | 4.02   | 4.03   | 4.04   | 4.05   | 4.06   | 4.07   | 4.09   | 4.10   | 4.11   | 48.58    |
| Non-AIHP          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| Prior Quarter     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| FQHC RECON        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| FFS TOTAL         | 7.98   | 8.00   | 8.02   | 8.04   | 8.06   | 8.08   | 8.11   | 8.13   | 8.15   | 8.17   | 8.19   | 8.21   | 97.15    |
| TOTAL             | 476.01 | 477.27 | 478.53 | 479.80 | 481.06 | 482.33 | 483.61 | 484.89 | 486.17 | 487.45 | 488.74 | 490.03 | 5,795.90 |

MEMBER MONTHS

FY 20 REQUEST

|                  | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | TOTAL    |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|----------|
| REG AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| REG AGE 21+      | 152.23 | 152.63 | 153.03 | 153.44 | 153.84 | 154.25 | 154.66 | 155.07 | 155.48 | 155.89 | 156.30 | 156.72 | 1,853.55 |
| REG DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| BIRTHS           | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| SMI              | 1.02   | 1.02   | 1.02   | 1.02   | 1.02   | 1.02   | 1.03   | 1.03   | 1.03   | 1.03   | 1.03   | 1.03   | 12.30    |
| Crisis RBHA      | 166.98 | 167.42 | 167.87 | 168.31 | 168.76 | 169.20 | 169.65 | 170.10 | 170.55 | 171.00 | 171.45 | 171.91 | 2,033.21 |
| HIF              | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| REG CAP TOTAL    | 320.23 | 321.07 | 321.92 | 322.77 | 323.62 | 324.48 | 325.34 | 326.20 | 327.06 | 327.92 | 328.79 | 329.66 | 3,899.05 |
| PPC AGE 1-20     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC AGE 21+      | 10.64  | 10.67  | 10.69  | 10.72  | 10.75  | 10.78  | 10.81  | 10.84  | 10.86  | 10.89  | 10.92  | 10.95  | 129.52   |
| PPC DUAL         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC SMI          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| PPC CAP TOTAL    | 10.64  | 10.67  | 10.69  | 10.72  | 10.75  | 10.78  | 10.81  | 10.84  | 10.86  | 10.89  | 10.92  | 10.95  | 129.52   |
| RI AGE 1-20      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| RI AGE 21+       | 152.23 | 152.63 | 153.03 | 153.44 | 153.84 | 154.25 | 154.66 | 155.07 | 155.48 | 155.89 | 156.30 | 156.72 | 1,853.55 |
| RI DUAL          | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| RI TOTAL         | 152.23 | 152.63 | 153.03 | 153.44 | 153.84 | 154.25 | 154.66 | 155.07 | 155.48 | 155.89 | 156.30 | 156.72 | 1,853.55 |
| AHP Facility     | 4.12   | 4.13   | 4.14   | 4.15   | 4.16   | 4.17   | 4.18   | 4.19   | 4.21   | 4.22   | 4.23   | 4.24   | 50.14    |
| AHP Non-Facility | 4.12   | 4.13   | 4.14   | 4.15   | 4.16   | 4.17   | 4.18   | 4.19   | 4.21   | 4.22   | 4.23   | 4.24   | 50.14    |
| Non-AIHP         | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| Prior Quarter    | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| FQHC RECON       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        |
| FFS TOTAL        | 8.24   | 8.26   | 8.28   | 8.30   | 8.32   | 8.35   | 8.37   | 8.39   | 8.41   | 8.43   | 8.46   | 8.48   | 100.28   |
| TOTAL            | 491.33 | 492.63 | 493.93 | 495.23 | 496.54 | 497.86 | 499.17 | 500.49 | 501.81 | 503.14 | 504.47 | 505.80 | 5,982.40 |

PMPM

FY 18 ACTUAL

|                         | Jul-17   | Aug-17   | Sep-17   | Oct-17   | Nov-17   | Dec-17   | Jan-18   | Feb-18   | Mar-18   | Apr-18   | May-18   | Jun-18   | SFY Average |
|-------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| REG AGE 1-20            | 581.32   | 455.78   | 449.81   | 479.23   | 477.96   | 488.46   | 488.99   | 474.29   | 494.97   | 483.26   | 485.86   | 482.45   | 486.33      |
| REG AGE 21+<br>REG DUAL |          |          |          |          |          |          |          |          |          |          |          |          |             |
| BIRTHS                  |          |          |          |          |          |          |          |          |          |          |          |          |             |
| SMI                     | 2,067.20 | 2,067.20 | 2,067.20 | 1,898.48 | 1,898.48 | 1,898.48 | 1,898.48 | 1,898.48 | 1,898.48 | 2,363.74 | 2,363.74 | 2,363.74 | 2,013.15    |
| Crisis RBHA             | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| HIF                     | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |

PPC AGE 1-20  
PPC AGE 21+  
PPC DUAL  
PPC SMI

|              |        |        |        |        |        |        |        |        |        |          |        |        |        |
|--------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|----------|--------|--------|--------|
| PPC AGE 1-20 | 224.75 | 477.63 | 104.60 | 203.68 | 114.74 | 486.68 | 119.17 | 212.89 | 206.04 | 3,965.26 | 924.95 | 230.28 | 468.30 |
| PPC AGE 21+  |        |        |        |        |        |        |        |        |        |          |        |        |        |
| PPC DUAL     |        |        |        |        |        |        |        |        |        |          |        |        |        |
| PPC SMI      |        |        |        |        |        |        |        |        |        |          |        |        |        |

RI AGE 1-20  
RI AGE 21+  
RI DUAL

|             |   |   |   |   |   |   |   |   |   |   |   |   |   |
|-------------|---|---|---|---|---|---|---|---|---|---|---|---|---|
| RI AGE 1-20 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| RI AGE 21+  |   |   |   |   |   |   |   |   |   |   |   |   |   |
| RI DUAL     |   |   |   |   |   |   |   |   |   |   |   |   |   |

AIHP Facility  
AIHP Non-Facility  
Non-AIHP  
Prior Quarter

|                   |          |        |          |          |          |          |          |        |          |        |          |          |          |
|-------------------|----------|--------|----------|----------|----------|----------|----------|--------|----------|--------|----------|----------|----------|
| AIHP Facility     | 1,357.00 | 977.50 | 1,357.00 | 3,910.00 | 4,197.27 | 1,173.00 | 937.49   | 439.00 | 1,257.00 | 711.67 | 2,419.67 | 1,058.50 | 1,601.28 |
| AIHP Non-Facility | 109.91   | -      | 37.97    | 7.40     | 56.27    | 1,045.11 | 2,566.30 | 80.04  | 4,641.48 | 25.30  | 55.79    | 23.45    | 782.28   |
| Non-AIHP          |          |        |          |          |          |          |          |        |          |        |          |          |          |
| Prior Quarter     |          |        |          |          |          |          |          |        |          |        |          |          |          |

**PMPM**

**FY 19 REBASE**

|                         | Jul-18   | Aug-18   | Sep-18   | Oct-18   | Nov-18   | Dec-18   | Jan-19   | Feb-19   | Mar-19   | Apr-19   | May-19   | Jun-19   | SFY Average |
|-------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| REG AGE 1-20            | 341.27   | 341.27   | 341.27   | 362.65   | 362.65   | 362.65   | 362.65   | 362.65   | 362.65   | 362.65   | 362.65   | 362.65   | 357.37      |
| REG AGE 21+<br>REG DUAL |          |          |          |          |          |          |          |          |          |          |          |          |             |
| BIRTHS                  |          |          |          |          |          |          |          |          |          |          |          |          |             |
| SMI                     | 1,987.84 | 1,987.84 | 1,987.84 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,012.11    |
| Crisis RBHA             | 3.86     | 3.86     | 3.86     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.54        |
| HIF                     |          |          |          |          |          |          |          |          |          |          |          |          |             |

PPC AGE 1-20  
PPC AGE 21+  
PPC DUAL  
PPC SMI

|  |        |        |        |        |        |        |        |        |        |        |        |        |        |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
|  | 341.27 | 341.27 | 341.27 | 362.65 | 362.65 | 362.65 | 362.65 | 362.65 | 362.65 | 362.65 | 362.65 | 362.65 | 357.37 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|

RI AGE 1-20  
RI AGE 21+  
RI DUAL

|  |   |   |   |   |   |   |   |   |   |   |   |   |   |
|--|---|---|---|---|---|---|---|---|---|---|---|---|---|
|  | - | - | - | - | - | - | - | - | - | - | - | - | - |
|--|---|---|---|---|---|---|---|---|---|---|---|---|---|

AIHP Facility  
AIHP Non-Facility  
Non-AIHP  
Prior Quarter

|  |          |          |          |          |          |          |          |          |          |          |          |          |          |
|--|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
|  | 1,045.92 | 1,307.40 | 1,045.92 | 1,307.40 | 1,045.92 | 1,045.92 | 1,406.87 | 1,125.49 | 1,125.49 | 1,125.49 | 1,406.87 | 1,125.49 | 1,176.40 |
|  | 872.46   | 1,090.58 | 872.46   | 1,119.58 | 895.66   | 895.66   | 1,119.58 | 895.66   | 895.66   | 895.66   | 1,119.58 | 895.66   | 963.99   |

PMPM

FY 20 REQUEST

|                         | Jul-19   | Aug-19   | Sep-19   | Oct-19   | Nov-19   | Dec-19   | Jan-20   | Feb-20   | Mar-20   | Apr-20   | May-20   | Jun-20   | SFY Average |
|-------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| REG AGE 1-20            | 362.65   | 362.65   | 362.65   | 371.71   | 371.71   | 371.71   | 371.71   | 371.71   | 371.71   | 371.71   | 371.71   | 371.71   | 369.47      |
| REG AGE 21+<br>REG DUAL |          |          |          |          |          |          |          |          |          |          |          |          |             |
| BIRTHS                  |          |          |          |          |          |          |          |          |          |          |          |          |             |
| SMI                     | 2,020.12 | 2,020.12 | 2,020.12 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,058.08    |
| Crisis RBHA             | 4.76     | 4.76     | 4.76     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.85        |
| HIF                     |          |          |          |          |          |          |          |          |          |          |          |          |             |

PPC AGE 1-20  
PPC AGE 21+  
PPC DUAL  
PPC SMI

|  |        |        |        |        |        |        |        |        |        |        |        |        |        |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
|  | 362.65 | 362.65 | 362.65 | 371.71 | 371.71 | 371.71 | 371.71 | 371.71 | 371.71 | 371.71 | 371.71 | 371.71 | 369.47 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|

RI AGE 1-20  
RI AGE 21+  
RI DUAL

|  |   |   |   |   |   |   |   |   |   |   |   |   |   |
|--|---|---|---|---|---|---|---|---|---|---|---|---|---|
|  | - | - | - | - | - | - | - | - | - | - | - | - | - |
|--|---|---|---|---|---|---|---|---|---|---|---|---|---|

AIHP Facility  
AIHP Non-Facility  
Non-AIHP  
Prior Quarter

|  |          |          |          |          |          |          |          |          |          |          |          |          |          |
|--|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
|  | 1,406.87 | 1,125.49 | 1,125.49 | 1,406.87 | 1,125.49 | 1,125.49 | 1,513.91 | 1,211.12 | 1,211.12 | 1,513.91 | 1,211.12 | 1,211.12 | 1,265.78 |
|  | 1,119.58 | 895.66   | 895.66   | 1,149.35 | 919.48   | 919.48   | 1,149.35 | 919.48   | 919.48   | 1,149.35 | 919.48   | 919.48   | 989.53   |

**Breast and Cervical Cancer**

|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 691        |          | 10.93%                 |            |          |              |              |          |              |           |
| 2012.4 | 783        |          | 13.40%                 |            |          |              |              |          |              |           |
| 2013.1 | 881        |          | 12.46%                 |            |          | 3,311        | 52.87%       |          | 52.36%       | SFY 12-13 |
| 2013.2 | 955        |          | 8.43%                  |            |          |              |              |          |              |           |
| 2013.3 | 1,099      |          | 15.02%                 |            |          |              |              |          |              |           |
| 2013.4 | 1,196      |          | 8.80%                  |            |          |              |              |          |              |           |
| 2014.1 | 1,282      |          | 7.24%                  |            |          |              |              |          |              |           |
| 2014.2 | 1,161      |          | -9.48%                 |            |          | 4,737        | 43.09%       |          | 12.42%       | SFY 13-14 |
| 2014.3 | 1,095      |          | -5.69%                 |            |          |              |              |          |              |           |
| 2014.4 | 1,074      |          | -1.89%                 |            |          |              |              |          |              |           |
| 2015.1 | 1,014      |          | -5.54%                 |            |          |              |              |          |              |           |
| 2015.2 | 948        |          | -6.51%                 |            |          | 4,131        | -12.79%      |          | -16.82%      | SFY 14-15 |
| 2015.3 | 905        |          | -4.59%                 |            |          |              |              |          |              |           |
| 2015.4 | 859        |          | -5.00%                 |            |          |              |              |          |              |           |
| 2016.1 | 847        |          | -1.40%                 |            |          |              |              |          |              |           |
| 2016.2 | 754        |          | -10.97%                |            |          | 3,366        | -18.51%      |          | -23.89%      | SFY 15-16 |
| 2016.3 | 598        |          | -20.71%                |            |          |              |              |          |              |           |
| 2016.4 | 536        |          | -10.47%                |            |          |              |              |          |              |           |
| 2017.1 | 432        |          | -19.25%                |            |          |              |              |          |              |           |
| 2017.2 | 413        |          | -4.58%                 |            |          | 1,979        | -41.21%      |          | -41.95%      | SFY 16-17 |
| 2017.3 | 430        |          | 4.20%                  |            |          |              |              |          |              |           |
| 2017.4 | 411        |          | -4.39%                 |            |          |              |              |          |              |           |
| 2018.1 | 416        |          | 1.28%                  |            |          |              |              |          |              |           |
| 2018.2 | 428        |          | 2.81%                  |            |          | 1,686        | -14.82%      |          | 6.22%        | SFY 17-18 |
| 2018.3 |            | 440      | 2.72%                  |            |          |              |              |          |              |           |
| 2018.4 |            | 447      | 1.68%                  |            |          |              |              |          |              |           |
| 2019.1 |            | 451      | 0.80%                  |            |          |              |              |          |              |           |
| 2019.2 |            | 454      | 0.80%                  |            |          | 1,792        | 6.30%        |          | 4.95%        | SFY 18-19 |
| 2019.3 |            | 458      | 0.80%                  |            |          |              |              |          |              |           |
| 2019.4 |            | 462      | 0.80%                  |            |          |              |              |          |              |           |
| 2020.1 |            | 465      | 0.80%                  |            |          |              |              |          |              |           |
| 2020.2 |            | 469      | 0.80%                  |            |          | 1,854        | 3.44%        |          | 3.22%        | SFY 19-20 |

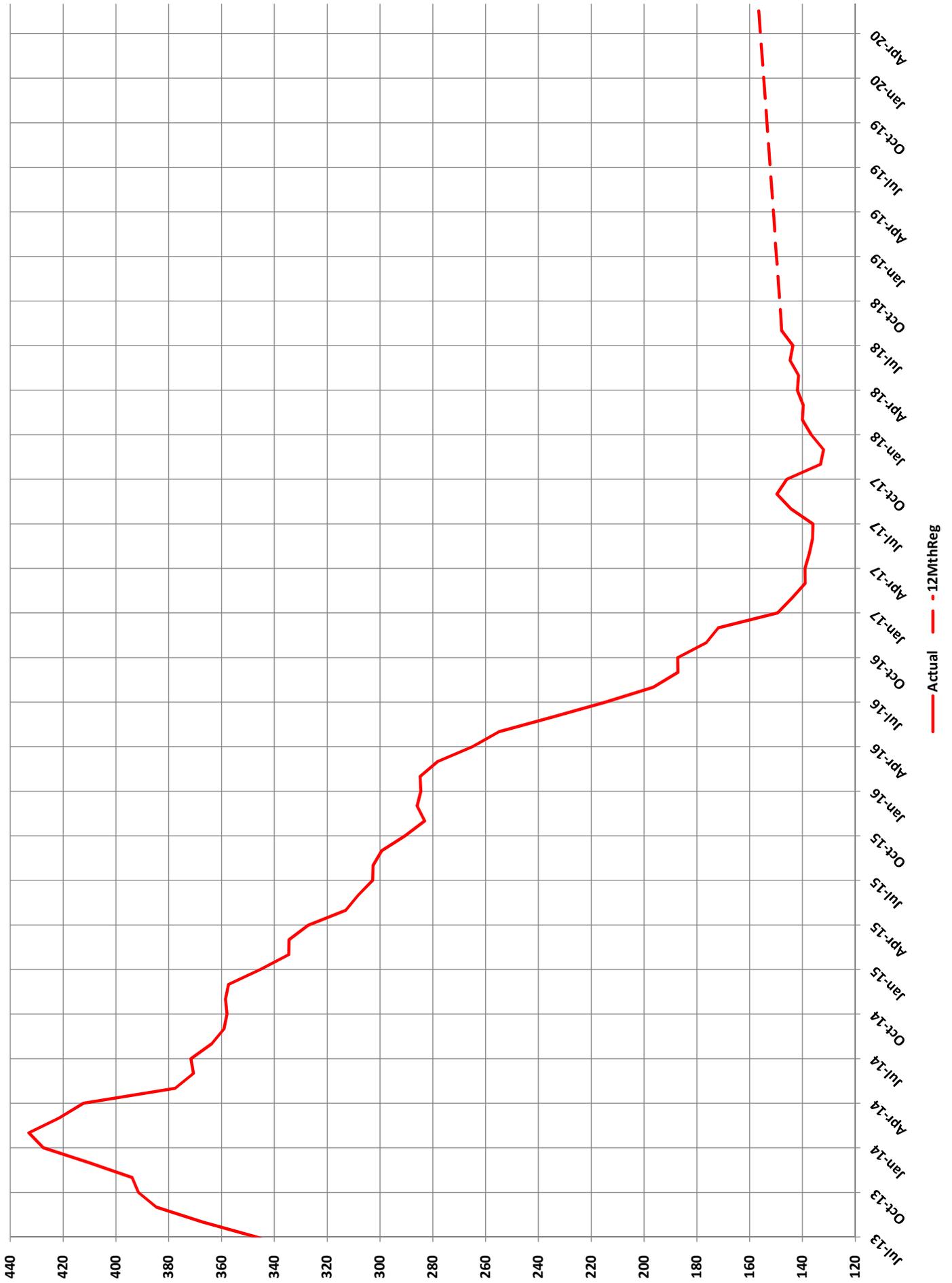
**Notes:**

(1) Data are obtained from PMMIS.

(2) Forecast is based on a 12-month simple linear regression of the natural log of the underlying data.

Adj. R Squared: 0.6013  
 Standard Error: 7.34

# Breast and Cervical Cancer



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                    | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Breast and Cervical Cancer |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund           |   |            |             |               |
| <b>Appropriated</b>                        |   |            |             |               |
| 0000 FTE                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals  | 189.7                                       | 203.9      | (30.6)      | 173.3         |
| 7000 Other Operating Expenses              | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                        | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                             | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                 | 189.7                                       | 203.9      | (30.6)      | 173.3         |
| <b>Fund Total:</b>                         | 189.7                                       | 203.9      | (30.6)      | 173.3         |
| <b>Fund:</b> 2120-N AHCCCS Fund            |   |            |             |               |
| <b>Non-Appropriated</b>                    |   |            |             |               |
| 0000 FTE                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals  | 763.7                                       | 814.9      | (103.4)     | 711.5         |
| 7000 Other Operating Expenses              | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                        | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018      | FY 2019        | FY 2020        | FY 2020       |
|---|---|--------------|----------------|----------------|---------------|
|   |   | Actual       | Expd. Plan     | Fund. Issue    | Total Request |
| <b>Program: Breast and Cervical Cancer</b>          |   |              |                |                |               |
| <b>Fund:</b>  | <b>2120-N AHCCCS Fund</b>                 |              |                |                |               |
| <b>Non-Appropriated</b>                             |   |              |                |                |               |
|   | 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           |
|   | <b>Non-Appropriated Total:</b>            | <b>763.7</b> | <b>814.9</b>   | <b>(103.4)</b> | <b>711.5</b>  |
| <b>Fund Total:</b>                                  |   | <b>763.7</b> | <b>814.9</b>   | <b>(103.4)</b> | <b>711.5</b>  |
| <b>Fund:</b>  | <b>2500-N IGA and ISA Fund</b>            |              |                |                |               |
| <b>Non-Appropriated</b>                             |   |              |                |                |               |
|   | 6000 Personal Services                    | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 6100 Employee Related Expenses            | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 6200 Professional and Outside Services    | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 6500 Travel In-State                      | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 6600 Travel Out of State                  | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 6700 Food                                 | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 6800 Aid to Organizations and Individuals | 0.0          | 1.2            | 0.0            | 1.2           |
|   | 7000 Other Operating Expenses             | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 8000 Equipment                            | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 8100 Capital Outlay                       | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 8600 Debt Service                         | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 9000 Cost Allocation                      | 0.0          | 0.0            | 0.0            | 0.0           |
|   | 9100 Transfers                            | 0.0          | 0.0            | 0.0            | 0.0           |
|   | <b>Non-Appropriated Total:</b>            | <b>0.0</b>   | <b>1.2</b>     | <b>0.0</b>     | <b>1.2</b>    |
| <b>Fund Total:</b>                                  |   | <b>0.0</b>   | <b>1.2</b>     | <b>0.0</b>     | <b>1.2</b>    |
| <b>Program Total For Selected Funds:</b>            |   | <b>953.4</b> | <b>1,020.0</b> | <b>(134.0)</b> | <b>886.0</b>  |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Breast and Cervical Cancer</b>                  |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 953.4             | 1,020.0               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Breast and Cervical Cancer</b>                  |

|  | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|--|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                        | <b>953.4</b>              | <b>1,020.0</b>                |
| <b>Appropriated</b>                                      |                           |                               |
| 1000-A General Fund (Appropriated)                       | 189.7                     | 203.9                         |
|  | <b>189.7</b>              | <b>203.9</b>                  |
| <b>Non-Appropriated</b>                                  |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 763.7                     | 814.9                         |
| 2500-N IGA and ISA Fund (Non-Appropriated)               | 0.0                       | 1.2                           |
|  | <b>763.7</b>              | <b>816.1</b>                  |
| <b>Fund Source Total</b>                                 | <b>953.4</b>              | <b>1,020.0</b>                |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Breast and Cervical Cancer</b>                  |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Breast and Cervical Cancer</b>                  |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| Document shredding and Destruction Services               | 0.0                       |                               |
| Translation and Sign Language Services                    | 0.0                       |                               |
| Distribution To State Universities                        | 0.0                       |                               |
| Other Intrastate Distributions                            | 0.0                       |                               |
| Awards  | 0.0                       |                               |
| Entertainment And Promotional Items                       | 0.0                       |                               |
| Dues  | 0.0                       |                               |
| Books- Subscriptions And Publications                     | 0.0                       |                               |
| Costs For Digital Image Or Microfilm                      | 0.0                       |                               |
| Revolving Fund Advances                                   | 0.0                       |                               |
| Credit Card Fees Over Approved Limit                      | 0.0                       |                               |
| Relief Bill Expenditures                                  | 0.0                       |                               |
| Surplus Property Distr To State Agencies                  | 0.0                       |                               |
| Security Services   | 0.0                       |                               |
| Judgments - Damages                                       | 0.0                       |                               |
| ICA Payments to Claimants Confidential                    | 0.0                       |                               |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0                       |                               |
| Judgments - Non-Confidential Restitution                  | 0.0                       |                               |
| Judgments - Punitive And Compensatory                     | 0.0                       |                               |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0                       |                               |
| Pmts For Contracted State Inmate Labor                    | 0.0                       |                               |
| Payments To State Inmates                                 | 0.0                       |                               |
| Bad Debt Expense  | 0.0                       |                               |
| Interview Expense   | 0.0                       |                               |
| Employee Relocations-Nontaxable                           | 0.0                       |                               |
| Employee Relocations-Taxable                              | 0.0                       |                               |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0                       |                               |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0                       |                               |
| Fingerprinting, Background Checks, Etc.                   | 0.0                       |                               |
| Other Miscellaneous Operating                             | 0.0                       |                               |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                | <b>0.0</b>                    |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Breast and Cervical Cancer</b>                  |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



## **FREEDOM TO WORK (TICKET TO WORK)**

### **DESCRIPTION/BACKGROUND**

The Ticket to Work Incentives Improvement Act of 1999 (TWWIIA) improves access to employment training and placement services for people with disabilities who want to work. It also offers States opportunities to eliminate barriers to employment for people with disabilities by improving access to health care. TWWIIA created two new optional categorical eligibility groups. The first group, called the “Basic Coverage Group,” are individuals between the ages of 16 through 64 years and who, except for earned income, would be eligible to receive Supplemental Security Income (SSI) benefits. The second optional categorical eligibility group is called the “Medical Improvement Group.” This group covers individuals with a medically improved disability who lose their Medicaid eligibility under the “Basic Coverage Group” because their medical conditions have improved to the point where they are no longer disabled under the SSI definition.

### **STATUTORY AUTHORITY**

Laws 2001, Chapter 385 (A.R.S. § 36-2929 and 36-2950) created a new AHCCCS eligibility category for two groups of individuals: Individuals age 16 through 64 who meet SSI eligibility criteria and have an earned income below 250% FPL (1902(a)(10)(A)(ii)(XV) of the Social Security Act); and employed individuals with a medically improved disability and earned income below 250% FPL (1902(a)(10)(A)(ii)(XVI) of the Social Security Act). This program, known as Ticket to Work or Freedom to Work, was implemented on January 1, 2003.

### **METHODOLOGY**

As of June 2017 there were 2,523 members enrolled in Freedom to Work. By June 2018, enrollment had grown to 2,917, an increase of 15.62%. The projected enrollment for FY 2019 and FY 2020 is based on a 36-month regression analysis. The rebase resulted in projected June 2019 enrollment of 3,308 and a June 2020 total of 3,699. This is an increase of 13.40% and 11.82% for FY2019 and FY2020, respectively.

The previous totals include those eligible to receive physical and behavioral health care through Mercy Maricopa Integrated Care (MMIC) or the Greater Arizona RBHA integrated plans. As part of the AHCCCS behavioral health integration effort, as of June 1, 2017, 590 FTW members received physical and behavioral health care through Mercy Maricopa Integrated Care (MMIC) health plan and another 227 received physical and behavioral health care through the Greater Arizona RBHA (GrAZ) integrated plans. By June 2018, 617 members were receiving services through MMIC and another 234 members were receiving services through GrAZ. It is anticipated that by June 2019, a total of 868 TTW members will receive integrated behavioral health services through either MMIC or GrAZ and that by June 2020 this number will reach 886.

Acute Coverage - Acute members are eligible for regular capitation, behavioral health capitation, fee-for-service, reinsurance, and Medicare Part B premium coverage. For FY2020, AHCCCS is recommending a 2.5% increase to both prospective and prior period rates to account for utilization and inflationary increases.

**TRADITIONAL MEDICAID SERVICES  
FREEDOM TO WORK**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



LTC Coverage – LTC members are eligible for regular, fee-for-service, reinsurance, and Medicare Part B premium coverage. The LTC capitation rate shown below is a loaded rate which includes reinsurance and fee-for-service.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. The FFS and reinsurance rates are based on SFY 2018 actual experience. The behavioral health rates are developed by the DHCM actuarial department. AHCCCS estimates a CYE 2020 capitation rate increase of 2.5% for all risk pools.

For more detail of rates used in the FY2019-FY2020 forecast, see Chart 1 below.

**Chart 1 – FTW Rates Detail**

| <b>Group</b> | <b>7/1/2018</b> | <b>Change %</b> | <b>10/1/2018</b> | <b>Change %</b> | <b>10/1/2019</b> |
|--------------|-----------------|-----------------|------------------|-----------------|------------------|
| ACC Dual     | 145.66          | -1.58%          | 143.36           | 2.50%           | 146.94           |
| ACC SSIWO    | 1,271.12        | -3.91%          | 1,230.59         | 2.50%           | 1,261.36         |
| SMI          | 1,987.84        | 1.62%           | 2,020.12         | 2.50%           | 2,070.63         |
| Crisis RBHA  | 3.86            | 23.30%          | 4.76             | 2.50%           | 4.88             |
| EPD Dual     | 3,281.91        | 4.39%           | 3,425.89         | 3.31%           | 3,539.13         |
| EPD SSIWO    | 3,455.59        | 4.39%           | 3,607.36         | 3.31%           | 3,726.68         |
| DD Dual      | 3,892.14        | 5.30%           | 4,098.51         | 3.47%           | 4,240.60         |
| DD SSIWO     | 3,892.14        | 5.30%           | 4,098.51         | 3.47%           | 4,240.60         |

Freedom to Work members may be required to pay a monthly premium. The amount of the member’s premium is based on the individual’s net earned income. The premium amount can range from \$0 - \$35 and cannot exceed 2% of the member’s net earned income. The updated FMAP percentages that were used in the analysis are shown in the table below.

**FMAP**

**TRADITIONAL MEDICAID SERVICES  
FREEDOM TO WORK**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



|          |        |          |
|----------|--------|----------|
| FFY 2018 | 69.89% | Actual   |
| FFY 2019 | 69.81% | Actual   |
| FFY 2020 | 69.48% | Estimate |



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
TRADITIONAL MEDICAID SERVICES  
TRADITIONAL FREEDOM TO WORK**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 10,075,784        | 10,645,400            | 10,469,600        | 11,524,000         | 878,600              |
| Local Match (APSI)       | 10,322            | 8,700                 | 31,600            | 41,100             | 32,400               |
| Subtotal State Match     | 10,086,106        | 10,654,100            | 10,501,200        | 11,565,100         | 911,000              |
| Federal Title XIX        | 23,404,541        | 24,598,600            | 24,596,300        | 26,788,300         | 2,189,700            |
| Subtotal Federal Funding | 23,404,541        | 24,598,600            | 24,596,300        | 26,788,300         | 2,189,700            |
| Grand Total              | 33,490,647        | 35,252,700            | 35,097,500        | 38,353,400         | 3,100,700            |

TOTAL FUND

FY 18 ACTUAL

|                   | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 229,854   | 226,888   | 228,007   | 214,979   | 217,030   | 219,174   | 220,942   | 224,615   | 232,653   | 239,584   | 237,611   | 254,932   | 2,746,267  |
| ACC SSIWO         | 310,594   | 293,963   | 304,027   | 349,187   | 356,442   | 368,595   | 371,903   | 365,841   | 357,961   | 372,839   | 407,437   | 404,284   | 4,263,073  |
| EPD DUAL          | 51,782    | 70,346    | 56,716    | 53,481    | 63,347    | 51,630    | 50,689    | 47,385    | 50,088    | 55,360    | 47,881    | 56,696    | 653,401    |
| EPD SSIWO         | 123,571   | 144,918   | 129,598   | 131,463   | 154,433   | 112,339   | 128,593   | 135,569   | 135,545   | 135,545   | 135,473   | 135,449   | 1,602,518  |
| DDD DUAL          | 58,211    | 61,850    | 61,850    | 62,753    | 62,753    | 62,753    | 74,059    | 64,683    | 64,683    | 68,488    | 64,683    | 64,683    | 771,449    |
| DDD SSIWO         | 7,276     | 7,276     | 7,276     | 7,383     | 7,383     | 18,457    | 12,755    | 11,415    | 11,415    | 11,415    | 11,415    | 11,415    | 124,879    |
| SMI               | 1,771,324 | 1,787,048 | 1,820,463 | 1,811,756 | 1,797,860 | 1,779,098 | 1,764,449 | 1,796,374 | 1,786,854 | 1,783,018 | 1,787,053 | 1,825,861 | 21,511,160 |
| Crisis RBHA       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| HIF               | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REG CAP TOTAL     | 2,552,613 | 2,592,289 | 2,607,937 | 2,631,002 | 2,659,247 | 2,612,046 | 2,623,390 | 2,645,883 | 2,639,222 | 2,664,248 | 2,691,552 | 2,753,319 | 31,672,747 |
| PPC ACC DUAL      | 3,194     | 4,326     | 2,725     | 4,203     | 2,253     | 4,249     | 4,355     | 5,459     | 10,494    | 6,926     | 13,181    | 7,116     | 68,482     |
| PPC ACC SSIWO     | 11,758    | 14,284    | 13,968    | 6,695     | 5,260     | 16,457    | 8,190     | 10,385    | 11,580    | 16,453    | 16,308    | 12,313    | 143,653    |
| PPC EPD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | 121       | 1,402     | -         | 1,523      |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 26,688    | 37,230    | 46,563    | 41,851    | 31,605    | 39,032    | 35,409    | 46,129    | 72,822    | 20,371    | 50,624    | 39,748    | 488,073    |
| PPC CAP TOTAL     | 41,640    | 55,841    | 63,257    | 52,750    | 39,118    | 59,738    | 47,954    | 61,973    | 94,896    | 43,872    | 81,515    | 59,177    | 701,730    |
| RI DUAL           | -         | 317       | -         | 3,645     | -         | -         | -         | 20,768    | -         | -         | -         | -         | 24,730     |
| RI SSIWO          | 88,742    | 14,510    | 23,441    | 3,943     | 400       | 3,064     | 27,313    | (9,172)   | 8,968     | -         | 26,718    | 3,978     | 191,905    |
| RI TOTAL          | 88,742    | 14,827    | 23,441    | 7,588     | 400       | 3,064     | 27,313    | 11,595    | 8,968     | -         | 26,718    | 3,978     | 216,635    |
| AIHP Facility     | 8,298     | 16,998    | 13,765    | 11,616    | 11,219    | 15,638    | 11,582    | 19,267    | 11,219    | 16,555    | 21,984    | 13,833    | 171,974    |
| AIHP Non-Facility | 16,980    | 19,524    | 15,080    | 6,763     | 15,473    | 6,635     | 20,297    | 19,443    | 15,963    | 18,193    | 19,956    | 18,969    | 193,277    |
| Non-AIHP          | -         | -         | 669       | 39        | 3,559     | 175       | -         | 1,580     | (11)      | 688       | 219       | 464       | 7,382      |
| Prior Quarter     | 589       | 2,456     | 2,924     | 8,761     | 1,208     | 7,677     | 10,803    | 1,249     | 64,974    | 4,912     | 17,508    | 6,371     | 129,431    |
| FQHC RECON        | 3         | -         | 371       | -         | -         | 978       | 12,497    | 9,828     | 366       | -         | (115)     | -         | 23,928     |
| FFS TOTAL         | 25,870    | 38,978    | 32,810    | 27,179    | 31,459    | 31,103    | 55,179    | 51,368    | 92,511    | 40,348    | 59,551    | 39,636    | 525,991    |
| Part A            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Part B            | 29,464    | 31,080    | 32,554    | 32,822    | 31,616    | 30,150    | 28,810    | 28,676    | 30,954    | 31,892    | 31,088    | 34,438    | 373,544    |
| Medicare TOTAL    | 29,464    | 31,080    | 32,554    | 32,822    | 31,616    | 30,150    | 28,810    | 28,676    | 30,954    | 31,892    | 31,088    | 34,438    | 373,544    |
| TOTAL             | 2,738,328 | 2,733,014 | 2,759,998 | 2,751,340 | 2,761,840 | 2,736,101 | 2,782,647 | 2,799,495 | 2,866,551 | 2,780,360 | 2,890,424 | 2,890,548 | 33,490,647 |

TOTAL FUND

FY 19 REBASE

|                   | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 257,200   | 260,900   | 264,500   | 263,900   | 267,500   | 271,100   | 274,600   | 278,200   | 281,800   | 285,400   | 289,000   | 292,500   | 3,286,600  |
| ACC SSIWO         | 470,000   | 476,600   | 483,300   | 474,300   | 480,700   | 487,200   | 493,600   | 500,000   | 506,500   | 512,900   | 519,300   | 525,800   | 5,930,200  |
| EPD DUAL          | 61,500    | 62,400    | 63,300    | 66,900    | 67,800    | 68,800    | 70,200    | 71,100    | 72,000    | 72,900    | 73,900    | 74,800    | 825,600    |
| EPD SSIWO         | 71,600    | 72,600    | 73,600    | 77,900    | 78,900    | 80,000    | 81,700    | 82,700    | 83,800    | 84,900    | 85,900    | 87,000    | 960,600    |
| DDD DUAL          | 65,200    | 66,200    | 67,100    | 71,600    | 72,600    | 73,600    | 75,200    | 76,200    | 77,200    | 78,200    | 79,200    | 80,100    | 882,400    |
| DDD SSIWO         | 11,500    | 11,700    | 11,800    | 12,600    | 12,800    | 13,000    | 13,300    | 13,400    | 13,600    | 13,800    | 14,000    | 14,100    | 155,600    |
| SMI               | 1,673,000 | 1,675,500 | 1,678,800 | 1,707,800 | 1,710,400 | 1,713,000 | 1,715,500 | 1,718,000 | 1,720,500 | 1,723,200 | 1,725,700 | 1,728,200 | 20,488,800 |
| Crisis RBHA       | 8,900     | 9,100     | 9,200     | 11,500    | 11,600    | 11,800    | 12,000    | 12,100    | 12,300    | 12,400    | 12,600    | 12,700    | 136,200    |
| HIF               | -         | -         | -         | -         | -         | 98,400    | -         | -         | -         | -         | -         | -         | 98,400     |
| REG CAP TOTAL     | 2,618,900 | 2,635,000 | 2,650,800 | 2,686,500 | 2,702,500 | 2,816,900 | 2,736,100 | 2,751,700 | 2,767,700 | 2,783,700 | 2,799,600 | 2,815,200 | 32,764,400 |
| PPC ACC DUAL      | 14,400    | 14,600    | 14,800    | 14,700    | 14,900    | 15,100    | 15,300    | 15,500    | 15,700    | 15,900    | 16,100    | 16,300    | 183,300    |
| PPC ACC SSIWO     | 35,800    | 36,300    | 36,800    | 36,200    | 36,600    | 37,100    | 37,600    | 38,100    | 38,600    | 39,100    | 39,600    | 40,100    | 451,900    |
| PPC EPD DUAL      | 800       | 800       | 800       | 900       | 900       | 900       | 900       | 900       | 900       | 1,000     | 1,000     | 1,000     | 10,800     |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 35,000    | 35,100    | 35,200    | 35,800    | 35,800    | 35,900    | 36,000    | 36,100    | 36,100    | 36,100    | 36,200    | 36,200    | 429,500    |
| PPC C.A.P TOTAL   | 86,000    | 86,800    | 87,600    | 87,600    | 88,200    | 89,000    | 89,800    | 90,600    | 91,300    | 92,100    | 92,900    | 93,600    | 1,075,500  |
| RI DUAL           | 2,900     | 3,700     | 3,000     | 3,900     | 3,100     | 3,200     | 4,000     | 3,300     | 3,300     | 3,400     | 4,200     | 3,400     | 41,400     |
| RI SSIWO          | 7,400     | 9,400     | 7,600     | 9,900     | 8,000     | 8,200     | 10,300    | 8,400     | 8,500     | 8,600     | 10,900    | 8,800     | 106,000    |
| RI TOTAL          | 10,300    | 13,100    | 10,600    | 13,800    | 11,100    | 11,400    | 14,300    | 11,700    | 11,800    | 12,000    | 15,100    | 12,200    | 147,400    |
| AIHP Facility     | 20,100    | 25,500    | 20,700    | 26,200    | 21,200    | 21,500    | 29,300    | 23,800    | 24,100    | 24,400    | 30,900    | 25,000    | 292,700    |
| AIHP Non-Facility | 20,800    | 26,400    | 21,400    | 27,800    | 22,600    | 22,900    | 29,000    | 23,500    | 23,800    | 24,100    | 30,500    | 24,700    | 297,500    |
| Non-AIHP          | 700       | 900       | 700       | 900       | 700       | 700       | 900       | 700       | 700       | 700       | 900       | 700       | 9,200      |
| Prior Quarter     | 12,700    | 15,800    | 12,700    | -         | -         | -         | 29,900    | -         | -         | -         | -         | -         | 41,200     |
| FOHC RECON        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | 29,900     |
| FFS TOTAL         | 54,300    | 68,600    | 55,500    | 54,900    | 44,500    | 45,100    | 89,100    | 48,000    | 48,600    | 49,200    | 62,300    | 50,400    | 670,500    |
| Part A            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Part B            | 33,800    | 34,100    | 34,500    | 34,800    | 35,200    | 35,500    | 37,700    | 38,100    | 38,500    | 38,800    | 39,200    | 39,500    | 439,700    |
| Medicare TOTAL    | 33,800    | 34,100    | 34,500    | 34,800    | 35,200    | 35,500    | 37,700    | 38,100    | 38,500    | 38,800    | 39,200    | 39,500    | 439,700    |
| TOTAL             | 2,803,300 | 2,837,600 | 2,839,000 | 2,877,600 | 2,881,500 | 2,997,900 | 2,967,000 | 2,940,100 | 2,957,900 | 2,975,800 | 3,009,100 | 3,010,900 | 35,097,500 |

TOTAL FUND

FY 20 REQUEST

|                   | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 296,100   | 299,700   | 303,300   | 314,500   | 318,200   | 321,900   | 325,500   | 329,200   | 332,900   | 336,500   | 340,200   | 343,900   | 3,861,900  |
| ACC SSIWO         | 532,200   | 538,600   | 545,100   | 565,300   | 571,900   | 578,500   | 585,100   | 591,700   | 598,300   | 604,900   | 611,500   | 618,100   | 6,941,200  |
| EPD DUAL          | 75,700    | 76,600    | 77,500    | 80,400    | 81,300    | 82,200    | 83,800    | 84,800    | 85,700    | 86,700    | 87,600    | 88,600    | 990,900    |
| EPD SSIWO         | 88,100    | 89,100    | 90,200    | 93,500    | 94,600    | 95,700    | 97,600    | 98,700    | 99,800    | 100,900   | 102,000   | 103,100   | 1,153,300  |
| DDD DUAL          | 82,100    | 83,100    | 84,100    | 86,200    | 87,200    | 88,200    | 90,000    | 91,000    | 92,100    | 93,100    | 94,100    | 95,100    | 1,066,300  |
| DDD SSIWO         | 14,500    | 14,700    | 14,800    | 15,200    | 15,400    | 15,600    | 15,900    | 16,100    | 16,200    | 16,400    | 16,600    | 16,800    | 188,200    |
| SMI               | 1,730,700 | 1,733,300 | 1,735,900 | 1,781,900 | 1,784,400 | 1,787,100 | 1,789,700 | 1,792,200 | 1,794,900 | 1,797,500 | 1,800,100 | 1,802,700 | 21,330,400 |
| Crisis RBHA       | 12,900    | 13,000    | 13,200    | 13,700    | 13,800    | 14,000    | 14,200    | 14,300    | 14,500    | 14,600    | 14,800    | 15,000    | 168,000    |
| HIF               | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REG CAP TOTAL     | 2,832,300 | 2,848,100 | 2,864,100 | 2,950,700 | 2,966,800 | 2,983,200 | 3,001,800 | 3,018,000 | 3,034,400 | 3,050,600 | 3,066,900 | 3,083,300 | 35,700,200 |
| PPC ACC DUAL      | 16,500    | 16,700    | 16,900    | 17,500    | 17,800    | 18,000    | 18,200    | 18,400    | 18,600    | 18,800    | 19,000    | 19,200    | 215,600    |
| PPC ACC SSIWO     | 40,600    | 41,100    | 41,600    | 43,100    | 43,600    | 44,100    | 44,600    | 45,100    | 45,600    | 46,100    | 46,600    | 47,100    | 529,200    |
| PPC EPD DUAL      | 1,000     | 1,000     | 1,000     | 1,100     | 1,100     | 1,100     | 1,100     | 1,100     | 1,100     | 1,100     | 1,200     | 1,200     | 13,100     |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 36,300    | 36,300    | 36,400    | 37,400    | 37,400    | 37,400    | 37,500    | 37,500    | 37,700    | 37,700    | 37,800    | 37,800    | 447,200    |
| PPC CAP TOTAL     | 94,400    | 95,100    | 95,900    | 99,100    | 99,900    | 100,600   | 101,400   | 102,100   | 103,000   | 103,700   | 104,600   | 105,300   | 1,205,100  |
| RI DUAL           | 4,400     | 3,500     | 3,600     | 4,600     | 3,700     | 3,800     | 4,800     | 3,900     | 3,900     | 5,000     | 4,000     | 4,000     | 49,200     |
| RI SSIWO          | 11,100    | 9,000     | 9,100     | 11,800    | 9,600     | 9,700     | 12,300    | 9,900     | 10,000    | 12,700    | 10,300    | 10,400    | 125,900    |
| RI TOTAL          | 15,500    | 12,500    | 12,700    | 16,400    | 13,300    | 13,500    | 17,100    | 13,800    | 13,900    | 17,700    | 14,300    | 14,400    | 175,100    |
| AIHP Facility     | 31,600    | 25,600    | 25,900    | 32,800    | 26,500    | 26,800    | 36,500    | 29,500    | 29,900    | 37,800    | 30,500    | 30,900    | 364,300    |
| AIHP Non-Facility | 31,200    | 25,300    | 25,600    | 33,200    | 26,900    | 27,200    | 34,400    | 27,800    | 28,100    | 35,600    | 28,800    | 29,100    | 353,200    |
| Non-AIHP          | 900       | 700       | 700       | 900       | 700       | 700       | 900       | 700       | 700       | 900       | 700       | 700       | 9,200      |
| Prior Quarter     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FOHC RECON        | -         | -         | -         | -         | -         | -         | 29,900    | -         | -         | -         | -         | -         | 29,900     |
| FFS TOTAL         | 63,700    | 51,600    | 52,200    | 66,900    | 54,100    | 54,700    | 101,700   | 58,000    | 58,700    | 74,300    | 60,000    | 60,700    | 756,600    |
| Part A            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Part B            | 39,900    | 40,300    | 40,600    | 41,000    | 41,400    | 41,700    | 44,300    | 44,700    | 45,100    | 45,400    | 45,800    | 46,200    | 516,400    |
| Medicare TOTAL    | 39,900    | 40,300    | 40,600    | 41,000    | 41,400    | 41,700    | 44,300    | 44,700    | 45,100    | 45,400    | 45,800    | 46,200    | 516,400    |
| TOTAL             | 3,045,800 | 3,047,600 | 3,065,500 | 3,174,100 | 3,175,500 | 3,193,700 | 3,266,300 | 3,236,600 | 3,255,100 | 3,291,700 | 3,291,600 | 3,309,900 | 38,353,400 |

FEDERAL FUND

FY 18 ACTUAL

|                   | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 159,151   | 157,097   | 157,872   | 150,249   | 151,682   | 153,181   | 154,416   | 156,984   | 162,601   | 167,445   | 166,066   | 178,172   | 1,914,915  |
| ACC SSIWO         | 215,056   | 203,540   | 210,508   | 244,047   | 249,117   | 257,611   | 259,923   | 255,686   | 250,179   | 260,577   | 284,757   | 282,554   | 2,973,556  |
| EPD DUAL          | 35,824    | 48,678    | 39,240    | 37,347    | 44,242    | 36,053    | 35,396    | 33,087    | 34,976    | 37,263    | 33,434    | 39,594    | 455,132    |
| EPD SSIWO         | 85,538    | 100,318   | 89,711    | 91,856    | 107,909   | 78,490    | 89,850    | 94,725    | 94,725    | 94,713    | 94,665    | 94,665    | 1,117,176  |
| DDD DUAL          | 40,306    | 42,825    | 42,825    | 43,858    | 43,858    | 43,858    | 51,760    | 45,207    | 45,207    | 47,866    | 45,207    | 45,207    | 537,983    |
| DDD SSIWO         | 5,038     | 5,038     | 5,038     | 5,160     | 5,160     | 12,899    | 8,914     | 7,978     | 7,978     | 7,978     | 7,978     | 7,978     | 87,136     |
| SMI               | 1,226,465 | 1,237,352 | 1,260,489 | 1,266,237 | 1,256,524 | 1,243,412 | 1,233,174 | 1,255,486 | 1,248,832 | 1,246,151 | 1,248,971 | 1,276,094 | 14,999,187 |
| Crisis RBHA       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| HIF               | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REG CAP TOTAL     | 1,767,376 | 1,794,848 | 1,805,683 | 1,838,752 | 1,858,493 | 1,825,504 | 1,833,432 | 1,849,153 | 1,844,498 | 1,861,993 | 1,881,090 | 1,924,264 | 22,085,086 |
| PPC ACC DUAL      | 2,212     | 2,995     | 1,887     | 2,938     | 1,575     | 2,970     | 3,044     | 3,816     | 7,334     | 4,841     | 9,212     | 4,973     | 47,795     |
| PPC ACC SSIWO     | 8,141     | 9,891     | 9,672     | 4,679     | 3,676     | 11,502    | 5,724     | 7,258     | 8,093     | 11,499    | 11,398    | 8,605     | 100,139    |
| PPC EPD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | 85        | 980       | -         | 1,064      |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 18,479    | 25,778    | 32,240    | 29,250    | 22,089    | 27,279    | 24,747    | 32,239    | 50,896    | 14,237    | 35,381    | 27,780    | 340,396    |
| PPC CAP TOTAL     | 28,832    | 38,664    | 43,799    | 36,867    | 27,339    | 41,751    | 33,515    | 43,313    | 66,323    | 30,662    | 56,971    | 41,359    | 489,394    |
| RI DUAL           | -         | 220       | -         | 2,547     | -         | -         | -         | 14,514    | -         | -         | -         | -         | 17,281     |
| RI SSIWO          | 61,445    | 10,046    | 16,230    | 2,756     | 280       | 2,141     | 19,089    | (6,411)   | 6,267     | -         | 18,674    | 2,781     | 133,299    |
| RI TOTAL          | 61,445    | 10,266    | 16,230    | 5,303     | 280       | 2,141     | 19,089    | 8,104     | 6,267     | -         | 18,674    | 2,781     | 150,580    |
| AIHP Facility     | 8,298     | 16,998    | 13,765    | 11,616    | 11,219    | 15,638    | 11,582    | 19,267    | 11,219    | 16,555    | 21,984    | 13,833    | 171,974    |
| AIHP Non-Facility | 11,757    | 13,519    | 10,441    | 4,727     | 10,814    | 4,637     | 14,186    | 13,589    | 11,157    | 12,715    | 13,947    | 13,257    | 134,746    |
| Non-AIHP          | -         | -         | 463       | 27        | 2,488     | 122       | -         | 1,105     | (8)       | 481       | 153       | 324       | 5,155      |
| Prior Quarter     | 408       | 1,700     | 2,025     | 6,123     | 844       | 5,366     | 7,550     | 873       | 45,410    | 3,433     | 12,236    | 4,452     | 90,421     |
| FQHC RECON        | 2         | -         | 257       | -         | -         | 683       | 8,734     | 6,869     | 256       | -         | (80)      | -         | 16,721     |
| FFS TOTAL         | 20,464    | 32,217    | 26,952    | 22,493    | 25,365    | 26,446    | 42,052    | 41,702    | 68,034    | 33,184    | 48,240    | 31,866    | 419,016    |
| Part A            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Part B            | 20,401    | 21,520    | 22,540    | 22,939    | 22,096    | 21,072    | 20,135    | 20,042    | 21,634    | 22,289    | 21,727    | 24,069    | 260,465    |
| Medicare TOTAL    | 20,401    | 21,520    | 22,540    | 22,939    | 22,096    | 21,072    | 20,135    | 20,042    | 21,634    | 22,289    | 21,727    | 24,069    | 260,465    |
| TOTAL             | 1,898,518 | 1,897,515 | 1,915,204 | 1,926,355 | 1,933,573 | 1,916,914 | 1,948,225 | 1,962,313 | 2,006,756 | 1,948,128 | 2,026,701 | 2,024,338 | 23,404,541 |

FEDERAL FUND

FY 19 REBASE

|                   | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 179,800   | 182,300   | 184,900   | 184,200   | 186,700   | 189,200   | 191,700   | 194,200   | 196,700   | 199,200   | 201,700   | 204,200   | 2,294,800  |
| ACC SSIWO         | 328,500   | 333,100   | 337,800   | 331,100   | 335,600   | 340,100   | 344,600   | 349,100   | 353,600   | 358,100   | 362,500   | 367,000   | 4,141,100  |
| EPD DUAL          | 43,000    | 43,600    | 44,200    | 46,700    | 47,300    | 48,000    | 49,000    | 49,600    | 50,200    | 50,900    | 51,500    | 52,200    | 576,200    |
| EPD SSIWO         | 50,000    | 50,700    | 51,400    | 54,400    | 55,100    | 55,800    | 57,000    | 57,800    | 58,500    | 59,200    | 60,000    | 60,700    | 670,600    |
| DDD DUAL          | 45,600    | 46,200    | 46,900    | 50,000    | 50,700    | 51,400    | 52,500    | 53,200    | 53,900    | 54,600    | 55,300    | 55,900    | 616,200    |
| DDD SSIWO         | 8,000     | 8,200     | 8,300     | 8,800     | 8,900     | 9,100     | 9,300     | 9,400     | 9,500     | 9,600     | 9,800     | 9,900     | 108,800    |
| CRIS RBHA         | 1,169,300 | 1,171,100 | 1,172,800 | 1,192,200 | 1,194,000 | 1,195,800 | 1,197,500 | 1,199,300 | 1,201,200 | 1,202,900 | 1,204,700 | 1,206,500 | 14,307,300 |
| HIF               | 6,200     | 6,300     | 6,400     | 8,000     | 8,100     | 8,200     | 8,300     | 8,500     | 8,600     | 8,700     | 8,800     | 8,900     | 95,000     |
| REG CAP TOTAL     | 1,830,400 | 1,841,500 | 1,852,700 | 1,875,400 | 1,886,400 | 1,966,300 | 1,909,900 | 1,921,100 | 1,932,200 | 1,943,200 | 1,954,300 | 1,965,300 | 22,878,700 |
| PPC ACC DUAL      | 10,000    | 10,200    | 10,300    | 10,300    | 10,400    | 10,600    | 10,700    | 10,800    | 11,000    | 11,100    | 11,300    | 11,400    | 128,100    |
| PPC ACC SSIWO     | 25,000    | 25,400    | 25,700    | 25,200    | 25,600    | 25,900    | 26,300    | 26,600    | 27,000    | 27,300    | 27,600    | 28,000    | 315,600    |
| PPC EPD DUAL      | 600       | 600       | 600       | 600       | 600       | 600       | 600       | 700       | 700       | 700       | 700       | 700       | 7,700      |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 24,500    | 24,500    | 24,600    | 25,000    | 25,100    | 25,100    | 25,100    | 25,200    | 25,200    | 25,200    | 25,200    | 25,300    | 300,000    |
| PPC CAP TOTAL     | 60,100    | 60,700    | 61,200    | 61,100    | 61,700    | 62,200    | 62,700    | 63,300    | 63,900    | 64,300    | 64,800    | 65,400    | 751,400    |
| RI DUAL           | 2,000     | 2,600     | 2,100     | 2,700     | 2,200     | 2,200     | 2,800     | 2,300     | 2,300     | 2,300     | 3,000     | 2,400     | 28,900     |
| RI SSIWO          | 5,200     | 6,600     | 5,300     | 6,900     | 5,600     | 5,700     | 7,200     | 5,800     | 5,900     | 6,000     | 7,600     | 6,100     | 73,900     |
| RI TOTAL          | 7,200     | 9,200     | 7,400     | 9,600     | 7,800     | 7,900     | 10,000    | 8,100     | 8,200     | 8,300     | 10,600    | 8,500     | 102,800    |
| AIHP Facility     | 20,100    | 25,500    | 20,700    | 26,200    | 21,200    | 21,500    | 29,300    | 23,800    | 24,100    | 24,400    | 30,900    | 25,000    | 292,700    |
| AIHP Non-Facility | 14,500    | 18,400    | 15,000    | 19,400    | 15,800    | 16,000    | 20,200    | 16,400    | 16,600    | 16,800    | 21,300    | 17,200    | 207,600    |
| Non-AIHP          | 500       | 600       | 500       | 600       | 500       | 500       | 600       | 500       | 500       | 500       | 600       | 500       | 6,400      |
| Prior Quarter     | 8,900     | 11,100    | 8,900     | -         | -         | -         | 20,900    | -         | -         | -         | -         | -         | 28,900     |
| FQHC RECON        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | 20,900     |
| FFS TOTAL         | 44,000    | 55,600    | 45,100    | 46,200    | 37,500    | 38,000    | 71,000    | 40,700    | 41,200    | 41,700    | 52,800    | 42,700    | 556,500    |
| Part A            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Part B            | 23,600    | 23,800    | 24,100    | 24,300    | 24,500    | 24,800    | 26,300    | 26,600    | 26,800    | 27,100    | 27,400    | 27,600    | 306,900    |
| Medicare TOTAL    | 23,600    | 23,800    | 24,100    | 24,300    | 24,500    | 24,800    | 26,300    | 26,600    | 26,800    | 27,100    | 27,400    | 27,600    | 306,900    |
| TOTAL             | 1,965,300 | 1,990,800 | 1,990,500 | 2,016,600 | 2,017,900 | 2,099,200 | 2,079,900 | 2,059,800 | 2,072,300 | 2,084,600 | 2,109,900 | 2,109,500 | 24,596,300 |

FEDERAL FUND

FY 20 REQUEST

|                   | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 206,700   | 209,200   | 211,700   | 218,500   | 221,100   | 223,600   | 226,200   | 228,700   | 231,300   | 233,800   | 236,400   | 238,900   | 2,686,100  |
| ACC SSIWO         | 371,500   | 376,000   | 380,500   | 392,800   | 397,300   | 401,900   | 406,500   | 411,100   | 415,700   | 420,300   | 424,800   | 429,400   | 4,827,800  |
| EPD DUAL          | 52,800    | 53,400    | 54,100    | 55,800    | 56,500    | 57,100    | 58,200    | 58,900    | 59,500    | 60,200    | 60,800    | 61,500    | 688,800    |
| EPD SSIWO         | 61,500    | 62,200    | 63,000    | 65,000    | 65,700    | 66,500    | 67,800    | 68,600    | 69,300    | 70,100    | 70,900    | 71,600    | 802,200    |
| DDD DUAL          | 57,300    | 58,000    | 58,700    | 59,900    | 60,600    | 61,300    | 62,500    | 63,300    | 64,000    | 64,700    | 65,400    | 66,100    | 741,800    |
| DDD SSIWO         | 1,208,300 | 1,210,000 | 1,211,800 | 1,238,100 | 1,239,900 | 1,241,700 | 1,243,500 | 1,245,300 | 1,247,000 | 1,248,900 | 1,250,700 | 1,252,500 | 14,837,700 |
| Crisis RBHA       | 9,000     | 9,100     | 9,200     | 9,500     | 9,600     | 9,700     | 9,800     | 10,000    | 10,100    | 10,200    | 10,300    | 10,400    | 116,900    |
| HIF               | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REG CAP TOTAL     | 1,977,200 | 1,988,100 | 1,999,400 | 2,050,200 | 2,061,400 | 2,072,600 | 2,085,500 | 2,097,100 | 2,108,200 | 2,119,600 | 2,130,800 | 2,142,100 | 24,832,200 |
| PPC ACC DUAL      | 11,500    | 11,700    | 11,800    | 12,200    | 12,300    | 12,500    | 12,600    | 12,800    | 12,900    | 13,000    | 13,200    | 13,300    | 149,800    |
| PPC ACC SSIWO     | 28,300    | 28,700    | 29,000    | 29,900    | 30,300    | 30,600    | 31,000    | 31,300    | 31,700    | 32,000    | 32,400    | 32,700    | 367,900    |
| PPC EPD DUAL      | 700       | 700       | 700       | 700       | 700       | 800       | 800       | 800       | 800       | 800       | 800       | 800       | 9,100      |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 25,300    | 25,300    | 25,500    | 26,000    | 26,000    | 26,000    | 26,100    | 26,100    | 26,100    | 26,100    | 26,300    | 26,300    | 311,100    |
| PPC CAP TOTAL     | 65,800    | 66,400    | 67,000    | 68,800    | 69,300    | 69,900    | 70,500    | 71,000    | 71,500    | 71,900    | 72,700    | 73,100    | 837,900    |
| RI DUAL           | 3,000     | 2,500     | 2,500     | 3,200     | 2,600     | 2,600     | 3,300     | 2,700     | 2,700     | 3,400     | 2,800     | 2,800     | 34,100     |
| RI SSIWO          | 7,800     | 6,300     | 6,400     | 8,200     | 6,700     | 6,700     | 8,500     | 6,900     | 7,000     | 8,800     | 7,100     | 7,200     | 87,600     |
| RI TOTAL          | 10,800    | 8,800     | 8,900     | 11,400    | 9,300     | 9,300     | 11,800    | 9,600     | 9,700     | 12,200    | 9,900     | 10,000    | 121,700    |
| AIHP Facility     | 31,600    | 25,600    | 25,900    | 32,800    | 26,500    | 26,800    | 36,500    | 29,500    | 29,900    | 37,800    | 30,500    | 30,900    | 364,300    |
| AIHP Non-Facility | 21,800    | 17,700    | 17,900    | 23,100    | 18,700    | 18,900    | 23,900    | 19,300    | 19,600    | 24,700    | 20,000    | 20,200    | 245,800    |
| Non-AIHP          | 600       | 500       | 500       | 600       | 500       | 500       | 600       | 500       | 500       | 600       | 500       | 500       | 6,400      |
| Prior Quarter     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FOHC RECON        | -         | -         | -         | -         | -         | -         | 20,800    | -         | -         | -         | -         | -         | 20,800     |
| FFS TOTAL         | 54,000    | 43,800    | 44,300    | 56,500    | 45,700    | 46,200    | 81,800    | 49,300    | 50,000    | 63,100    | 51,000    | 51,600    | 637,300    |
| Part A            | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Part B            | 27,900    | 28,100    | 28,400    | 28,500    | 28,700    | 29,000    | 30,800    | 31,000    | 31,300    | 31,600    | 31,800    | 32,100    | 359,200    |
| Medicare TOTAL    | 27,900    | 28,100    | 28,400    | 28,500    | 28,700    | 29,000    | 30,800    | 31,000    | 31,300    | 31,600    | 31,800    | 32,100    | 359,200    |
| TOTAL             | 2,135,700 | 2,135,200 | 2,148,000 | 2,215,400 | 2,214,400 | 2,227,000 | 2,280,400 | 2,258,000 | 2,270,700 | 2,298,400 | 2,296,200 | 2,308,900 | 26,788,300 |

STATE FUND

FY 18 ACTUAL

|                  | Jul-17  | Aug-17  | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL      |
|------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|------------|
| ACC DUAL         | 70,703  | 69,791  | 70,135  | 64,730  | 65,348  | 65,993  | 66,526  | 67,632  | 70,052  | 72,139  | 71,545  | 76,760  | 831,352    |
| ACC SSIWO        | 95,539  | 90,423  | 93,519  | 105,140 | 107,325 | 110,984 | 111,980 | 110,155 | 107,782 | 112,262 | 122,679 | 121,730 | 1,289,517  |
| EPD DUAL         | 15,958  | 21,668  | 17,476  | 16,134  | 19,105  | 15,576  | 15,293  | 14,299  | 15,112  | 16,098  | 14,448  | 17,102  | 198,268    |
| EPD SSIWO        | 38,034  | 44,600  | 39,887  | 39,607  | 46,524  | 33,849  | 38,743  | 40,844  | 40,844  | 40,832  | 40,796  | 40,784  | 485,342    |
| DDD DUAL         | 17,906  | 19,025  | 19,025  | 18,895  | 18,895  | 18,895  | 22,299  | 19,476  | 19,476  | 20,622  | 19,476  | 19,476  | 233,466    |
| DDD SSIWO        | 2,238   | 2,238   | 2,238   | 2,223   | 2,223   | 5,557   | 3,840   | 3,437   | 3,437   | 3,437   | 3,437   | 3,437   | 37,743     |
| SMI              | 544,859 | 549,696 | 559,975 | 545,520 | 541,336 | 535,686 | 531,276 | 540,888 | 538,022 | 536,867 | 538,082 | 549,767 | 6,511,973  |
| Crisis RBHA      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| HIF              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| REG CAP TOTAL    | 785,237 | 797,441 | 802,254 | 792,249 | 800,754 | 786,542 | 789,957 | 796,730 | 794,725 | 802,255 | 810,462 | 829,055 | 9,587,661  |
| PPC ACC DUAL     | 982     | 1,331   | 838     | 1,266   | 678     | 1,279   | 1,311   | 1,644   | 3,160   | 2,085   | 3,969   | 2,143   | 20,686     |
| PPC ACC SSIWO    | 3,617   | 4,394   | 4,297   | 2,016   | 1,584   | 4,955   | 2,466   | 3,127   | 3,487   | 4,954   | 4,910   | 3,707   | 43,514     |
| PPC EPD DUAL     | -       | -       | -       | -       | -       | -       | -       | -       | -       | 36      | 422     | -       | 459        |
| PPC EPD SSIWO    | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| PPC DDD DUAL     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| PPC DDD SSIWO    | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| PPC SMI          | 8,209   | 11,452  | 14,323  | 12,601  | 9,516   | 11,752  | 10,662  | 13,889  | 21,927  | 6,134   | 15,243  | 11,968  | 147,677    |
| PPC CAP TOTAL    | 12,808  | 17,177  | 19,458  | 15,883  | 11,778  | 17,987  | 14,439  | 18,660  | 28,573  | 13,210  | 24,544  | 17,818  | 212,336    |
| RI DUAL          | -       | 98      | -       | 1,097   | -       | -       | -       | 6,253   | -       | -       | -       | -       | 7,448      |
| RI SSIWO         | 27,297  | 4,463   | 7,210   | 1,187   | 121     | 923     | 8,224   | (2,762) | 2,700   | -       | 8,045   | 1,198   | 58,606     |
| RI TOTAL         | 27,297  | 4,561   | 7,210   | 2,285   | 121     | 923     | 8,224   | 3,491   | 2,700   | -       | 8,045   | 1,198   | 66,054     |
| AHP Facility     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AHP Non-Facility | 5,223   | 6,006   | 4,639   | 2,036   | 4,659   | 1,998   | 6,112   | 5,854   | 4,807   | 5,478   | 6,009   | 5,711   | 58,531     |
| Non-AHP          | -       | -       | 206     | 12      | 1,072   | 53      | -       | 476     | (3)     | 207     | 66      | 140     | 2,227      |
| Prior Quarter    | 181     | 755     | 899     | 2,638   | 364     | 2,312   | 3,253   | 376     | 19,564  | 1,479   | 5,272   | 1,918   | 39,011     |
| FQHC RECON       | 1       | -       | 114     | -       | -       | 294     | 3,763   | 2,959   | 110     | -       | (35)    | -       | 7,207      |
| FFS TOTAL        | 5,405   | 6,761   | 5,858   | 4,686   | 6,094   | 4,657   | 13,127  | 9,666   | 24,477  | 7,164   | 11,311  | 7,769   | 106,976    |
| Part A           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| Part B           | 9,063   | 9,560   | 10,014  | 9,883   | 9,520   | 9,078   | 8,675   | 8,634   | 9,320   | 9,603   | 9,361   | 10,369  | 113,079    |
| Medicare TOTAL   | 9,063   | 9,560   | 10,014  | 9,883   | 9,520   | 9,078   | 8,675   | 8,634   | 9,320   | 9,603   | 9,361   | 10,369  | 113,079    |
| TOTAL            | 839,810 | 835,500 | 844,794 | 824,986 | 828,267 | 819,186 | 834,422 | 837,181 | 859,795 | 832,232 | 863,723 | 866,210 | 10,086,106 |

STATE FUND

FY 19 REBASE

|                   | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL      |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|------------|
| ACC DUAL          | 77,400  | 78,600  | 79,600  | 79,700  | 80,800  | 81,900  | 82,900  | 84,000  | 85,100  | 86,200  | 87,300  | 88,300  | 991,800    |
| ACC SSIWO         | 141,500 | 143,500 | 145,500 | 143,200 | 145,100 | 147,100 | 149,000 | 150,900 | 152,900 | 154,800 | 156,800 | 158,800 | 1,789,100  |
| EPD DUAL          | 18,500  | 18,800  | 19,100  | 20,200  | 20,500  | 20,800  | 21,200  | 21,500  | 21,800  | 22,000  | 22,400  | 22,600  | 249,400    |
| EPD SSIWO         | 21,600  | 21,900  | 22,200  | 23,500  | 23,800  | 24,200  | 24,700  | 24,900  | 25,300  | 25,700  | 25,900  | 26,300  | 290,000    |
| DDD DUAL          | 19,600  | 20,000  | 20,200  | 21,600  | 21,900  | 22,200  | 22,700  | 23,000  | 23,300  | 23,600  | 23,900  | 24,200  | 266,200    |
| DDD SSIWO         | 3,500   | 3,500   | 3,500   | 3,800   | 3,900   | 3,900   | 4,000   | 4,000   | 4,100   | 4,200   | 4,200   | 4,200   | 46,800     |
| SMI               | 503,700 | 504,400 | 505,200 | 515,600 | 516,400 | 517,200 | 518,000 | 518,700 | 519,300 | 520,300 | 521,000 | 521,700 | 6,181,500  |
| Crisis RBHA       | 2,700   | 2,800   | 2,800   | 3,500   | 3,500   | 3,600   | 3,700   | 3,600   | 3,700   | 3,700   | 3,800   | 3,800   | 41,200     |
| HIF               | -       | -       | -       | -       | -       | 29,700  | -       | -       | -       | -       | -       | -       | 29,700     |
| REG CAP TOTAL     | 788,500 | 793,500 | 798,100 | 811,100 | 815,900 | 850,600 | 826,200 | 830,600 | 835,500 | 840,500 | 845,300 | 849,900 | 9,885,700  |
| PPC ACC DUAL      | 4,400   | 4,400   | 4,500   | 4,400   | 4,500   | 4,500   | 4,600   | 4,700   | 4,700   | 4,800   | 4,800   | 4,900   | 55,200     |
| PPC ACC SSIWO     | 10,800  | 10,900  | 11,100  | 11,000  | 11,000  | 11,200  | 11,300  | 11,500  | 11,600  | 11,800  | 12,000  | 12,100  | 136,300    |
| PPC EPD DUAL      | 200     | 200     | 200     | 300     | 300     | 300     | 300     | 200     | 200     | 300     | 300     | 300     | 3,100      |
| PPC EPD SSIWO     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| PPC DDD DUAL      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| PPC DDD SSIWO     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| PPC SMI           | 10,500  | 10,600  | 10,600  | 10,800  | 10,700  | 10,800  | 10,900  | 10,900  | 10,900  | 10,900  | 11,000  | 10,900  | 129,500    |
| PPC CAP TOTAL     | 25,900  | 26,100  | 26,400  | 26,500  | 26,500  | 26,800  | 27,100  | 27,300  | 27,400  | 27,800  | 28,100  | 28,200  | 324,100    |
| RI DUAL           | 900     | 1,100   | 900     | 1,200   | 900     | 1,000   | 1,200   | 1,000   | 1,000   | 1,100   | 1,200   | 1,000   | 12,500     |
| RI SSIWO          | 2,200   | 2,800   | 2,300   | 3,000   | 2,400   | 2,500   | 3,100   | 2,600   | 2,600   | 2,600   | 3,300   | 2,700   | 32,100     |
| RI TOTAL          | 3,100   | 3,900   | 3,200   | 4,200   | 3,300   | 3,500   | 4,300   | 3,600   | 3,600   | 3,700   | 4,500   | 3,700   | 44,600     |
| AIHP Facility     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AIHP Non-Facility | 6,300   | 8,000   | 6,400   | 8,400   | 6,800   | 6,900   | 8,800   | 7,100   | 7,200   | 7,300   | 9,200   | 7,500   | 89,900     |
| Non-AIHP          | 200     | 300     | 200     | 300     | 200     | 200     | 300     | 200     | 200     | 200     | 300     | 200     | 2,800      |
| Prior Quarter     | 3,800   | 4,700   | 3,800   | -       | -       | -       | -       | -       | -       | -       | -       | -       | 12,300     |
| FOHC RECON        | -       | -       | -       | -       | -       | -       | 9,000   | -       | -       | -       | -       | -       | 9,000      |
| FFS TOTAL         | 10,300  | 13,000  | 10,400  | 8,700   | 7,000   | 7,100   | 18,100  | 7,300   | 7,400   | 7,500   | 9,500   | 7,700   | 114,000    |
| Part A            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| Part B            | 10,200  | 10,300  | 10,400  | 10,500  | 10,700  | 10,700  | 11,400  | 11,500  | 11,700  | 11,700  | 11,800  | 11,900  | 132,800    |
| Medicare TOTAL    | 10,200  | 10,300  | 10,400  | 10,500  | 10,700  | 10,700  | 11,400  | 11,500  | 11,700  | 11,700  | 11,800  | 11,900  | 132,800    |
| TOTAL             | 838,000 | 846,800 | 848,500 | 861,000 | 863,400 | 898,700 | 887,100 | 880,300 | 885,600 | 891,200 | 899,200 | 901,400 | 10,501,200 |

STATE FUND

FY 20 REQUEST

|                   | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20    | TOTAL      |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|------------|
| ACC DUAL          | 89,400  | 90,500  | 91,600  | 96,000  | 97,100  | 98,300  | 99,300  | 100,500 | 101,600 | 102,700 | 103,800 | 105,000   | 1,175,800  |
| ACC SSIWO         | 160,700 | 162,600 | 164,600 | 172,500 | 174,600 | 176,600 | 178,600 | 180,600 | 182,600 | 184,600 | 186,700 | 188,700   | 2,113,400  |
| EPD DUAL          | 22,900  | 23,200  | 23,400  | 24,600  | 24,800  | 25,100  | 25,600  | 25,900  | 26,200  | 26,500  | 26,800  | 27,100    | 302,100    |
| EPD SSIWO         | 26,600  | 26,900  | 27,200  | 28,500  | 28,900  | 29,200  | 29,800  | 30,100  | 30,500  | 30,800  | 31,100  | 31,500    | 351,100    |
| DDD DUAL          | 24,800  | 25,100  | 25,400  | 26,300  | 26,600  | 26,900  | 27,500  | 27,700  | 28,100  | 28,400  | 28,700  | 29,000    | 324,500    |
| DDD SSIWO         | 4,400   | 4,500   | 4,400   | 4,600   | 4,700   | 4,800   | 4,900   | 4,900   | 4,900   | 5,000   | 5,100   | 5,100     | 57,300     |
| SMI               | 522,400 | 523,300 | 524,100 | 543,800 | 544,500 | 545,400 | 546,200 | 546,900 | 547,900 | 548,600 | 549,400 | 550,200   | 6,492,700  |
| Crisis RBHA       | 3,900   | 3,900   | 4,000   | 4,200   | 4,200   | 4,300   | 4,400   | 4,300   | 4,400   | 4,400   | 4,500   | 4,600     | 51,100     |
| HIF               | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| REG CAP TOTAL     | 855,100 | 860,000 | 864,700 | 900,500 | 905,400 | 910,600 | 916,300 | 920,900 | 926,200 | 931,000 | 936,100 | 941,200   | 10,868,000 |
| PPC ACC DUAL      | 5,000   | 5,000   | 5,100   | 5,300   | 5,500   | 5,500   | 5,600   | 5,600   | 5,700   | 5,800   | 5,800   | 5,900     | 65,800     |
| PPC ACC SSIWO     | 12,300  | 12,400  | 12,600  | 13,200  | 13,300  | 13,500  | 13,600  | 13,800  | 13,900  | 14,100  | 14,200  | 14,400    | 161,300    |
| PPC EPD DUAL      | 300     | 300     | 300     | 400     | 400     | 300     | 300     | 300     | 300     | 300     | 400     | 400       | 4,000      |
| PPC EPD SSIWO     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| PPC DDD DUAL      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| PPC DDD SSIWO     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| PPC SMI           | 11,000  | 11,000  | 10,900  | 11,400  | 11,400  | 11,400  | 11,400  | 11,400  | 11,600  | 11,600  | 11,500  | 11,500    | 136,100    |
| PPC CAP TOTAL     | 28,600  | 28,700  | 28,900  | 30,300  | 30,600  | 30,700  | 30,900  | 31,100  | 31,500  | 31,800  | 31,900  | 32,200    | 367,200    |
| RI DUAL           | 1,400   | 1,000   | 1,100   | 1,400   | 1,100   | 1,200   | 1,500   | 1,200   | 1,200   | 1,600   | 1,200   | 1,200     | 15,100     |
| RI SSIWO          | 3,300   | 2,700   | 2,700   | 3,600   | 2,900   | 3,000   | 3,800   | 3,000   | 3,000   | 3,900   | 3,200   | 3,200     | 38,300     |
| RI TOTAL          | 4,700   | 3,700   | 3,800   | 5,000   | 4,000   | 4,200   | 5,300   | 4,200   | 4,200   | 5,500   | 4,400   | 4,400     | 53,400     |
| AIHP Facility     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| AIHP Non-Facility | 9,400   | 7,600   | 7,700   | 10,100  | 8,200   | 8,300   | 10,500  | 8,500   | 8,500   | 10,900  | 8,800   | 8,900     | 107,400    |
| Non-AIHP          | 300     | 200     | 200     | 300     | 200     | 200     | 300     | 200     | 200     | 300     | 200     | 200       | 2,800      |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| FOHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| FFS TOTAL         | 9,700   | 7,800   | 7,900   | 10,400  | 8,400   | 8,500   | 19,900  | 8,700   | 8,700   | 11,200  | 9,000   | 9,100     | 119,300    |
| Part A            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         | -          |
| Part B            | 12,000  | 12,200  | 12,200  | 12,500  | 12,700  | 12,700  | 13,500  | 13,700  | 13,800  | 13,800  | 14,000  | 14,100    | 157,200    |
| Medicare TOTAL    | 12,000  | 12,200  | 12,200  | 12,500  | 12,700  | 12,700  | 13,500  | 13,700  | 13,800  | 13,800  | 14,000  | 14,100    | 157,200    |
| TOTAL             | 910,100 | 912,400 | 917,500 | 958,700 | 961,100 | 966,700 | 985,900 | 978,600 | 984,400 | 993,300 | 995,400 | 1,001,000 | 11,565,100 |

MEMBER MONTHS

FY 18 ACTUAL

|                  | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL         | 1,389.87  | 1,410.19  | 1,414.10  | 1,426.65  | 1,433.77  | 1,450.32  | 1,460.06  | 1,491.89  | 1,539.45  | 1,595.27  | 1,631.61  | 1,692.53  | 17,935.72  |
| ACC SSIWO        | 277.77    | 299.23    | 310.47    | 314.58    | 321.47    | 323.77    | 327.16    | 329.21    | 321.42    | 331.87    | 349.77    | 363.90    | 3,870.62   |
| EPD DUAL         | 17.00     | 18.00     | 18.00     | 18.00     | 17.00     | 17.00     | 17.00     | 16.00     | 17.00     | 17.00     | 17.32     | 19.00     | 208.32     |
| EPD SSIWO        | 22.00     | 23.00     | 23.00     | 21.00     | 21.17     | 21.00     | 21.00     | 22.00     | 21.00     | 22.00     | 21.00     | 21.00     | 260.17     |
| DDD DUAL         | 16.00     | 17.00     | 17.00     | 17.00     | 17.00     | 17.00     | 17.00     | 17.00     | 17.00     | 18.00     | 17.00     | 17.00     | 204.00     |
| DDD SSIWO        | 2.00      | 2.00      | 2.00      | 3.00      | 3.00      | 3.00      | 3.00      | 3.00      | 3.00      | 3.00      | 3.00      | 3.00      | 33.00      |
| SMI              | 811.90    | 817.10    | 824.33    | 824.13    | 820.53    | 824.77    | 826.16    | 825.14    | 824.10    | 830.97    | 833.81    | 848.37    | 9,911.31   |
| Crisis RBHA      | 1,772.56  | 1,807.09  | 1,814.77  | 1,828.35  | 1,851.16  | 1,887.38  | 1,932.24  | 1,964.54  | 2,039.21  | 2,112.07  | 2,168.93  | 2,249.68  | 23,427.98  |
| HIF              |           |           |           |           |           |           |           |           |           |           |           |           |            |
| REG CAP TOTAL    | 4,309.11  | 4,393.61  | 4,423.67  | 4,452.71  | 4,485.09  | 4,544.25  | 4,603.62  | 4,668.79  | 4,783.18  | 4,930.17  | 5,042.44  | 5,214.48  | 55,851.12  |
| PPC ACC DUAL     | 53.72     | 51.37     | 43.99     | 42.69     | 50.27     | 55.38     | 89.29     | 95.29     | 120.42    | 108.62    | 103.26    | 119.09    | 933.39     |
| PPC ACC SSIWO    | 22.20     | 15.31     | 15.21     | 12.43     | 12.66     | 24.90     | 22.72     | 16.14     | 22.92     | 36.32     | 45.28     | 35.16     | 281.24     |
| PPC EPD DUAL     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC EPD SSIWO    | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO    | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI          | 21.04     | 16.34     | 16.96     | 21.69     | 19.49     | 15.94     | 18.60     | 15.70     | 16.15     | 16.13     | 14.70     | 14.79     | 207.52     |
| PPC CAP TOTAL    | 96.96     | 83.01     | 76.16     | 76.82     | 82.41     | 96.22     | 130.60    | 127.13    | 159.49    | 162.53    | 164.40    | 169.04    | 1,424.77   |
| RI DUAL          | 1,405.87  | 1,427.19  | 1,431.10  | 1,443.65  | 1,449.77  | 1,466.32  | 1,476.06  | 1,506.89  | 1,555.45  | 1,611.27  | 1,647.94  | 1,710.53  | 18,132.04  |
| RI SSIWO         | 299.77    | 322.23    | 333.47    | 334.58    | 341.63    | 343.77    | 347.16    | 350.21    | 342.42    | 352.87    | 370.77    | 384.90    | 4,123.79   |
| RI TOTAL         | 1,705.64  | 1,749.42  | 1,764.57  | 1,778.23  | 1,791.40  | 1,810.10  | 1,823.23  | 1,857.11  | 1,897.87  | 1,964.13  | 2,018.71  | 2,095.43  | 22,255.83  |
| AHP Facility     | 28.00     | 30.00     | 30.00     | 32.00     | 33.00     | 33.00     | 33.00     | 32.00     | 35.00     | 40.00     | 39.00     | 39.00     | 404.00     |
| AHP Non-Facility | 28.00     | 30.00     | 30.00     | 32.00     | 33.00     | 33.00     | 33.00     | 32.00     | 35.00     | 40.00     | 39.00     | 39.00     | 404.00     |
| Non-AHP          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Prior Quarter    | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FFS TOTAL        | 56.00     | 60.00     | 60.00     | 64.00     | 66.00     | 66.00     | 66.00     | 64.00     | 70.00     | 80.00     | 78.00     | 78.00     | 808.00     |
| Part A           | 2,162.65  | 2,191.19  | 2,201.63  | 2,211.77  | 2,217.67  | 2,240.45  | 2,251.81  | 2,280.75  | 2,331.52  | 2,393.20  | 2,432.74  | 2,508.90  | 27,424.28  |
| Part B           | 2,162.65  | 2,191.19  | 2,201.63  | 2,211.77  | 2,217.67  | 2,240.45  | 2,251.81  | 2,280.75  | 2,331.52  | 2,393.20  | 2,432.74  | 2,508.90  | 27,424.28  |
| Medicare TOTAL   | 4,325.29  | 4,382.39  | 4,403.27  | 4,423.55  | 4,435.33  | 4,480.90  | 4,503.61  | 4,561.50  | 4,663.03  | 4,786.40  | 4,865.48  | 5,017.80  | 54,848.56  |
| TOTAL            | 10,493.01 | 10,668.43 | 10,727.66 | 10,795.30 | 10,860.23 | 10,997.47 | 11,127.07 | 11,278.53 | 11,573.56 | 11,923.24 | 12,169.03 | 12,574.75 | 135,188.28 |

MEMBER MONTHS

FY 19 REBASE

|                   | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 1,765.92  | 1,790.89  | 1,815.86  | 1,840.84  | 1,865.81  | 1,890.79  | 1,915.76  | 1,940.73  | 1,965.71  | 1,990.68  | 2,015.66  | 2,040.63  | 22,839.27  |
| ACC SSIWO         | 369.73    | 374.96    | 380.19    | 385.42    | 390.65    | 395.88    | 401.11    | 406.33    | 411.56    | 416.79    | 422.02    | 427.25    | 4,781.89   |
| EPD DUAL          | 18.74     | 19.00     | 19.26     | 19.53     | 19.79     | 20.06     | 20.32     | 20.59     | 20.85     | 21.12     | 21.38     | 21.65     | 242.31     |
| EPD SSIWO         | 20.71     | 21.00     | 21.29     | 21.59     | 21.88     | 22.17     | 22.46     | 22.76     | 23.05     | 23.34     | 23.64     | 23.93     | 267.81     |
| DDD DUAL          | 16.76     | 17.00     | 17.24     | 17.47     | 17.71     | 17.95     | 18.19     | 18.42     | 18.66     | 18.90     | 19.13     | 19.37     | 216.80     |
| DDD SSIWO         | 2.96      | 3.00      | 3.04      | 3.08      | 3.13      | 3.17      | 3.21      | 3.25      | 3.29      | 3.33      | 3.38      | 3.42      | 38.26      |
| SMI               | 841.64    | 842.90    | 844.16    | 845.42    | 846.68    | 847.94    | 849.20    | 850.46    | 851.72    | 852.98    | 854.24    | 855.50    | 10,182.81  |
| Crisis RBHA       | 2,312.64  | 2,345.34  | 2,378.05  | 2,410.76  | 2,443.46  | 2,476.17  | 2,508.87  | 2,541.58  | 2,574.28  | 2,606.99  | 2,639.70  | 2,672.40  | 29,910.24  |
| HIF               |           |           |           |           |           |           |           |           |           |           |           |           |            |
| REG CAP TOTAL     | 5,349.09  | 5,414.09  | 5,479.10  | 5,544.10  | 5,609.11  | 5,674.11  | 5,739.12  | 5,804.12  | 5,869.13  | 5,934.13  | 5,999.14  | 6,064.14  | 68,479.40  |
| PPC ACC DUAL      | 98.52     | 99.91     | 101.30    | 102.70    | 104.09    | 105.48    | 106.88    | 108.27    | 109.66    | 111.06    | 112.45    | 113.84    | 1,274.15   |
| PPC ACC SSIWO     | 28.18     | 28.58     | 28.98     | 29.38     | 29.78     | 30.18     | 30.58     | 30.97     | 31.37     | 31.77     | 32.17     | 32.57     | 364.52     |
| PPC EPD DUAL      | 0.23      | 0.24      | 0.24      | 0.24      | 0.25      | 0.25      | 0.25      | 0.26      | 0.26      | 0.26      | 0.27      | 0.27      | 3.02       |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 17.65     | 17.67     | 17.70     | 17.73     | 17.75     | 17.78     | 17.80     | 17.83     | 17.86     | 17.88     | 17.91     | 17.94     | 213.50     |
| PPC CAP TOTAL     | 144.58    | 146.40    | 148.22    | 150.05    | 151.87    | 153.69    | 155.51    | 157.33    | 159.15    | 160.98    | 162.80    | 164.62    | 1,855.20   |
| RI DUAL           | 1,783.67  | 1,808.89  | 1,834.12  | 1,859.34  | 1,884.57  | 1,909.79  | 1,935.01  | 1,960.24  | 1,985.46  | 2,010.69  | 2,035.91  | 2,061.14  | 23,068.83  |
| RI SSIWO          | 390.44    | 395.96    | 401.48    | 407.00    | 412.53    | 418.05    | 423.57    | 429.09    | 434.61    | 440.13    | 445.66    | 451.18    | 5,049.70   |
| RI TOTAL          | 2,174.10  | 2,204.85  | 2,235.60  | 2,266.34  | 2,297.09  | 2,327.84  | 2,358.58  | 2,389.33  | 2,420.08  | 2,450.82  | 2,481.57  | 2,512.32  | 28,118.53  |
| AIHP Facility     | 50.29     | 51.00     | 51.71     | 52.42     | 53.13     | 53.84     | 54.56     | 55.27     | 55.98     | 56.69     | 57.40     | 58.11     | 650.40     |
| AIHP Non-Facility | 50.29     | 51.00     | 51.71     | 52.42     | 53.13     | 53.84     | 54.56     | 55.27     | 55.98     | 56.69     | 57.40     | 58.11     | 650.40     |
| Non-AIHP          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Prior Quarter     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FOHC RECON        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FFS TOTAL         | 100.58    | 102.00    | 103.42    | 104.84    | 106.27    | 107.69    | 109.11    | 110.53    | 111.96    | 113.38    | 114.80    | 116.22    | 1,300.81   |
| Part A            | 2,580.41  | 2,606.83  | 2,633.24  | 2,659.66  | 2,686.08  | 2,712.50  | 2,738.91  | 2,765.33  | 2,791.75  | 2,818.16  | 2,844.58  | 2,871.00  | 32,708.45  |
| Part B            | 2,580.41  | 2,606.83  | 2,633.24  | 2,659.66  | 2,686.08  | 2,712.50  | 2,738.91  | 2,765.33  | 2,791.75  | 2,818.16  | 2,844.58  | 2,871.00  | 32,708.45  |
| Medicare TOTAL    | 5,160.82  | 5,213.65  | 5,266.49  | 5,319.32  | 5,372.16  | 5,424.99  | 5,477.83  | 5,530.66  | 5,583.49  | 5,636.33  | 5,689.16  | 5,742.00  | 65,416.89  |
| TOTAL             | 12,929.17 | 13,081.00 | 13,232.83 | 13,384.66 | 13,536.49 | 13,688.32 | 13,840.15 | 13,991.98 | 14,143.81 | 14,295.64 | 14,447.47 | 14,599.30 | 165,170.84 |

MEMBER MONTHS

FY 20 REQUEST

|                   | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| ACC DUAL          | 2,065.60  | 2,090.58  | 2,115.55  | 2,140.53  | 2,165.50  | 2,190.47  | 2,215.45  | 2,240.42  | 2,265.39  | 2,290.37  | 2,315.34  | 2,340.32  | 26,435.52  |
| ACC SSIWO         | 432.48    | 437.71    | 442.94    | 448.16    | 453.39    | 458.62    | 463.85    | 469.08    | 474.31    | 479.54    | 484.77    | 490.00    | 5,534.84   |
| EPD DUAL          | 21.91     | 22.18     | 22.44     | 22.71     | 22.97     | 23.24     | 23.50     | 23.77     | 24.03     | 24.30     | 24.56     | 24.83     | 280.46     |
| EPD SSIWO         | 24.22     | 24.51     | 24.81     | 25.10     | 25.39     | 25.69     | 25.98     | 26.27     | 26.56     | 26.86     | 27.15     | 27.44     | 309.98     |
| DDD DUAL          | 19.61     | 19.84     | 20.08     | 20.32     | 20.56     | 20.79     | 21.03     | 21.27     | 21.50     | 21.74     | 21.98     | 22.22     | 250.94     |
| DDD SSIWO         | 3.46      | 3.50      | 3.54      | 3.59      | 3.63      | 3.67      | 3.71      | 3.75      | 3.79      | 3.84      | 3.88      | 3.92      | 44.28      |
| SMI               | 856.76    | 858.02    | 859.27    | 860.53    | 861.79    | 863.05    | 864.31    | 865.57    | 866.83    | 868.09    | 869.35    | 870.61    | 10,364.20  |
| Crisis RBHA       | 2,705.11  | 2,737.81  | 2,770.52  | 2,803.23  | 2,835.93  | 2,868.64  | 2,901.34  | 2,934.05  | 2,966.75  | 2,999.46  | 3,032.17  | 3,064.87  | 34,619.87  |
| HIF               | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REG CAP TOTAL     | 6,129.15  | 6,194.15  | 6,259.16  | 6,324.16  | 6,389.17  | 6,454.17  | 6,519.18  | 6,584.18  | 6,649.19  | 6,714.19  | 6,779.20  | 6,844.20  | 77,840.10  |
| PPC ACC DUAL      | 115.24    | 116.63    | 118.02    | 119.42    | 120.81    | 122.20    | 123.59    | 124.99    | 126.38    | 127.77    | 129.17    | 130.56    | 1,474.78   |
| PPC ACC SSIWO     | 32.97     | 33.37     | 33.77     | 34.16     | 34.56     | 34.96     | 35.36     | 35.76     | 36.16     | 36.56     | 36.95     | 37.35     | 421.92     |
| PPC EPD DUAL      | 0.27      | 0.28      | 0.28      | 0.28      | 0.29      | 0.29      | 0.29      | 0.30      | 0.30      | 0.30      | 0.31      | 0.31      | 3.50       |
| PPC EPD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD DUAL      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC DDD SSIWO     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PPC SMI           | 17.96     | 17.99     | 18.02     | 18.04     | 18.07     | 18.10     | 18.12     | 18.15     | 18.17     | 18.20     | 18.23     | 18.25     | 217.30     |
| PPC CAP TOTAL     | 166.44    | 168.26    | 170.08    | 171.90    | 173.73    | 175.55    | 177.37    | 179.19    | 181.01    | 182.83    | 184.66    | 186.48    | 2,117.50   |
| RI DUAL           | 2,086.36  | 2,111.59  | 2,136.81  | 2,162.04  | 2,187.26  | 2,212.49  | 2,237.71  | 2,262.94  | 2,288.16  | 2,313.39  | 2,338.61  | 2,363.84  | 26,701.22  |
| RI SSIWO          | 456.70    | 462.22    | 467.74    | 473.26    | 478.79    | 484.31    | 489.83    | 495.35    | 500.87    | 506.39    | 511.92    | 517.44    | 5,844.82   |
| RI TOTAL          | 2,543.06  | 2,573.81  | 2,604.56  | 2,635.30  | 2,666.05  | 2,696.80  | 2,727.54  | 2,758.29  | 2,789.04  | 2,819.78  | 2,850.53  | 2,881.28  | 32,546.04  |
| AIHP Facility     | 58.82     | 59.53     | 60.25     | 60.96     | 61.67     | 62.38     | 63.09     | 63.80     | 64.51     | 65.22     | 65.94     | 66.65     | 752.82     |
| AIHP Non-Facility | 58.82     | 59.53     | 60.25     | 60.96     | 61.67     | 62.38     | 63.09     | 63.80     | 64.51     | 65.22     | 65.94     | 66.65     | 752.82     |
| Non-AIHP          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Prior Quarter     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FFS TOTAL         | 117.65    | 119.07    | 120.49    | 121.91    | 123.34    | 124.76    | 126.18    | 127.60    | 129.03    | 130.45    | 131.87    | 133.29    | 1,505.63   |
| Part A            | 2,897.42  | 2,923.83  | 2,950.25  | 2,976.67  | 3,003.09  | 3,029.50  | 3,055.92  | 3,082.34  | 3,108.76  | 3,135.17  | 3,161.59  | 3,188.01  | 36,512.55  |
| Part B            | 2,897.42  | 2,923.83  | 2,950.25  | 2,976.67  | 3,003.09  | 3,029.50  | 3,055.92  | 3,082.34  | 3,108.76  | 3,135.17  | 3,161.59  | 3,188.01  | 36,512.55  |
| Medicare TOTAL    | 5,794.83  | 5,847.67  | 5,900.50  | 5,953.34  | 6,006.17  | 6,059.01  | 6,111.84  | 6,164.68  | 6,217.51  | 6,270.35  | 6,323.18  | 6,376.02  | 73,025.10  |
| TOTAL             | 14,751.13 | 14,902.96 | 15,054.79 | 15,206.62 | 15,358.45 | 15,510.28 | 15,662.11 | 15,813.94 | 15,965.77 | 16,117.60 | 16,269.43 | 16,421.26 | 187,034.38 |

PMPM

FY 18 ACTUAL

|                   | Jul-17   | Aug-17   | Sep-17   | Oct-17   | Nov-17   | Dec-17   | Jan-18   | Feb-18   | Mar-18   | Apr-18   | May-18   | Jun-18   | SFY Average |
|-------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| ACC DUAL          | 165.38   | 160.89   | 161.24   | 150.69   | 151.37   | 151.12   | 151.32   | 150.56   | 151.13   | 150.18   | 145.63   | 150.62   | 153.12      |
| ACC SSIWO         | 1,115.02 | 979.51   | 976.46   | 1,110.01 | 1,108.80 | 1,138.43 | 1,136.76 | 1,111.26 | 1,113.69 | 1,123.46 | 1,164.86 | 1,110.97 | 1,100.72    |
| PPC EPD DUAL      | 3,045.97 | 3,908.10 | 3,150.89 | 2,971.16 | 3,726.29 | 3,037.03 | 2,981.73 | 2,961.58 | 2,946.34 | 3,138.83 | 2,764.10 | 2,984.01 | 3,136.49    |
| EPD SSIWO         | 5,616.87 | 6,300.80 | 5,634.69 | 6,260.14 | 7,296.03 | 5,349.50 | 6,123.46 | 6,162.21 | 6,162.21 | 6,161.12 | 6,451.07 | 6,449.93 | 6,159.58    |
| DDD DUAL          | 3,638.21 | 3,638.21 | 3,638.21 | 3,691.33 | 3,691.33 | 3,691.33 | 4,356.40 | 3,804.90 | 3,804.90 | 3,804.90 | 3,804.90 | 3,804.90 | 3,781.61    |
| DDD SSIWO         | 3,638.21 | 3,638.21 | 3,638.21 | 2,460.89 | 2,460.89 | 6,152.22 | 4,251.50 | 3,804.90 | 3,804.90 | 3,804.90 | 3,804.90 | 3,804.90 | 3,784.22    |
| SMI               | 2,181.69 | 2,187.07 | 2,208.41 | 2,198.39 | 2,191.09 | 2,157.07 | 2,135.72 | 2,177.05 | 2,168.26 | 2,145.72 | 2,143.25 | 2,152.21 | 2,170.36    |
| Crisis RBHA       | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| HIF               | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| PPC ACC DUAL      | 59.45    | 84.22    | 61.95    | 98.45    | 44.82    | 76.72    | 48.77    | 57.29    | 87.14    | 63.77    | 127.65   | 59.75    | 73.37       |
| PPC ACC SSIWO     | 529.69   | 933.23   | 918.29   | 538.48   | 415.53   | 660.97   | 360.56   | 643.33   | 505.31   | 453.01   | 360.15   | 350.21   | 510.78      |
| PPC EPD DUAL      | -        | 0.22     | -        | 2.52     | -        | -        | -        | 13.78    | -        | -        | -        | -        | 1.36        |
| PPC EPD SSIWO     | 296.03   | 45.03    | 70.29    | 11.79    | 1.17     | 8.91     | 78.68    | (26.19)  | 26.19    | -        | 72.06    | 10.34    | 46.54       |
| PPC DDD DUAL      | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| PPC DDD SSIWO     | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| PPC SMI           | 1,268.47 | 2,278.61 | 2,745.59 | 1,929.52 | 1,621.98 | 2,449.05 | 1,904.21 | 2,937.66 | 4,509.31 | 1,262.93 | 3,443.43 | 2,686.89 | 2,351.90    |
| RI DUAL           | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| RI SSIWO          | -        | 0.22     | -        | 2.52     | -        | -        | -        | 13.78    | -        | -        | -        | -        | 1.36        |
| AIHP Facility     | 296.34   | 566.59   | 458.85   | 363.01   | 339.97   | 473.87   | 350.98   | 602.09   | 320.55   | 413.87   | 563.70   | 354.68   | 425.68      |
| AIHP Non-Facility | 606.43   | 650.81   | 502.66   | 211.36   | 468.88   | 201.07   | 615.07   | 607.60   | 456.09   | 454.82   | 511.68   | 486.37   | 478.41      |
| Non-AIHP          | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| Prior Quarter     | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| FQHC RECON        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| Part A            | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -           |
| Part B            | 13.62    | 14.18    | 14.79    | 14.84    | 14.26    | 13.46    | 12.79    | 12.57    | 13.28    | 13.33    | 12.78    | 13.73    | 13.62       |

PMPM

FY 19 REBASE

|             | Jul-18   | Aug-18   | Sep-18   | Oct-18   | Nov-18   | Dec-18   | Jan-19   | Feb-19   | Mar-19   | Apr-19   | May-19   | Jun-19   | SFY Average |
|-------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| ACC DUAL    | 145.66   | 145.66   | 145.66   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.90      |
| ACC SSIWO   | 1,271.12 | 1,271.12 | 1,271.12 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,240.12    |
| EPD DUAL    | 3,281.91 | 3,281.91 | 3,281.91 | 3,425.89 | 3,425.89 | 3,425.89 | 3,452.82 | 3,452.82 | 3,452.82 | 3,452.82 | 3,452.82 | 3,452.82 | 3,406.02    |
| EPD SSIWO   | 3,455.59 | 3,455.59 | 3,455.59 | 3,607.36 | 3,607.36 | 3,607.36 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,586.43    |
| DDD DUAL    | 3,892.14 | 3,892.14 | 3,892.14 | 4,098.51 | 4,098.51 | 4,098.51 | 4,137.17 | 4,137.17 | 4,137.17 | 4,137.17 | 4,137.17 | 4,137.17 | 4,070.06    |
| DDD SSIWO   | 3,892.14 | 3,892.14 | 3,892.14 | 4,098.51 | 4,098.51 | 4,098.51 | 4,137.17 | 4,137.17 | 4,137.17 | 4,137.17 | 4,137.17 | 4,137.17 | 4,070.06    |
| SMI         | 1,987.84 | 1,987.84 | 1,987.84 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,012.11    |
| Crisis RBHA | 3.86     | 3.86     | 3.86     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.55        |
| HF          |          |          |          |          |          |          |          |          |          |          |          |          |             |

PPC ACC DUAL  
 PPC ACC SSIWO  
 PPC EPD DUAL  
 PPC EPD SSIWO  
 PPC DDD DUAL  
 PPC DDD SSIWO

|               |          |          |          |          |          |          |          |          |          |          |          |          |          |
|---------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| PPC ACC DUAL  | 145.66   | 145.66   | 145.66   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.36   | 143.90   |
| PPC ACC SSIWO | 1,271.12 | 1,271.12 | 1,271.12 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,230.59 | 1,240.12 |
| PPC EPD DUAL  | 3,455.59 | 3,455.59 | 3,455.59 | 3,607.36 | 3,607.36 | 3,607.36 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,586.43 |
| PPC EPD SSIWO | 3,455.59 | 3,455.59 | 3,455.59 | 3,607.36 | 3,607.36 | 3,607.36 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,635.79 | 3,586.43 |
| PPC DDD DUAL  |          |          |          |          |          |          |          |          |          |          |          |          |          |
| PPC DDD SSIWO |          |          |          |          |          |          |          |          |          |          |          |          |          |
| PPC SMI       | 1,987.84 | 1,987.84 | 1,987.84 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,012.11 |

RI DUAL  
 RI SSIWO

|          |       |       |       |       |       |       |       |       |       |       |       |       |       |
|----------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| RI DUAL  | 1.62  | 2.03  | 1.62  | 2.09  | 1.67  | 1.67  | 2.09  | 1.67  | 1.67  | 1.67  | 2.09  | 1.67  | 1.80  |
| RI SSIWO | 19.00 | 23.75 | 19.00 | 24.38 | 19.50 | 19.50 | 24.38 | 19.50 | 19.50 | 19.50 | 24.38 | 19.50 | 20.99 |

AIHP Facility  
 AIHP Non-Facility  
 Non-AIHP  
 Prior Quarter  
 FQHC RECON

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AIHP Facility     | 399.89 | 499.86 | 399.89 | 499.86 | 399.89 | 399.89 | 537.89 | 430.31 | 430.31 | 430.31 | 537.89 | 430.31 | 450.11 |
| AIHP Non-Facility | 413.90 | 517.38 | 413.90 | 531.14 | 424.91 | 424.91 | 531.14 | 424.91 | 424.91 | 424.91 | 531.14 | 424.91 | 457.28 |
| Non-AIHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FQHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

Part A  
 Part B

|        |       |       |       |       |       |       |       |       |       |       |       |       |       |
|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Part A | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     |
| Part B | 13.09 | 13.09 | 13.09 | 13.09 | 13.09 | 13.09 | 13.77 | 13.77 | 13.77 | 13.77 | 13.77 | 13.77 | 13.44 |

PMPM

FY 20 REQUEST

|             | Jul-19   | Aug-19   | Sep-19   | Oct-19   | Nov-19   | Dec-19   | Jan-20   | Feb-20   | Mar-20   | Apr-20   | May-20   | Jun-20   | SFY Average |
|-------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------|
| ACC DUAL    | 143.36   | 143.36   | 143.36   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.09      |
| ACC SSIWO   | 1,230.59 | 1,230.59 | 1,230.59 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,254.06    |
| EPD DUAL    | 3,452.82 | 3,452.82 | 3,452.82 | 3,539.13 | 3,539.13 | 3,539.13 | 3,566.96 | 3,566.96 | 3,566.96 | 3,566.96 | 3,566.96 | 3,566.96 | 3,533.04    |
| EPD SSIWO   | 3,635.79 | 3,635.79 | 3,635.79 | 3,726.68 | 3,726.68 | 3,726.68 | 3,756.05 | 3,756.05 | 3,756.05 | 3,756.05 | 3,756.05 | 3,756.05 | 3,720.30    |
| DDD DUAL    | 4,188.57 | 4,188.57 | 4,188.57 | 4,240.60 | 4,240.60 | 4,240.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,248.94    |
| DDD SSIWO   | 4,188.57 | 4,188.57 | 4,188.57 | 4,240.60 | 4,240.60 | 4,240.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,280.60 | 4,248.94    |
| SMI         | 2,020.12 | 2,020.12 | 2,020.12 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,058.08    |
| Crisis RBHA | 4.76     | 4.76     | 4.76     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.85        |
| HIF         |          |          |          |          |          |          |          |          |          |          |          |          |             |

PPC ACC DUAL  
 PPC ACC SSIWO  
 PPC EPD DUAL  
 PPC EPD SSIWO  
 PPC DDD DUAL  
 PPC DDD SSIWO  
 PPC SMI

|  |          |          |          |          |          |          |          |          |          |          |          |          |          |
|--|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
|  | 143.36   | 143.36   | 143.36   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.94   | 146.09   |
|  | 1,230.59 | 1,230.59 | 1,230.59 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,261.36 | 1,254.06 |
|  | 3,635.79 | 3,635.79 | 3,635.79 | 3,726.68 | 3,726.68 | 3,726.68 | 3,756.05 | 3,756.05 | 3,756.05 | 3,756.05 | 3,756.05 | 3,756.05 | 3,720.30 |
|  | 2,020.12 | 2,020.12 | 2,020.12 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,058.08 |

RI DUAL  
 RI SSIWO

|  |       |       |       |       |       |       |       |       |       |       |       |       |       |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
|  | 2.09  | 1.67  | 1.67  | 2.14  | 1.71  | 1.71  | 2.14  | 1.71  | 1.71  | 2.14  | 1.71  | 1.71  | 1.84  |
|  | 24.38 | 19.50 | 19.50 | 25.03 | 20.02 | 20.02 | 25.03 | 20.02 | 20.02 | 25.03 | 20.02 | 20.02 | 21.54 |

AIHP Facility  
 AIHP Non-Facility  
 Non-AIHP  
 Prior Quarter  
 FQHC RECON

|  |        |        |        |        |        |        |        |        |        |        |        |        |        |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
|  | 537.89 | 430.31 | 430.31 | 537.89 | 430.31 | 430.31 | 578.81 | 463.05 | 463.05 | 578.81 | 463.05 | 463.05 | 484.09 |
|  | 531.14 | 424.91 | 424.91 | 545.26 | 436.21 | 436.21 | 545.26 | 436.21 | 436.21 | 545.26 | 436.21 | 436.21 | 469.25 |

Part A  
 Part B

|  |       |       |       |       |       |       |       |       |       |       |       |       |       |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
|  | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     | -     |
|  | 13.77 | 13.77 | 13.77 | 13.77 | 13.77 | 13.77 | 14.49 | 14.49 | 14.49 | 14.49 | 14.49 | 14.49 | 14.14 |

**Freedom-to-Work**

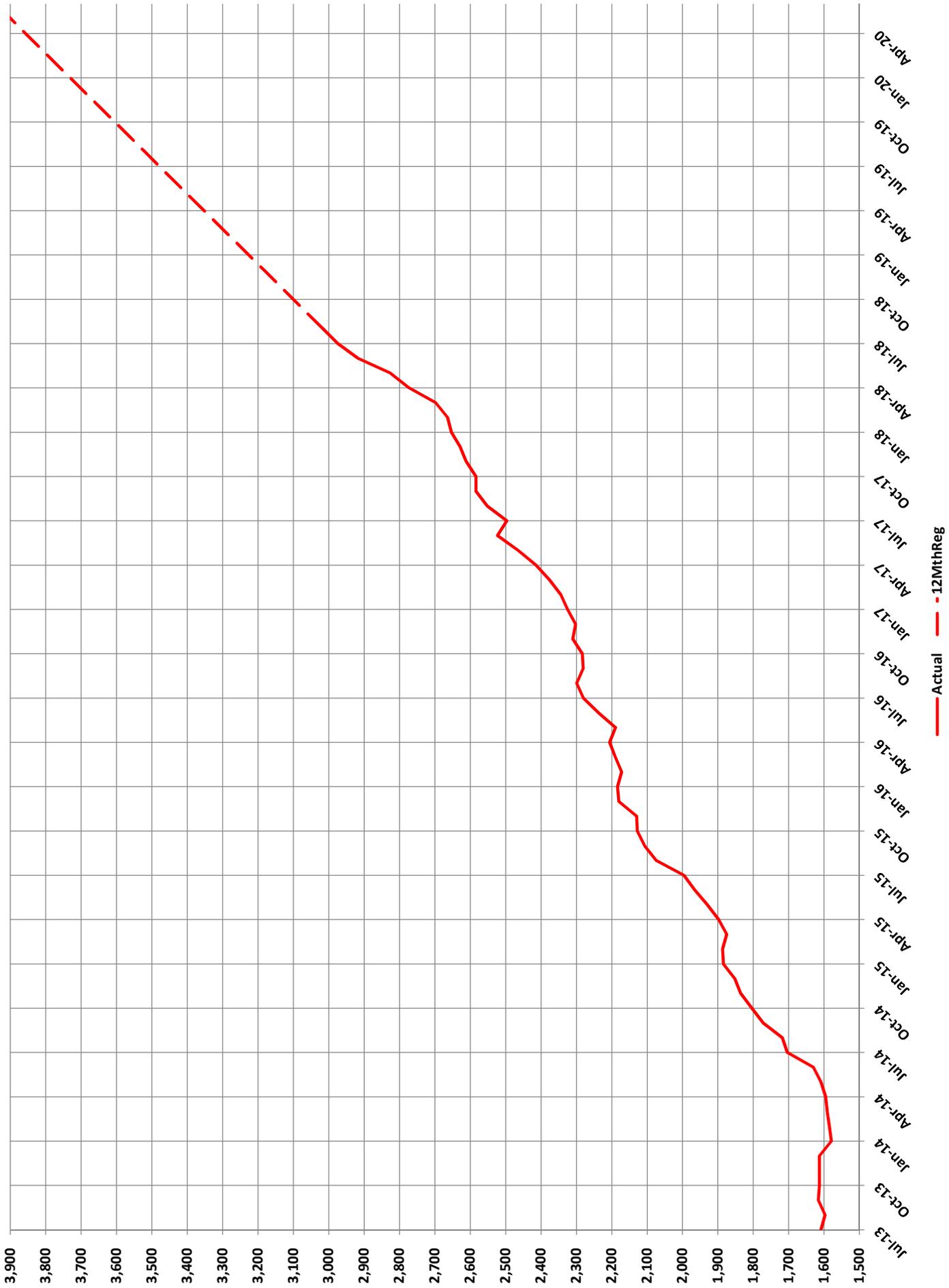
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 4,749      |          | 2.13%                  |            |          |              |              |          |              |           |
| 2012.4 | 4,676      |          | -1.54%                 |            |          |              |              |          |              |           |
| 2013.1 | 4,701      |          | 0.53%                  |            |          | 18,929       | 4.05%        |          | 2.61%        | SFY 12-13 |
| 2013.2 | 4,803      |          | 2.17%                  |            |          |              |              |          |              |           |
| 2013.3 | 4,822      |          | 0.40%                  |            |          |              |              |          |              |           |
| 2013.4 | 4,839      |          | 0.35%                  |            |          |              |              |          |              |           |
| 2014.1 | 4,755      |          | -1.74%                 |            |          |              |              |          |              |           |
| 2014.2 | 4,834      |          | 1.66%                  |            |          | 19,250       | 1.70%        |          | 1.05%        | SFY 13-14 |
| 2014.3 | 5,194      |          | 7.45%                  |            |          |              |              |          |              |           |
| 2014.4 | 5,491      |          | 5.72%                  |            |          |              |              |          |              |           |
| 2015.1 | 5,646      |          | 2.82%                  |            |          |              |              |          |              |           |
| 2015.2 | 5,793      |          | 2.60%                  |            |          | 22,124       | 14.93%       |          | 20.55%       | SFY 14-15 |
| 2015.3 | 6,177      |          | 6.63%                  |            |          |              |              |          |              |           |
| 2015.4 | 6,438      |          | 4.23%                  |            |          |              |              |          |              |           |
| 2016.1 | 6,546      |          | 1.68%                  |            |          |              |              |          |              |           |
| 2016.2 | 6,632      |          | 1.31%                  |            |          | 25,793       | 16.58%       |          | 13.84%       | SFY 15-16 |
| 2016.3 | 6,860      |          | 3.44%                  |            |          |              |              |          |              |           |
| 2016.4 | 6,895      |          | 0.51%                  |            |          |              |              |          |              |           |
| 2017.1 | 7,045      |          | 2.18%                  |            |          |              |              |          |              |           |
| 2017.2 | 7,402      |          | 5.07%                  |            |          | 28,202       | 9.34%        |          | 12.78%       | SFY 16-17 |
| 2017.3 | 7,633      |          | 3.12%                  |            |          |              |              |          |              |           |
| 2017.4 | 7,823      |          | 2.49%                  |            |          |              |              |          |              |           |
| 2018.1 | 8,015      |          | 2.45%                  |            |          |              |              |          |              |           |
| 2018.2 | 8,516      |          | 6.25%                  |            |          | 31,987       | 13.42%       |          | 15.62%       | SFY 17-18 |
| 2018.3 |            |          | 6.25%                  | 9,048      |          |              |              |          |              |           |
| 2018.4 |            |          | 4.18%                  | 9,427      |          |              |              |          |              |           |
| 2019.1 |            |          | 4.02%                  | 9,805      |          |              |              |          |              |           |
| 2019.2 |            |          | 3.86%                  | 10,184     |          | 38,463       | 20.25%       |          | 17.81%       | SFY 18-19 |
| 2019.3 |            |          | 3.72%                  | 10,562     |          |              |              |          |              |           |
| 2019.4 |            |          | 3.58%                  | 10,941     |          |              |              |          |              |           |
| 2020.1 |            |          | 3.46%                  | 11,319     |          |              |              |          |              |           |
| 2020.2 |            |          | 3.34%                  | 11,698     |          | 44,519       | 15.75%       |          | 14.69%       | SFY 19-20 |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on a 12-month simple linear regression.

Adj. R Squared: 0.9631  
 Standard Error: 32.47

Freedom-to-Work



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |             |               |  |
|--|---------|------------|-------------|-------------|---------------|--|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |             |               |  |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020     | Total Request |  |
|  | Actual  | Expd. Plan | Fund. Issue | Fund. Issue | Total Request |  |

**Program:** Ticket to Work

| Fund:                      | 1000-A                               | General Fund |         |          |       |          |
|----------------------------|--------------------------------------|--------------|---------|----------|-------|----------|
| <b>Appropriated</b>        |                                      |              |         |          |       |          |
| 0000                       | FTE                                  |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6000                       | Personal Services                    |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6100                       | Employee Related Expenses            |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6200                       | Professional and Outside Services    |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6500                       | Travel In-State                      |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6600                       | Travel Out of State                  |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6700                       | Food                                 |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 6800                       | Aid to Organizations and Individuals |              | 9,897.6 | 10,645.4 | 878.6 | 11,524.0 |
| 7000                       | Other Operating Expenses             |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 8000                       | Equipment                            |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 8100                       | Capital Outlay                       |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 8600                       | Debt Service                         |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 9000                       | Cost Allocation                      |              | 0.0     | 0.0      | 0.0   | 0.0      |
| 9100                       | Transfers                            |              | 0.0     | 0.0      | 0.0   | 0.0      |
| <b>Appropriated Total:</b> |                                      |              | 9,897.6 | 10,645.4 | 878.6 | 11,524.0 |
| <b>Fund Total:</b>         |                                      |              | 9,897.6 | 10,645.4 | 878.6 | 11,524.0 |

| Fund:                   | 2120-N                               | AHCCCS Fund |          |          |         |          |
|-------------------------|--------------------------------------|-------------|----------|----------|---------|----------|
| <b>Non-Appropriated</b> |                                      |             |          |          |         |          |
| 0000                    | FTE                                  |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6000                    | Personal Services                    |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6100                    | Employee Related Expenses            |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6200                    | Professional and Outside Services    |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6500                    | Travel In-State                      |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6600                    | Travel Out of State                  |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6700                    | Food                                 |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 6800                    | Aid to Organizations and Individuals |             | 23,052.1 | 24,598.6 | 2,189.7 | 26,788.3 |
| 7000                    | Other Operating Expenses             |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 8000                    | Equipment                            |             | 0.0      | 0.0      | 0.0     | 0.0      |
| 8100                    | Capital Outlay                       |             | 0.0      | 0.0      | 0.0     | 0.0      |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                  |   | Arizona Health Care Cost Containment System |            |             |               |
|--|---|---|------------|-------------|---------------|
|  |   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  |   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Ticket to Work           |   |   |            |             |               |
| <b>Fund:</b>                             | 2120-N AHCCCS Fund                        |   |            |             |               |
| <b>Non-Appropriated</b>                  |   |   |            |             |               |
|  | 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           |
|  | <b>Non-Appropriated Total:</b>            | 23,052.1                                    | 24,598.6   | 2,189.7     | 26,788.3      |
| <b>Fund Total:</b>                       |   | 23,052.1                                    | 24,598.6   | 2,189.7     | 26,788.3      |
| <b>Fund:</b>                             | 2500-N IGA and ISA Fund                   |   |            |             |               |
| <b>Non-Appropriated</b>                  |   |   |            |             |               |
|  | 0000 FTE                                  | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6000 Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6100 Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6200 Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6500 Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6600 Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6700 Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 6800 Aid to Organizations and Individuals | 0.0   | 8.7        | 32.4        | 41.1          |
|  | 7000 Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 8000 Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 8100 Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 8600 Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 9000 Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           |
|  | 9100 Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           |
|  | <b>Non-Appropriated Total:</b>            | 0.0   | 8.7        | 32.4        | 41.1          |
| <b>Fund Total:</b>                       |   | 0.0   | 8.7        | 32.4        | 41.1          |
| <b>Program Total For Selected Funds:</b> |   | 32,949.7                                    | 35,252.7   | 3,100.7     | 38,353.4      |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Ticket to Work                              |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 32,949.7          | 35,252.7              |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Ticket to Work</b>                              |

|  | <b>FY 2018<br/>Actual</b> | <b>FY 2019<br/>Expd. Plan</b> |
|--|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>          | <b>32,949.7</b>           | <b>35,252.7</b>               |
| <b>Appropriated</b>                        |                           |                               |
| 1000-A General Fund (Appropriated)         | 9,897.6                   | 10,645.4                      |
|  | <b>9,897.6</b>            | <b>10,645.4</b>               |
| <b>Non-Appropriated</b>                    |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)      | 23,052.1                  | 24,598.6                      |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 0.0                       | 8.7                           |
|  | <b>23,052.1</b>           | <b>24,607.3</b>               |
| <b>Fund Source Total</b>                   | <b>32,949.7</b>           | <b>35,252.7</b>               |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Ticket to Work</b>                              |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Ticket to Work</b>                              |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Ticket to Work</b>                              |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





**TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**MEDICARE PART D “CLAWBACK” PAYMENTS**

**PROGRAM DESCRIPTION/BACKGROUND:**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

**METHODOLOGY:**

**CLAWBACK PMPM:**

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

|                  | Actual<br>1/1/2015 to<br>9/30/2015 | Actual<br>10/1/2015 to<br>12/31/2015 | Actual<br>1/1/2016 to<br>9/30/2016 | Actual<br>10/1/2016 to<br>12/31/2016 | Actual<br>1/1/2017 to<br>9/30/2017 | Actual<br>10/1/2017 to<br>12/31/2017 | Actual<br>1/1/2018 to<br>9/30/2018 | Estimate<br>10/1/2018 to<br>12/31/2018 | Estimate<br>1/1/2019 to<br>9/30/2019 | Estimate<br>10/1/2019 to<br>12/31/2019 | Estimate<br>1/1/2020 to<br>9/30/2020 |
|------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--|--------------------------------------|--|--------------------------------------|
| Total Fund PMPM  | 200.04                             | 200.04                               | 223.29                             | 223.28                               | 249.93                             | 249.93                               | 252.98                             | 252.98                                 | 257.88                               | 257.89                                 | 262.87                               |
| FMAP             | 68.46%                             | 68.92%                               | 68.92%                             | 69.24%                               | 69.24%                             | 69.89%                               | 69.89%                             | 69.81%                                 | 69.81%                               | 69.48%                                 | 69.48%                               |
| State Match PMPM | 63.09                              | 62.17                                | 69.40                              | 68.68                                | 76.88                              | 75.25                                | 76.17                              | 76.37                                  | 77.85                                | 78.71                                  | 80.23                                |
| Clawback %       | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                                 | 75.00%                               | 75.00%                                 | 75.00%                               |
| Clawback PMPM    | 47.32                              | 46.63                                | 52.05                              | 51.51                                | 57.66                              | 56.44                                | 57.13                              | 57.28                                  | 58.39                                | 59.03                                  | 60.17                                |

**TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it increases to 69.81%.
- It is assumed that the FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES  
MEDICARE PART D CLAWBACK

PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

|                |        |
|----------------|--------|
| AHCCCS Acute   | 46.14% |
| ALTCS-EPD      | 33.18% |
| ALTCS-DD (DES) | 3.53%  |
| DHS BHS        | 17.15% |

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 24 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.04% in SFY 2019 and 3.39% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,526 by June 2019 and 176,313 by June 2020.

TRADITIONAL MEDICAID SERVICES  
 MEDICARE PART D CLAWBACK

FISCAL YEAR 2020  
 BUDGET JUSTIFICATION



In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

|              | SFY18<br>Actual | SFY19<br>Allocation | SFY19<br>Rebase | SFY20<br>Request | SFY20<br>Inc.(Dec) |
|--------------|-----------------|---------------------|-----------------|------------------|--------------------|
| AHCCCS ACUTE | 51,307,400      | 56,090,800          | 53,530,700      | 56,874,700       | 783,900            |
| AHCCCS ALTCS |                 |                     |                 |                  |                    |
| General Fund | 15,241,439      | 16,476,000          | 16,370,900      | 18,046,700       | 1,570,700          |
| County Fund  | 21,797,785      | 22,265,600          | 22,123,800      | 22,852,900       | 587,300            |
| TOTAL ALTCS  | 37,039,225      | 38,741,600          | 38,494,700      | 40,899,600       | 2,158,000          |
| BHS          | 19,070,500      | 19,897,000          | 19,897,000      | 21,140,100       | 1,243,100          |
| DES-DD       | 3,925,200       | 4,074,900           | 4,095,400       | 4,351,600        | 276,700            |
| Grand Total  | 111,342,325     | 118,804,300         | 116,017,800     | 123,266,000      | 4,461,700          |



**PROPOSED SOLUTION TO THE PROBLEM:**

For FY20, AHCCCS requests an increase of \$4,461,700 General Fund to the Acute Care Clawback line item for these federally mandated payments. Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,570,700 and a County Fund increase of \$587,300. For the BHS Clawback line, AHCCCS requests an increase of \$1,243,100.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**STATUTORY AUTHORITY:**

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)  
Social Security Act, Section 1935(42 U.S.C. 1396u-5)



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
ARIZONA MEDICARE PART D CLAWBACK PAYMENTS**

|              | SFY18<br>Actual | SFY19<br>Allocation | SFY19<br>Rebase | SFY20<br>Request | SFY20<br>Inc.(Dec) |
|--------------|-----------------|---------------------|-----------------|------------------|--------------------|
| AHCCCS ACUTE | 51,307,400      | 56,090,800          | 53,530,700      | 56,874,700       | 783,900            |
| AHCCCS ALTCS |                 |                     |                 |                  |                    |
| General Fund | 15,241,439      | 16,476,000          | 16,370,900      | 18,086,100       | 1,610,100          |
| County Fund  | 21,797,785      | 22,265,600          | 22,123,800      | 22,813,500       | 547,900            |
| TOTAL ALTCS  | 37,039,225      | 38,741,600          | 38,494,700      | 40,899,600       | 2,158,000          |
| BHS          | 19,070,500      | 19,897,000          | 19,897,000      | 21,140,100       | 1,243,100          |
| DES-DD       | 3,925,200       | 4,074,900           | 4,095,400       | 4,351,600        | 276,700            |
| Grand Total  | 111,342,325     | 118,804,300         | 116,017,800     | 123,266,000      | 4,461,700          |

Notes:

- 1) The Acute Clawback is appropriated as part of the Traditional Medicaid Services line item.
- 2) The ALTCS Clawback is appropriated as part of the ALTCS Services line item.
- 3) County/General Fund split in FY18 Actual of 41.15% General and 58.85% County based on Appropriated split from JLBC FY18 Appropriations Report.
- 4) County/General Fund split for FY19 Allocation and FY20 Request is based on the ALTCS county model.
- 5) In FY19, the BHS Clawback moved from the BHS Traditional Line Item to the Combined Traditional Line Item

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
ARIZONA MEDICARE CLAWBACK PAYMENT FORECAST  
SFY 2018 - SFY 2020**

|                      |                  |           | 46.14%             | 33.18%            | 3.53%             | 17.15%           |                   |
|----------------------|------------------|-----------|--------------------|-------------------|-------------------|------------------|-------------------|
|                      | AHCCCS Dual      | Effective | Total Clawback     | AHCCCS            | AHCCCS            | DES DD           | DHS BHS           |
|                      | Members          | Clawback  | Payments           | Acute             | ALTCS             | (3.53%)          | (17.15%)          |
|                      |                  | Rate      |                    | (46.14%)          | (33.18%)          |                  |                   |
| 2017.7               | 160,038          | 57.64     | 9,224,619          | 4,256,239         | 3,060,729         | 325,629          | 1,582,022         |
| 2017.8               | 159,711          | 57.65     | 9,207,056          | 4,248,136         | 3,054,901         | 325,009          | 1,579,010         |
| 2017.9               | 160,225          | 57.65     | 9,237,422          | 4,262,146         | 3,064,977         | 326,081          | 1,584,218         |
| 2017.10              | 160,620          | 57.65     | 9,260,247          | 4,272,678         | 3,072,550         | 326,887          | 1,588,132         |
| 2017.11              | 163,364          | 57.65     | 9,417,664          | 4,345,310         | 3,124,781         | 332,444          | 1,615,129         |
| 2017.12              | 162,832          | 56.46     | 9,192,723          | 4,241,523         | 3,050,146         | 324,503          | 1,576,552         |
| 2018.1               | 163,404          | 56.45     | 9,223,800          | 4,255,861         | 3,060,457         | 325,600          | 1,581,882         |
| 2018.2               | 163,546          | 56.44     | 9,231,044          | 4,259,204         | 3,062,860         | 325,856          | 1,583,124         |
| 2018.3               | 163,687          | 57.12     | 9,349,546          | 4,313,880         | 3,102,179         | 330,039          | 1,603,447         |
| 2018.4               | 164,490          | 57.12     | 9,396,110          | 4,335,365         | 3,117,629         | 331,683          | 1,611,433         |
| 2018.5               | 165,192          | 57.13     | 9,436,682          | 4,354,085         | 3,131,091         | 333,115          | 1,618,391         |
| 2018.6               | 165,502          | 57.12     | 9,454,265          | 4,362,198         | 3,136,925         | 333,736          | 1,621,406         |
| <b>SFY18 Actual</b>  | <b>1,952,611</b> |           | <b>111,631,177</b> | <b>51,506,625</b> | <b>37,039,225</b> | <b>3,940,581</b> | <b>19,144,747</b> |
| 2018.7               | 165,221          | 57.13     | 9,438,500          | 4,354,900         | 3,131,700         | 333,200          | 1,618,700         |
| 2018.8               | 165,703          | 57.13     | 9,466,600          | 4,367,900         | 3,141,000         | 334,200          | 1,623,500         |
| 2018.9               | 166,185          | 57.13     | 9,494,100          | 4,380,600         | 3,150,200         | 335,100          | 1,628,200         |
| 2018.10              | 166,668          | 57.13     | 9,521,700          | 4,393,300         | 3,159,300         | 336,100          | 1,633,000         |
| 2018.11              | 167,150          | 57.13     | 9,549,200          | 4,406,000         | 3,168,400         | 337,100          | 1,637,700         |
| 2018.12              | 167,632          | 57.28     | 9,601,800          | 4,430,300         | 3,185,900         | 338,900          | 1,646,700         |
| 2019.1               | 168,114          | 57.28     | 9,629,600          | 4,443,100         | 3,195,100         | 339,900          | 1,651,500         |
| 2019.2               | 168,597          | 57.28     | 9,657,200          | 4,455,800         | 3,204,300         | 340,900          | 1,656,200         |
| 2019.3               | 169,079          | 58.39     | 9,872,500          | 4,555,200         | 3,275,700         | 348,500          | 1,693,100         |
| 2019.4               | 169,561          | 58.39     | 9,900,700          | 4,568,200         | 3,285,000         | 349,500          | 1,698,000         |
| 2019.5               | 170,043          | 58.39     | 9,928,900          | 4,581,200         | 3,294,400         | 350,500          | 1,702,800         |
| 2019.6               | 170,526          | 58.39     | 9,957,000          | 4,594,200         | 3,303,700         | 351,500          | 1,707,600         |
| <b>SFY19 Rebase</b>  | <b>2,014,478</b> |           | <b>116,017,800</b> | <b>53,530,700</b> | <b>38,494,700</b> | <b>4,095,400</b> | <b>19,897,000</b> |
| 2019.7               | 171,008          | 58.39     | 9,985,200          | 4,607,100         | 3,313,100         | 352,500          | 1,712,500         |
| 2019.8               | 171,490          | 58.39     | 10,013,300         | 4,620,100         | 3,322,400         | 353,500          | 1,717,300         |
| 2019.9               | 171,972          | 58.39     | 10,041,500         | 4,633,100         | 3,331,800         | 354,500          | 1,722,100         |
| 2019.10              | 172,455          | 58.39     | 10,069,600         | 4,646,100         | 3,341,100         | 355,500          | 1,726,900         |
| 2019.11              | 172,937          | 58.39     | 10,097,800         | 4,659,100         | 3,350,400         | 356,500          | 1,731,800         |
| 2019.12              | 173,419          | 59.03     | 10,236,900         | 4,723,300         | 3,396,600         | 361,400          | 1,755,600         |
| 2020.1               | 173,901          | 59.03     | 10,265,500         | 4,736,500         | 3,406,100         | 362,400          | 1,760,500         |
| 2020.2               | 174,384          | 59.03     | 10,293,900         | 4,749,600         | 3,415,500         | 363,400          | 1,765,400         |
| 2020.3               | 174,866          | 60.17     | 10,522,000         | 4,854,900         | 3,491,200         | 371,400          | 1,804,500         |
| 2020.4               | 175,348          | 60.17     | 10,551,100         | 4,868,300         | 3,500,800         | 372,500          | 1,809,500         |
| 2020.5               | 175,830          | 60.17     | 10,580,100         | 4,881,600         | 3,510,500         | 373,500          | 1,814,500         |
| 2020.6               | 176,313          | 60.17     | 10,609,100         | 4,895,000         | 3,520,100         | 374,500          | 1,819,500         |
| <b>SFY20 Request</b> | <b>2,083,923</b> |           | <b>123,266,000</b> | <b>56,874,700</b> | <b>40,899,600</b> | <b>4,351,600</b> | <b>21,140,100</b> |

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
MEDICARE PART D CLAWBACK PMPM**

|                  | Actual<br>1/1/2015 to<br>9/30/2015 | Actual<br>10/1/2015 to<br>12/31/2015 | Actual<br>1/1/2016 to<br>9/30/2016 | Actual<br>10/1/2016 to<br>12/31/2016 | Actual<br>1/1/2017 to<br>9/30/2017 | Actual<br>10/1/2017 to<br>12/31/2017 | Actual<br>1/1/2018 to<br>9/30/2018 | Estimate<br>10/1/2018 to<br>12/31/2018 | Estimate<br>1/1/2019 to<br>9/30/2019 | Estimate<br>10/1/2019 to<br>12/31/2019 | Estimate<br>1/1/2020 to<br>9/30/2020 |
|------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|--|--------------------------------------|--|--------------------------------------|
| Total Fund PMPM  | 200.04                             | 200.04                               | 223.29                             | 223.28                               | 249.93                             | 249.93                               | 252.98                             | 252.98                                 | 257.88                               | 257.89                                 | 262.87                               |
| FMAP             | 68.46%                             | 68.92%                               | 68.92%                             | 69.24%                               | 69.24%                             | 69.89%                               | 69.89%                             | 69.81%                                 | 69.81%                               | 69.48%                                 | 69.48%                               |
| State Match PMPM | 63.09                              | 62.17                                | 69.40                              | 68.68                                | 76.88                              | 75.25                                | 76.17                              | 76.37                                  | 77.85                                | 78.71                                  | 80.23                                |
| Clawback %       | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                               | 75.00%                             | 75.00%                                 | 75.00%                               | 75.00%                                 | 75.00%                               |
| Clawback PMPM    | 47.32                              | 46.63                                | 52.05                              | 51.51                                | 57.66                              | 56.44                                | 57.13                              | 57.28                                  | 58.39                                | 59.03                                  | 60.17                                |
| PMPM Increase    | 3.65%                              |                                      | 11.62%                             |                                      | 11.93%                             |                                      | 1.22%                              |  | 1.93%                                |  | 1.94%                                |



**Clawback**

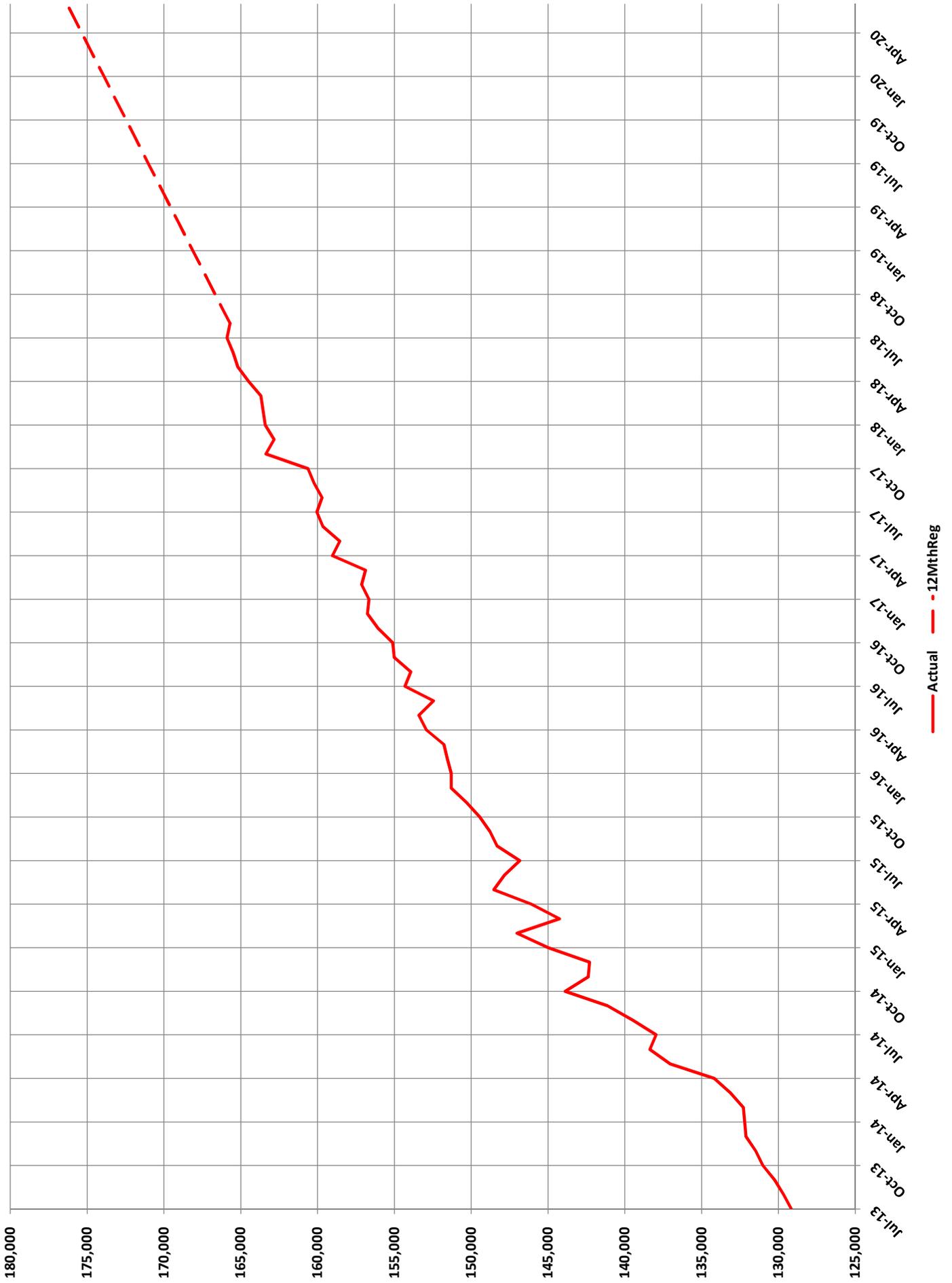
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 377,105    |          | 1.19%                  |            |          |              |              |          |              |           |
| 2012.4 | 382,436    |          | 1.41%                  |            |          |              |              |          |              |           |
| 2013.1 | 383,662    |          | 0.32%                  |            |          |              |              |          |              |           |
| 2013.2 | 386,546    |          | 0.75%                  |            |          | 1,529,749    | 3.76%        | 3.78%    |              | SFY 12-13 |
| 2013.3 | 389,077    |          | 0.65%                  |            |          |              |              |          |              |           |
| 2013.4 | 394,613    |          | 1.42%                  |            |          |              |              |          |              |           |
| 2014.1 | 397,605    |          | 0.76%                  |            |          |              |              |          |              |           |
| 2014.2 | 409,611    |          | 3.02%                  |            |          | 1,590,906    | 4.00%        | 6.88%    |              | SFY 13-14 |
| 2014.3 | 418,548    |          | 2.18%                  |            |          |              |              |          |              |           |
| 2014.4 | 428,568    |          | 2.39%                  |            |          |              |              |          |              |           |
| 2015.1 | 436,257    |          | 1.79%                  |            |          |              |              |          |              |           |
| 2015.2 | 442,462    |          | 1.42%                  |            |          | 1,725,835    | 8.48%        | 6.84%    |              | SFY 14-15 |
| 2015.3 | 443,932    |          | 0.33%                  |            |          |              |              |          |              |           |
| 2015.4 | 451,052    |          | 1.60%                  |            |          |              |              |          |              |           |
| 2016.1 | 454,617    |          | 0.79%                  |            |          |              |              |          |              |           |
| 2016.2 | 458,771    |          | 0.91%                  |            |          | 1,808,372    | 4.78%        | 3.12%    |              | SFY 15-16 |
| 2016.3 | 463,244    |          | 0.97%                  |            |          |              |              |          |              |           |
| 2016.4 | 467,929    |          | 1.01%                  |            |          |              |              |          |              |           |
| 2017.1 | 470,678    |          | 0.59%                  |            |          |              |              |          |              |           |
| 2017.2 | 477,232    |          | 1.39%                  |            |          | 1,879,083    | 3.91%        | 4.72%    |              | SFY 16-17 |
| 2017.3 | 479,974    |          | 0.57%                  |            |          |              |              |          |              |           |
| 2017.4 | 486,816    |          | 1.43%                  |            |          |              |              |          |              |           |
| 2018.1 | 490,637    |          | 0.78%                  |            |          |              |              |          |              |           |
| 2018.2 | 495,184    |          | 0.93%                  |            |          | 1,952,611    | 3.91%        | 3.66%    |              | SFY 17-18 |
| 2018.3 |            | 497,786  | 0.53%                  |            |          |              |              |          |              |           |
| 2018.4 |            | 501,449  | 0.74%                  |            |          |              |              |          |              |           |
| 2019.1 |            | 505,790  | 0.87%                  |            |          |              |              |          |              |           |
| 2019.2 |            | 510,130  | 0.86%                  |            |          | 2,015,155    | 3.20%        | 3.04%    |              | SFY 18-19 |
| 2019.3 |            | 514,470  | 0.85%                  |            |          |              |              |          |              |           |
| 2019.4 |            | 518,810  | 0.84%                  |            |          |              |              |          |              |           |
| 2020.1 |            | 523,151  | 0.84%                  |            |          |              |              |          |              |           |
| 2020.2 |            | 527,491  | 0.83%                  |            |          | 2,083,923    | 3.41%        | 3.39%    |              | SFY 19-20 |

**Notes:**

- (1) Data are obtained from monthly invoices
- (2) Forecast is based on a 12-month simple linear regression

Adj. R Squared: 0.9770  
 Standard Error: 161.26

# Clawback



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Acute Care Clawback Payments

| Fund:                                     | 1000-A          | General Fund    |                |                 |                 |
|---|-----------------|-----------------|----------------|-----------------|-----------------|
| <b>Appropriated</b>                       |                 |                 |                |                 |                 |
| 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 | 51,506.6        | 75,987.8        | 2,027.0        | 78,014.8        | 78,014.8        |
| 7000 Other Operating Expenses             | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             |
| 8000 Equipment                            | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             |
| 8100 Capital Outlay                       | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             |
| 8600 Debt Service                         | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             |
| 9000 Cost Allocation                      | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             |
| 9100 Transfers                            | 0.0             | 0.0             | 0.0            | 0.0             | 0.0             |
| <b>Appropriated Total:</b>                | <b>51,506.6</b> | <b>75,987.8</b> | <b>2,027.0</b> | <b>78,014.8</b> | <b>78,014.8</b> |
| <b>Fund Total:</b>                        | <b>51,506.6</b> | <b>75,987.8</b> | <b>2,027.0</b> | <b>78,014.8</b> | <b>78,014.8</b> |
| <b>Program Total For Selected Funds:</b>  | <b>51,506.6</b> | <b>75,987.8</b> | <b>2,027.0</b> | <b>78,014.8</b> | <b>78,014.8</b> |



## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Acute Care Clawback Payments</b>            |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 51,506.6          | 75,987.8              |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Acute Care Clawback Payments</b>            |

|                                    | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|------------------------------------|-------------------|-----------------------|
| <b>Expenditure Category Total</b>  | <b>51,506.6</b>   | <b>75,987.8</b>       |
| <b>Appropriated</b>                |                   |                       |
| 1000-A General Fund (Appropriated) | 51,506.6          | 75,987.8              |
| <b>Fund Source Total</b>           | <b>51,506.6</b>   | <b>75,987.8</b>       |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Acute Care Clawback Payments</b>            |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| Rental Of Computer Equipment                | 0.0                             |                                     |
| Rental Of Other Machinery And Equipment     | 0.0                             |                                     |
| Miscellaneous Rent                          | 0.0                             |                                     |
| Interest On Overdue Payments                | 0.0                             |                                     |
| All Other Interest Payments                 | 0.0                             |                                     |
| Internal Acct/Budg/Financial Svcs           | 0.0                             |                                     |
| Other Internal Services                     | 0.0                             |                                     |
| Repair And Maintenance - Buildings          | 0.0                             |                                     |
| Repair And Maintenance - Vehicles           | 0.0                             |                                     |
| Repair And Maint - Mainframe And Legacy     | 0.0                             |                                     |
| Repair And Maint-Pc/Lan/Serv/Web            | 0.0                             |                                     |
| Repair And Maintenance - Other Equipment    | 0.0                             |                                     |
| Other Repair And Maintenance                | 0.0                             |                                     |
| Software Support And Maintenance            | 0.0                             |                                     |
| Uniforms                                    | 0.0                             |                                     |
| Inmate Clothing                             | 0.0                             |                                     |
| Security Supplies                           | 0.0                             |                                     |
| Office Supplies                             | 0.0                             |                                     |
| Computer Supplies                           | 0.0                             |                                     |
| Housekeeping Supplies                       | 0.0                             |                                     |
| Bedding And Bath Supplies                   | 0.0                             |                                     |
| Drugs And Medicine Supplies                 | 0.0                             |                                     |
| Medical Supplies                            | 0.0                             |                                     |
| Dental Supplies                             | 0.0                             |                                     |
| Automotive And Transportation Fuels         | 0.0                             |                                     |
| Automotive Lubricants And Supplies          | 0.0                             |                                     |
| Rpr And Maint Supplies-Not Auto Or Build    | 0.0                             |                                     |
| Repair And Maintenance Supplies-Building    | 0.0                             |                                     |
| Other Operating Supplies                    | 0.0                             |                                     |
| Publications                                | 0.0                             |                                     |
| Aggregate Withheld Or Paid Commissions      | 0.0                             |                                     |
| Lottery Prizes                              | 0.0                             |                                     |
| Lottery Distribution Costs                  | 0.0                             |                                     |
| Material for Further Processing             | 0.0                             |                                     |
| Other Resale Supplies                       | 0.0                             |                                     |
| Loss On Sales Of Capital Assets             | 0.0                             |                                     |
| Loss on Sales of Investments                | 0.0                             |                                     |
| Employee Tuition Reimbursement-Graduate     | 0.0                             |                                     |
| Employee Tuition Reimb Under-Grad/Other     | 0.0                             |                                     |
| Conference Registration-Attendance Fees     | 0.0                             |                                     |
| Other Education And Training Costs          | 0.0                             |                                     |
| Advertising                                 | 0.0                             |                                     |
| Sponsorships                                | 0.0                             |                                     |
| Internal Printing                           | 0.0                             |                                     |
| External Printing                           | 0.0                             |                                     |
| Photography                                 | 0.0                             |                                     |
| Postage And Delivery                        | 0.0                             |                                     |
| Document shredding and Destruction Services | 0.0                             |                                     |
| Translation and Sign Language Services      | 0.0                             |                                     |
| Distribution To State Universities          | 0.0                             |                                     |
| Other Intrastate Distributions              | 0.0                             |                                     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Acute Care Clawback Payments</b>            |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Acute Care Clawback Payments</b>            |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





## DISPROPORTIONATE SHARE HOSPITAL PAYMENTS

### Description of the problem:

Arizona first established a Disproportionate Share Hospital (DSH) payment program in SFY 1992. DSH is designed to aid hospitals that serve a disproportionate number of low-income patients. The Federal basis for payments is either a reflection of a hospital's number of Title XIX inpatient days or a "low-income" patient's utilization rate. States may also establish optional payment categories. In addition to the two federally mandated groups, Arizona has established two optional groups, one for certain acute care general hospitals and one for state and county hospitals.

Section 1923 of the Social Security Act specifies the minimum standards for determining which hospitals qualify for DSH; hospitals whose mean Medicaid Utilization rate exceeds the states mean Medicaid Utilization rate plus one standard deviation or hospitals whose Low Income Utilization rate is more than 25%. Beginning in FFY 1996, the Omnibus Budget Reconciliation Act of 1993 (OBRA) added the requirement that a hospital must have a Medicaid Utilization rate of at least one percent in order to be eligible for DSH.

States are allowed to establish DSH criteria, which differ from the Federal requirements, provided that these criteria are at least as generous as Federal standards. Arizona uses state-specific criteria as allowed by law to distinguish between public and private hospitals and to create additional private hospital groups. Each year, the pool of funds established for DSH is apportioned to hospitals that qualify either under the Federal criteria or under the State criteria based on relative weighting.

Beginning in FFY 1993, OBRA established rules limiting the total DSH payment that a hospital can receive. DSH payments may be no more than the cost of providing hospital services to patients who are either eligible for medical assistance under a state plan or have no health insurance for the services provided, less payments received under Title XIX (other than DSH payment adjustments). The limits went into effect in FFY 1995 for public hospitals, but it was applied to both public and private hospitals as of FFY 1996.

The Balanced Budget Act of 1997 (BBA) capped the DSH payment at specified amounts for each state for each of the FFYs 1998 through 2002. For most states, those specified amounts declined over the 5-year period. In addition, BBA allowed state's DSH allotment for FFY 2003 and subsequent years to be equal to its allotment for the previous year increased by the percentage change in the consumer price index for urban consumers (CPI-U) from the previous year.

The Benefits Improvement and Protection Act of 2000 (BIPA) provided states with a temporary reprieve from the declining allotments by raising allotments for FFY 2001 and 2002. It also clarified that the FFY 2003 allotments are to be calculated using the lower, pre-BIPA levels for FFY 2002.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS  
DISPROPORTIONATE SHARE**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) provided for a “Special, Temporary Increase in Allotments On A One-time Non-Cumulative Basis.” Specifically, the FFY 2004 DSH allotments were calculated as 116 percent of the States’ FFY 2003 DSH allotments. Thereafter, allotments will stay at the FFY 2004 level until the year in which the allotments, as calculated under BIPA, catch-up with the FFY 2004 allotments. For Arizona, the catch-up occurred with the FFY 2009 allotment, which was increased by 4.0% over the FFY 2008 allotment. The American Recovery and Reinvestment Act of 2009 provided a temporary 2.5% increase to the DSH allotments for FFY 2009 and FFY 2010. Note that in each year, the additional ARRA allotment is not available until the full regular allotment has been exhausted.

The Affordable Care Act of 2010 (ACA) mandates reductions to the DSH allotments beginning in FFY 2014 with an aggregate national reduction of \$500,000,000. The ACA outlines requirements for a reduction methodology that imposes the largest percentage reduction on states with the lowest percentage of uninsured individuals and states that do not target their DSH payments on hospitals with high volume of Medicaid inpatients and/or high levels of uncompensated care. Additionally, the requirements state that the methodology must take into account the extent to which the DSH allotment for a State is included in a budget neutrality calculation for coverage expansion under a 1115 waiver as of July 31, 2009 (Arizona did have such a waiver which incorporated the DSH allotment into the with waiver budget neutrality limit).

The Protecting Access to Medicare Act (P.L. 113-93), signed on April 1, 2014, delayed the DSH reductions until FY 2017, modified cuts in future years, and extends the reduction to FY 2024. Under the new law, the FY 2017 aggregate national reduction will be \$1.8 billion.

The Medicare Access and CHIP Reauthorization Act (P.L. 114-10) delayed the DSH reductions until FY 2018 and modified reductions.

The Balanced Budget Act of 2018 (P.L. 115-123) delayed reductions until FY 2020 and further modified reductions as shown in the following table.

|         |                     |
|---------|---------------------|
| FFY2020 | (4,000,000,000<br>) |
| FFY2021 | (8,000,000,000<br>) |
| FFY2022 | (8,000,000,000<br>) |
| FFY2023 | (8,000,000,000<br>) |
| FFY2024 | (8,000,000,000<br>) |
| FFY2025 | (8,000,000,000<br>) |

**PAYMENTS TO HOSPITALS  
DISPROPORTIONATE SHARE**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



( )

Preliminary 2018 Estimates for National Allotment and Arizona Allotment from Preliminary Allocation were provided by CMS in July 2018.<sup>1</sup> AHCCCS is projecting the FFY 2020 allotment for Arizona will be reduced by 12.2% from the FFY 2017 base allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. This reflects a 5.4% reduction to the FFY 2019 estimated allotment.

The table below shows the actual and projected Arizona DSH allotment for the past ten years:

| FFY         | Arizona<br>Base Allotment | Adjustment   | Arizona<br>Total Allotment | Variance from<br>FFY 2017 |
|-------------|---------------------------|--------------|----------------------------|---------------------------|
| 2011 Actual | 101,258,300               |              | 101,258,300                | -8.9%                     |
| 2012 Actual | 103,891,000               |              | 103,891,000                | -6.5%                     |
| 2013 Actual | 106,384,400               |              | 106,384,400                | -4.3%                     |
| 2014 Actual | 107,980,100               |              | 107,980,100                | -2.8%                     |
| 2015 Actual | 109,815,903               | -            | 109,815,903                | -1.2%                     |
| 2016 Actual | 110,145,351               | -            | 110,145,351                | -0.9%                     |
| 2017 Actual | 111,136,659               | -            | 111,136,659                | 0.0%                      |
| 2018 Prelim | 113,803,939               | -            | 103,095,220                | -7.2%                     |
| 2019 Est    | 116,369,307               | -            | 116,369,307                | 4.7%                      |
| 2020 Est    | 118,992,504               | (21,417,438) | 97,575,066                 | -12.2%                    |

**Proposed solution to the problem and impact:**

**Appropriated/Private DSH**

- The SFY 2019 appropriation for DSH of \$5,087,100 Total Fund (\$267,100 General Fund) includes funding for the following:
  - Maricopa Integrated Health Systems (MIHS) - \$4,202,300 Total Fund (\$0 General Fund)



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS  
DISPROPORTIONATE SHARE**

- Private Hospitals - \$884,800 Total Fund (\$267,100 General Fund)
- These same total fund amounts are carried forward for SFY 2020. Due to the change in FMAP for FFY 2020, the General Fund portion of the private hospital appropriation is increased by \$2,900 to \$270,000.

**Non-Appropriated Arizona State Hospitals (ASH)**

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,596,600 SM provided via CPE). This amount was based on the historic Federal IMD limit. AHCCCS estimates this same total fund amount will continue in FY 2020. Due to the change in FMAP for FFY 2020, the state match portion of the ASH appropriation is increased by \$93,900 to \$8,690,500. The state retains the federal match drawn down for ASH, which is deposited in the General Fund. Due to the change in FMAP, this amount decreases by \$93,900, from \$19,878,300 to \$19,784,400.

**Non-Appropriated Maricopa Integrated Health Systems (MIHS)**

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,361,200 SM provided via CPE). Due to the reduction in federal DSH allotment in FFY 2020, AHCCCS estimates that the maximum amount available for MIHS in FY 2020 will be \$106,874,100 (SM of \$33,900,500). This change will reduce the federal match available for deposit in the General Fund from \$99,952,700 in FY 2019 to \$97,575,100 in FY 2020. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.

**Pool 5 Local Funded**

- The FY 2019 appropriation included \$21,705,900 TF (\$6,553,000 SM provided by Arizona political subdivisions through IGTs). This category is funded through voluntary contributions by the counties. Based on the projected reduction in federal DSH allotment, AHCCCS does not believe there will be funding available for this line item in FY 2020. Because these amounts are dependent upon local funding interest and subject to change based on the final MIHS and ASH OBRA limits; AHCCCS requests continuation of the footnote which allows for the appropriation to be increased if funding available is in excess of the originally appropriated levels.

The changes to ASH and MIHS result in a net decrease to federal monies deposited to the General Fund of \$2,377,600.

**Other Notes**

- DSH payments are subject to the CMS two year claiming rule, therefore, DSH may be made up to 2 years after the end of the fiscal year. For example, FFY 2017 DSH payments may be made through 9/30/19.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS  
DISPROPORTIONATE SHARE**

- DSH payments are subject to reconciliation. Original DSH payments are calculated using 2-year prior uncompensated care data and are subject to reconciliation once the final OBRA limits are fully calculated. If a hospital is over its OBRA limit, they are required to pay back any amount exceeding the OBRA. If actual data shows that a hospital was eligible, they may receive up to a \$5,000 payment.

**STATUTORY AUTHORITY:**  
A.R.S. § 36-2903.01 Subsection O and P  
Section 1923 of the Social Security Act



**Arizona Health Care Cost Containment System  
Disproportionate Share Hospital Program  
SFY 2018 - SFY 2020  
Attachment A (Not Including Prior Year Adjustments)**

|                                  |      | FY18<br>Actual <sup>4</sup> | FY19<br>Appropriation <sup>5</sup> | FY19<br>Rebase | FY20<br>Request <sup>7</sup> | FY20<br>Inc./(Dec.) |
|----------------------------------|------|-----------------------------|------------------------------------|----------------|------------------------------|---------------------|
| <b>Appropriated</b>              |      |                             |                                    |                |                              |                     |
|                                  | (SM) | -                           | -                                  | -              | -                            | -                   |
| MIHS                             | (TF) | 4,202,300                   | 4,202,300                          | 4,202,300      | 4,202,300                    | -                   |
|                                  | (SM) | 5,696,900                   | 6,553,000                          | 6,553,000      | -                            | (6,553,000)         |
| Pool 5 Local Funded <sup>6</sup> | (TF) | 18,920,200                  | 21,705,900                         | 21,705,900     | -                            | (21,705,900)        |
|                                  | (SM) | 261,091                     | 267,100                            | 267,100        | 270,000                      | 2,900               |
| Private Hospitals                | (TF) | 848,800                     | 884,800                            | 884,800        | 884,800                      | -                   |
|                                  | (SM) | 5,957,991                   | 6,820,100                          | 6,820,100      | 270,000                      | (6,550,100)         |
| Appropriated Subtotal            | (TF) | 23,971,300                  | 26,793,000                         | 26,793,000     | 5,087,100                    | (21,705,900)        |
| <b>Non-Appropriated</b>          |      |                             |                                    |                |                              |                     |
|                                  | (SM) | 5,206,876                   | 546,500                            | 546,500        | -                            | (546,500)           |
| Pool 5 Local Funded <sup>6</sup> | (TF) | 17,292,846                  | 1,810,200                          | 1,810,200      | -                            | (1,810,200)         |
|                                  | (SM) | 8,573,792                   | 8,596,600                          | 8,596,600      | 8,690,500                    | 93,900              |
| ASH                              | (TF) | 28,474,900                  | 28,474,900                         | 28,474,900     | 28,474,900                   | -                   |
|                                  | (SM) | 29,298,272                  | 34,361,800                         | 34,361,800     | 33,900,500                   | (461,300)           |
| MIHS                             | (TF) | 93,101,824                  | 109,616,200                        | 109,616,200    | 106,874,100                  | (2,742,100)         |
|                                  | (SM) | 43,078,940                  | 43,504,900                         | 43,504,900     | 42,591,000                   | (913,900)           |
| Non-Approp Subtotal              | (TF) | 138,869,570                 | 139,901,300                        | 139,901,300    | 135,349,000                  | (4,552,300)         |
| <b>Total</b>                     |      |                             |                                    |                |                              |                     |
|                                  | (SM) | 10,903,776                  | 7,099,500                          | 7,099,500      | -                            | (7,099,500)         |
| Pool 5 Local Funded              | (TF) | 36,213,046                  | 23,516,100                         | 23,516,100     | -                            | (23,516,100)        |
|                                  | (SM) | 8,573,792                   | 8,596,600                          | 8,596,600      | 8,690,500                    | 93,900              |
| ASH <sup>2</sup>                 | (TF) | 28,474,900                  | 28,474,900                         | 28,474,900     | 28,474,900                   | -                   |
|                                  | (SM) | 29,298,272                  | 34,361,800                         | 34,361,800     | 33,900,500                   | (461,300)           |
| MIHS                             | (TF) | 97,304,124                  | 113,818,500                        | 113,818,500    | 111,076,400                  | (2,742,100)         |
|                                  | (SM) | 261,091                     | 267,100                            | 267,100        | 270,000                      | 2,900               |
| Private Hospitals (Approp)       | (TF) | 848,800                     | 884,800                            | 884,800        | 884,800                      | -                   |
|                                  | (SM) | 49,036,931                  | 50,325,000                         | 50,325,000     | 42,861,000                   | (7,464,000)         |
| Total <sup>3</sup>               | (TF) | 162,840,870                 | 166,694,300                        | 166,694,300    | 140,436,100                  | (26,258,200)        |

|                |            |            |            |            |
|----------------|------------|------------|------------|------------|
| Net GF Revenue | 83,704,660 | 95,132,700 | 95,132,700 | 92,758,000 |
|----------------|------------|------------|------------|------------|

|  |             |             |             |            |
|--|-------------|-------------|-------------|------------|
| Total Federal Expense                    | 113,803,939 | 116,369,300 | 116,369,300 | 97,575,100 |
| Federal Allotment <sup>8</sup>           | 113,803,939 | 116,369,300 | 116,369,300 | 97,575,100 |
| Federal Allotment Variance <sup>9</sup>  | -           | -           | -           | -          |
| Additional TF DSH Available <sup>5</sup> | 21,276,800  | -           | -           | -          |

Notes:

- 1) State match for appropriated private hospital DSH is General Fund. State Match for ASH and MIHS payments are Certified Public Expenditures. State Match for the Pool 5 private DSH is voluntary political subdivision contributions.
- 2) The maximum available for ASH is the lower of the actual OBRA limit or the Federal IMD limit of \$28,474,900.
- 3) DSH is claimed at the regular Federal Fiscal Year FMAP (69.89% in FFY18; 69.81% in FFY19; 69.48% in FFY20)
- 4) FY18 Actual Expenditures include planned administrative adjustments and do not include prior year reconciliations, therefore, do not tie to AFIS for FY18. Additionally, the SM for ASH and MIHS is CPE and therefore does not flow through AFIS.
- 5) FY19 Appropriation based on Laws 2018, Chapter 284, Section 12.
- 6) Pool 5 Local Funded DSH amounts in FY19 were based on the difference between the total Arizona DSH allotment and all other expenditures. Assumes Arizona will maximize DSH allotment by allowing local entities to provide state match for DSH payments that have been reduced by budget reductions and/or OBRA limit reductions. This amount is subject to change based on changes to the ASH and MIHS OBRA limits.
- 7) FY20 Request maintains funding for Private Hospitals, MIHS \$4.2M, and ASH. Remainder allocated to MIHS Non-Approp.
- 8) FFY18 DSH Allotment is preliminary from CMS.  
FFY20 DSH Allotment assumes AZ experiences same proportional reduction in FFY20 as FFY19 if a reduction had occurred in FFY19.
- 9) Federal allotment for any given year cannot be exceeded, however, expenditures for a given State Fiscal Year can cross several DSH allotment years.

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** SLI Disproportionate Share Payments

| Expenditure Categories                    | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|---|----------|------------|-------------|---------------|
|   | Actual   | Expd. Plan | Fund. Issue | Total Request |
| 0000 FTE                                  | 0.0      | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                    | 0.0      | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0      | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0      | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0      | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0      | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0      | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 5,051.1  | 5,087.1    | 2.9         | 5,090.0       |
| 7000 Other Operating Expenses             | 0.0      | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0      | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0      | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0      | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0      | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 83,704.7 | 99,335.0   | (2,280.8)   | 97,054.2      |
| <b>Expenditure Categories Total:</b>      | 88,755.8 | 104,422.1  | (2,277.9)   | 102,144.2     |

**Fund Source**

| Appropriated Funds                    | 2018     | 2019      | 2020      | Total     |
|---------------------------------------|----------|-----------|-----------|-----------|
| 1000-A General Fund (Appropriated)    | 261.1    | 267.1     | 2.9       | 270.0     |
| <b>Non-Appropriated Funds</b>         |          |           |           |           |
| 2120-N AHCCCS Fund (Non-Appropriated) | 88,494.7 | 104,155.0 | (2,280.8) | 101,874.2 |
| <b>Fund Source Total:</b>             | 88,755.8 | 104,422.1 | (2,277.9) | 102,144.2 |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI Disproportionate Share Payments |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund                    |   |            |             |               |
| <b>Appropriated</b>                                 |   |            |             |               |
| 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           | 261.1                                       | 267.1      | 2.9         | 270.0         |
| 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           |
| <b>Appropriated Total:</b>                          | 261.1                                       | 267.1      | 2.9         | 270.0         |
| <b>Fund Total:</b>                                  | 261.1                                       | 267.1      | 2.9         | 270.0         |
| <b>Fund:</b> 2120-N AHCCCS Fund                     |   |            |             |               |
| <b>Non-Appropriated</b>                             |   |            |             |               |
| 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           | 4,790.0                                     | 4,820.0    | 0.0         | 4,820.0       |
| 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

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Disproportionate Share Payments

|              |                         |  |           |           |           |
|--------------|-------------------------|--|-----------|-----------|-----------|
| <b>Fund:</b> | 2120-N                  | AHCCCS Fund                              |           |           |           |
|              | <b>Non-Appropriated</b> |  |           |           |           |
|              | 8600                    | Debt Service                             | 0.0       | 0.0       | 0.0       |
|              | 9000                    | Cost Allocation                          | 0.0       | 0.0       | 0.0       |
|              | 9100                    | Transfers                                | 83,704.7  | 99,335.0  | (2,280.8) |
|              |                         | <b>Non-Appropriated Total:</b>           | 88,494.7  | 104,155.0 | (2,280.8) |
|              |                         | <b>Fund Total:</b>                       | 88,494.7  | 104,155.0 | (2,280.8) |
|              |                         | <b>Program Total For Selected Funds:</b> | 88,755.8  | 104,422.1 | (2,277.9) |
|              |                         |  | 101,874.2 | 101,874.2 | 102,144.2 |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | SLI Disproportionate Share Payments         |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 5,051.1           | 5,087.1               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Disproportionate Share Payments</b>         |

|                                       | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---------------------------------------|-------------------|-----------------------|
| <b>Expenditure Category Total</b>     | <b>5,051.1</b>    | <b>5,087.1</b>        |
| <b>Appropriated</b>                   |                   |                       |
| 1000-A General Fund (Appropriated)    | 261.1             | 267.1                 |
|                                       | <b>261.1</b>      | <b>267.1</b>          |
| <b>Non-Appropriated</b>               |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated) | 4,790.0           | 4,820.0               |
|                                       | <b>4,790.0</b>    | <b>4,820.0</b>        |
| <b>Fund Source Total</b>              | <b>5,051.1</b>    | <b>5,087.1</b>        |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Disproportionate Share Payments</b>         |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| Priv Lease To Own Bld Rent Chrgs To Agy     | 0.0                             |                                     |
| Cert Of Part Bld Rent Chrgs To Agy          | 0.0                             |                                     |
| Rental Of Land And Buildings                | 0.0                             |                                     |
| Rental Of Computer Equipment                | 0.0                             |                                     |
| Rental Of Other Machinery And Equipment     | 0.0                             |                                     |
| Miscellaneous Rent                          | 0.0                             |                                     |
| Interest On Overdue Payments                | 0.0                             |                                     |
| All Other Interest Payments                 | 0.0                             |                                     |
| Internal Acct/Budg/Financial Svcs           | 0.0                             |                                     |
| Other Internal Services                     | 0.0                             |                                     |
| Repair And Maintenance - Buildings          | 0.0                             |                                     |
| Repair And Maintenance - Vehicles           | 0.0                             |                                     |
| Repair And Maint - Mainframe And Legacy     | 0.0                             |                                     |
| Repair And Maint-Pc/Lan/Serv/Web            | 0.0                             |                                     |
| Repair And Maintenance - Other Equipment    | 0.0                             |                                     |
| Other Repair And Maintenance                | 0.0                             |                                     |
| Software Support And Maintenance            | 0.0                             |                                     |
| Uniforms                                    | 0.0                             |                                     |
| Inmate Clothing                             | 0.0                             |                                     |
| Security Supplies                           | 0.0                             |                                     |
| Office Supplies                             | 0.0                             |                                     |
| Computer Supplies                           | 0.0                             |                                     |
| Housekeeping Supplies                       | 0.0                             |                                     |
| Bedding And Bath Supplies                   | 0.0                             |                                     |
| Drugs And Medicine Supplies                 | 0.0                             |                                     |
| Medical Supplies                            | 0.0                             |                                     |
| Dental Supplies                             | 0.0                             |                                     |
| Automotive And Transportation Fuels         | 0.0                             |                                     |
| Automotive Lubricants And Supplies          | 0.0                             |                                     |
| Rpr And Maint Supplies-Not Auto Or Build    | 0.0                             |                                     |
| Repair And Maintenance Supplies-Building    | 0.0                             |                                     |
| Other Operating Supplies                    | 0.0                             |                                     |
| Publications                                | 0.0                             |                                     |
| Aggregate Withheld Or Paid Commissions      | 0.0                             |                                     |
| Lottery Prizes                              | 0.0                             |                                     |
| Lottery Distribution Costs                  | 0.0                             |                                     |
| Material for Further Processing             | 0.0                             |                                     |
| Other Resale Supplies                       | 0.0                             |                                     |
| Loss On Sales Of Capital Assets             | 0.0                             |                                     |
| Loss on Sales of Investments                | 0.0                             |                                     |
| Employee Tuition Reimbursement-Graduate     | 0.0                             |                                     |
| Employee Tuition Reimb Under-Grad/Other     | 0.0                             |                                     |
| Conference Registration-Attendance Fees     | 0.0                             |                                     |
| Other Education And Training Costs          | 0.0                             |                                     |
| Advertising                                 | 0.0                             |                                     |
| Sponsorships                                | 0.0                             |                                     |
| Internal Printing                           | 0.0                             |                                     |
| External Printing                           | 0.0                             |                                     |
| Photography                                 | 0.0                             |                                     |
| Postage And Delivery                        | 0.0                             |                                     |
| Document shredding and Destruction Services | 0.0                             |                                     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Disproportionate Share Payments</b>         |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Disproportionate Share Payments</b>         |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 83,704.7          | 99,335.0              |
| <b>Expenditure Category Total</b>                          | <b>83,704.7</b>   | <b>99,335.0</b>       |
| <hr/>  |                   |                       |
| <b>Non-Appropriated</b>                                    |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                      | 83,704.7          | 99,335.0              |
| <b>Fund Source Total</b>                                   | <b>83,704.7</b>   | <b>99,335.0</b>       |





**PAYMENTS TO HOSPITALS**

FISCAL YEAR 2020

**GRADUATE MEDICAL EDUCATION**

BUDGET JUSTIFICATION

**GRADUATE MEDICAL EDUCATION**

**PROGRAM DESCRIPTION/BACKGROUND:**

The purpose of the Graduate Medical Education (GME) program is to provide teaching hospitals, which have graduate medical education programs, with the additional funding needed in order to compensate for the high operating costs associated with the program. One of the major contributing factors to the increases in healthcare cost in recent years has been related to the shortage of qualified medical professionals in the state, particularly in rural areas. It is imperative to have a large pool of physicians and medical professionals in order to provide Arizonans with quality healthcare services.

Laws 2006, Chapter 331, Section 8 amended ARS §36-2903.01, Subsection H.9 by adding Subsections H.9 (b), (c), (d) and (e). Subsection (b) requires, beginning July 1, 2006, AHCCCS to expand the GME program to support the direct costs associated with new or expansion programs. Prior to this expansion, GME payments were made only to the hospitals which had GME programs approved by AHCCCS on or before October 1, 1999.

Laws 2007, Chapter 263, Section 9 further amended ARS §36-2903.01, Subsection H.9 by adding Subsection (c), which requires AHCCCS to reimburse additional indirect GME costs for programs that are located in a county with less than 500,000 residents. It also added Subsection (f), which contains an optional provision that allows local, county and tribal governments to provide the non-federal monies for GME in a specific locality or at a specific hospital in order to qualify for additional matching federal monies.

**GENERAL FUND APPROPRIATED GME PAYMENTS:**

As a result of budget reductions made during the Great Recession, no General Fund GME expenditures have been made since FY 2009. In FY2010, AHCCCS was originally appropriated \$14,470,700 General Fund for direct and indirect GME payments. However, that appropriation was eliminated prior to any payments being made.

**LOCALLY FUNDED GME PAYMENTS:**

A.R.S. § 36-2903.01(H)(9)(f) states that local, county and tribal governments (“local governments”) may provide monies in addition to any state general fund monies appropriated for graduate medical education in order to qualify for additional matching federal monies. Section 10201(c)(6) of the Affordable Care Act (ACA) clarified that voluntary contributions by political subdivisions do not violate the political subdivision maintenance of effort provisions of the American Recovery and Reinvestment Act of 2009 or the ACA maintenance of effort provisions.

Since FY 2009, all GME payments have been made with the state match completely funded by voluntary local contributions.



**PAYMENTS TO HOSPITALS**

FISCAL YEAR 2020

**GRADUATE MEDICAL EDUCATION**

BUDGET JUSTIFICATION

In FY 2018, fourteen hospitals received GME payments totaling \$272,269,500 TF (\$84,195,900 State Match). These payments were a combination of GME Year 2016 and GME Year 2017 payments. The state has a two year window to claim GME payments. Payments for St. Joseph's Hospital and Phoenix Children's Hospital were for GME Year 2016; all the other payments were for GME Year 2017.

The FY19 rebase includes the GME Year 2018 spending plan plus the remaining GME Year 2017 payments, for a projected total of \$375,773,400 Total Fund (\$114,222,300 State Match) with 17 total hospitals that have expressed interest in participating. The final amounts will depend on how much state match the local government partners are willing to contribute. All GME payments and the associated intergovernmental agreements must be reviewed and approved by the Centers for Medicare and Medicaid Services prior to payment, which lengthens the process considerably.

CMS has indicated that the FMAP for GME payments shall be a blended FMAP associated with the GME Year, which is based on a State Fiscal Year. Since there is normally at least a one year lag in payments, the FY 2020 request is based on the blended FMAP for SFY 2019 of 69.83% (25% at the FFY 2018 FMAP of 69.89% and 75% at the FFY 2019 FMAP of 69.81%).

Voluntary GME payments were appropriated for the first time in SFY 2013. In SFY 2019, the appropriation is \$274,684,900 Total Fund (\$83,154,000 State Match). Current language in the feed bill allows AHCCCS to increase the appropriation for these voluntary supplemental hospital payments if the funding from political subdivisions is available and CMS approval is granted.

For the budget submittal, the FY 2020 request is based on the GME Year 2018 spending plan amount of \$293,607,800 Total Fund (\$88,581,500 State Match). AHCCCS and CMS are continuing to negotiate on the methodology for indirect GME. AHCCCS requests that the feed bill footnote language continue to be included for GME in FY 2020 to provide flexibility in the event more funding becomes available and CMS approves additional expenditures.

See the attached table for projected expenditures by hospital, fund, and GME year.

**STATUTORY AUTHORITY:**

A.R.S. § 36-2903.01, Subsection H, Paragraph 9

A.R.S. § 36-2903

42 CFR 413.86

42 CFR Parts 438 and 447

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
STATE FISCAL YEAR 2020 BUDGET  
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

|                       | FY2018<br><u>Actual</u> | FY2019<br><u>Approp</u> | FY2019<br><u>Rebase</u> | FY2020<br><u>Request</u> | FY2020<br><u>Increase</u> |
|-----------------------|-------------------------|-------------------------|-------------------------|--------------------------|---------------------------|
| State and Local Match | 84,195,949              | 83,154,000              | 114,222,300             | 88,581,500               | 5,427,500                 |
| Federal Funds         | 188,073,527             | 191,530,900             | 261,551,100             | 205,026,300              | 13,495,400                |
| Total GME             | <u>272,269,476</u>      | <u>274,684,900</u>      | <u>375,773,400</u>      | <u>293,607,800</u>       | <u>18,922,900</u>         |
| Effective FMAP        | 69.08%                  | 69.73%                  | 69.60%                  | 69.83%                   |                           |

Notes:

- 1) The FY 2018 Actual payments include payments associated with GME years 2016 and 2017.
- 2) The FY 2019 Rebase includes the remainder of the 2017 GME plan and the 2018 GME plan.
- 3) The FY 2020 Request is based on the 2018 GME plan.
- 4) Actual GME amounts for FY 2019 and FY 2020 will vary depending on local funding availability and CMS approval.
- 5) GME is paid based on a blended FMAP for the SFY of the GME year. For example, the FY 2020 amount will be based on the blended SFY 2019 FMAP.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

|                                      | FY18<br>Actual     | FY19<br>Rebase     | FY20<br>Request    |
|--------------------------------------|--------------------|--------------------|--------------------|
| Abrazo Central                       | 3,128,837          | 2,901,305          | 2,901,305          |
| Banner Health - Good Sam             |                    |                    |                    |
| Banner Health - Boswell              |                    |                    |                    |
| Banner Health - Del Webb             |                    |                    |                    |
| Banner Health - UMC Phoenix          | 42,027,432         | 43,796,188         | 43,796,188         |
| Banner Health - UMC South            | 20,023,062         | 18,431,794         | 18,431,794         |
| Banner Health - UMC Tucson           | 63,503,119         | 64,999,201         | 64,999,201         |
| John C. Lincoln North                | 1,225,004          | 1,474,938          | 1,474,938          |
| Canyon Vista MC                      |                    | 2,480,750          | 2,480,750          |
| Kingman Regional Medical Center      | 3,130,734          | 3,261,875          | 3,261,875          |
| Maricopa Medical Center              | 55,569,791         | 56,966,637         | 56,966,637         |
| Mayo Hospital                        |                    | 15,512,970         | -                  |
| Mountain Vista MC                    | 5,649,760          | 6,767,313          | 6,767,313          |
| Phoenix Baptist                      |                    |                    |                    |
| Phoenix Children's Hospital          | 29,192,010         | 69,060,330         | 38,227,527         |
| Scottsdale Healthcare - Osborn       | 2,903,176          | 2,784,527          | 2,784,527          |
| Scottsdale Healthcare - Shea         | 788,520            | 848,025            | 848,025            |
| Scottsdale Healthcare - Thompson     | 670,451            | 1,493,309          | 1,493,309          |
| Sierra Vista Regional                |                    |                    |                    |
| St. Joseph's Hospital & Medical Ctr. | 35,045,240         | 74,701,980         | 38,882,126         |
| Tucson Medical Center                | 6,722,819          | 7,624,058          | 7,624,058          |
| UA Med Center - Univ. Campus         |                    |                    |                    |
| US Med Center - South Campus         |                    |                    |                    |
| Verde Valley MC                      |                    |                    |                    |
| Yuma Regional Medical Center         | 2,689,521          | 2,668,203          | 2,668,203          |
|                                      | <u>272,269,476</u> | <u>375,773,402</u> | <u>293,607,775</u> |
| <br>                                 |                    |                    |                    |
| Federal                              | 188,073,527        | 261,551,109        | 205,026,309        |
| State                                | 84,195,949         | 114,222,293        | 88,581,466         |
|                                      | <u>272,269,476</u> | <u>375,773,402</u> | <u>293,607,775</u> |
| <br>                                 |                    |                    |                    |
| GME Year 2016                        | 64,237,250         | -                  | -                  |
| GME Year 2017                        | 208,032,227        | 82,165,627         | -                  |
| GME Year 2018                        | -                  | 293,607,775        | -                  |
| GME Year 2019                        | -                  | -                  | 293,607,775        |
|                                      | <u>272,269,476</u> | <u>375,773,402</u> | <u>293,607,775</u> |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                  |                 |                  |
|--|---|------------------|-----------------|------------------|
|  | FY 2018                                     | FY 2019          | FY 2020         | FY 2020          |
|  | Actual                                      | Expd. Plan       | Fund. Issue     | Total Request    |
| <b>Program:</b> SLI Graduate Medical Education |   |                  |                 |                  |
| <b>Fund:</b> 2120-N AHCCCS Fund                |   |                  |                 |                  |
| <b>Non-Appropriated</b>                        |   |                  |                 |                  |
| 0000 FTE                                       | 0.0   | 0.0              | 0.0             | 0.0              |
| 6000 Personal Services                         | 0.0   | 0.0              | 0.0             | 0.0              |
| 6100 Employee Related Expenses                 | 0.0   | 0.0              | 0.0             | 0.0              |
| 6200 Professional and Outside Services         | 0.0   | 0.0              | 0.0             | 0.0              |
| 6500 Travel In-State                           | 0.0   | 0.0              | 0.0             | 0.0              |
| 6600 Travel Out of State                       | 0.0   | 0.0              | 0.0             | 0.0              |
| 6700 Food                                      | 0.0   | 0.0              | 0.0             | 0.0              |
| 6800 Aid to Organizations and Individuals      | 188,073.5                                   | 191,530.9        | 13,495.4        | 205,026.3        |
| 7000 Other Operating Expenses                  | 0.0   | 0.0              | 0.0             | 0.0              |
| 8000 Equipment                                 | 0.0   | 0.0              | 0.0             | 0.0              |
| 8100 Capital Outlay                            | 0.0   | 0.0              | 0.0             | 0.0              |
| 8600 Debt Service                              | 0.0   | 0.0              | 0.0             | 0.0              |
| 9000 Cost Allocation                           | 0.0   | 0.0              | 0.0             | 0.0              |
| 9100 Transfers                                 | 0.0   | 0.0              | 0.0             | 0.0              |
| <b>Non-Appropriated Total:</b>                 | <b>188,073.5</b>                            | <b>191,530.9</b> | <b>13,495.4</b> | <b>205,026.3</b> |
| <b>Fund Total:</b>                             | <b>188,073.5</b>                            | <b>191,530.9</b> | <b>13,495.4</b> | <b>205,026.3</b> |
| <b>Fund:</b> 2500-N IGA and ISA Fund           |   |                  |                 |                  |
| <b>Non-Appropriated</b>                        |   |                  |                 |                  |
| 0000 FTE                                       | 0.0   | 0.0              | 0.0             | 0.0              |
| 6000 Personal Services                         | 0.0   | 0.0              | 0.0             | 0.0              |
| 6100 Employee Related Expenses                 | 0.0   | 0.0              | 0.0             | 0.0              |
| 6200 Professional and Outside Services         | 0.0   | 0.0              | 0.0             | 0.0              |
| 6500 Travel In-State                           | 0.0   | 0.0              | 0.0             | 0.0              |
| 6600 Travel Out of State                       | 0.0   | 0.0              | 0.0             | 0.0              |
| 6700 Food                                      | 0.0   | 0.0              | 0.0             | 0.0              |
| 6800 Aid to Organizations and Individuals      | 84,195.9                                    | 83,154.0         | 5,427.5         | 88,581.5         |
| 7000 Other Operating Expenses                  | 0.0   | 0.0              | 0.0             | 0.0              |
| 8000 Equipment                                 | 0.0   | 0.0              | 0.0             | 0.0              |
| 8100 Capital Outlay                            | 0.0   | 0.0              | 0.0             | 0.0              |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Graduate Medical Education

|              |  |                  |           |           |          |           |           |
|--------------|--|------------------|-----------|-----------|----------|-----------|-----------|
| <b>Fund:</b> | 2500-N                                   | IGA and ISA Fund |           |           |          |           |           |
|              | <b>Non-Appropriated</b>                  |                  |           |           |          |           |           |
|              | 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       |
|              | <b>Non-Appropriated Total:</b>           |                  | 84,195.9  | 83,154.0  | 5,427.5  | 88,581.5  | 88,581.5  |
|              | <b>Fund Total:</b>                       |                  | 84,195.9  | 83,154.0  | 5,427.5  | 88,581.5  | 88,581.5  |
|              | <b>Program Total For Selected Funds:</b> |                  | 272,269.4 | 274,684.9 | 18,922.9 | 293,607.8 | 293,607.8 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Graduate Medical Education</b>              |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 272,269.4         | 274,684.9             |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Graduate Medical Education</b>              |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>          | <b>272,269.4</b>  | <b>274,684.9</b>      |
| <b>Non-Appropriated</b>                    |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)      | 188,073.5         | 191,530.9             |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 84,195.9          | 83,154.0              |
|  | <b>272,269.4</b>  | <b>274,684.9</b>      |
| <b>Fund Source Total</b>                   | <b>272,269.4</b>  | <b>274,684.9</b>      |

---

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Graduate Medical Education</b>              |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Graduate Medical Education</b>              |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Graduate Medical Education</b>              |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





**RURAL HOSPITALS APPROPRIATION  
CRITICAL ACCESS HOSPITALS**

FISCAL YEAR 2019  
BUDGET JUSTIFICATION

**CRITICAL ACCESS HOSPITALS**

**PROGRAM DESCRIPTION/BACKGROUND:**

U.S. Congress enacted the Balanced Budget Act of 1997 which established the Medicare Rural Hospital Flexibility (Flex) Program in an attempt to prevent further closures of rural hospitals due to financial insolvency. In Arizona, the Rural Health Office (RHO) at the University of Arizona is the recipient of the Flex Program funding, and has worked with all eligible hospitals to educate them about the Critical Access Hospital designation by Medicare and to help them obtain the designation.

To be designated as a critical access hospital, a facility must (1) be located in a rural area; (2) be located more than 35 miles from a hospital or another health care facility; or (3) be certified by the State as being a necessary provider of health care services to residents in the area. In addition, the facility must meet other requirements such as number of beds for Medicare patient services, average annual patient length of stay, 24 hour per day provision of emergency medical services, and referral tertiary hospital.

The Critical Access Hospitals (CAHs) Program in Arizona is designed to provide supplemental payments to in-state CAHs over and above regular AHCCCS reimbursement for their Medicaid patient services. Laws 2001, Chapter 385 included an appropriation for CAHs for the first time, and in November 2001, Wickenburg Regional Hospital became the first Arizona hospital to be successfully designated as a CAH by Medicare.

As of August 2017, there are ten Arizona hospitals that have acquired CAH designations by Medicare and are receiving CAH payments from AHCCCS. They include: Wickenburg Regional Hospital, Benson Hospital, Northern Cochise Community Hospital, Page Hospital, Little Colorado Medical Center, Copper Queen Hospital, Holy Cross Hospital, Cobre Valley Community Hospital, White Mountain Regional Medical Center, and La Paz Regional Hospital. An eleventh hospital, Cochise Regional Hospital (Southeast Arizona Medical Center), closed in July 2015; however, they were eligible for very small payments in SFY 2017.

Laws 2015, Chapter 14, Section 4 amended A.R.S. § 36-2903.01 by adding subsection U which allows voluntary political subdivisions, tribal governments, and universities the option of providing state matching funds in order to qualify for additional federal funding for the CAH program. To date, no entities have come forward to provide state matching funds.

**PAYMENT METHOD:**

DATE PREPARED

08/24/18



FISCAL YEAR 2019  
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION  
CRITICAL ACCESS HOSPITALS

During a given State Fiscal Year, CAH payments are made in two semi-annual payments using the current Federal Fiscal Year FMAP (prior to SFY 2010 CAH payments were made quarterly).

Supplemental payments shall be made based on each CAH designated hospital's percentage of total inpatient and outpatient Title XIX reimbursement paid (relative to other CAH designated hospitals) for the time period from July 1 through June 30 of each year.

AHCCCS allocates the amount available through legislative appropriation in the following manner:

- (1) Gather all adjudicated claims/encounters with dates of service from July 1 through June 30 of the prior year for each CAH designated hospital.
- (2) Sum the AHCCCS payments for inpatient and outpatient services for the year to establish a hospital-specific paid amount.
- (3) Total all AHCCCS payments for inpatient and outpatient services for the year to establish a total paid amount.
- (4) Divide the hospital paid amount by the total paid amount to establish the hospital's utilization percentage.
- (5) Divide the hospital's utilization percentage by the sum of all CAH hospital's utilization percentages for the month and multiply that figure by the monthly sum of the CAH hospital months divided by the annual sum of the CAH hospital months to establish the monthly relative utilization.
- (6) Multiply the monthly relative utilization by the annual CAH dollars to establish each hospital's monthly allocation.

Funding is distributed based on the number of CAH designated hospitals in each month and their Medicaid utilization. Because there may be a different number of CAH designated hospitals each month, the hospital-specific weightings and payments may fluctuate from month to month. The calculations are computed monthly and the distributions of the CAH dollars to the CAH designated hospitals are made twice a year.

**APPROPRIATION HISTORY:**

From the program's inception in FY 2003 through FY 2014, the annual appropriation was \$1,700,000. In FY 2015, the appropriation was increased to \$10,491,900. In FY 2019, the appropriation was increased to \$16,454,300.



FISCAL YEAR 2019  
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION  
CRITICAL ACCESS HOSPITALS

**EXPENDITURE BY HOSPITAL HISTORY:**

| Hospital Name                          | SFY 2009         | SFY 2010         | SFY 2011         | SFY 2012         | SFY 2013         | SFY 2014         | SFY 2015          | SFY 2016          | SFY 2017          | SFY 2018          |
|--|------------------|------------------|------------------|------------------|------------------|------------------|-------------------|-------------------|-------------------|-------------------|
| Wickenburg Regional Hospital           | 75,210           | 57,683           | 50,099           | 40,856           | 41,260           | 42,972           | 287,907           | 275,611           | 342,792           | 365,929           |
| Benson Hospital                        | 85,257           | 73,806           | 79,612           | 70,207           | 67,361           | 56,240           | 436,363           | 450,234           | 506,177           | 517,878           |
| Northern Cochise Community             | 114,501          | 88,271           | 90,437           | 89,390           | 77,894           | 86,644           | 484,786           | 461,062           | 419,254           | 428,579           |
| Cochise Regional Hospital (SAMC)       | 178,576          | 191,053          | 191,053          | 149,856          | 107,754          | 89,930           | 430,515           | 553,589           | 3,146             |                   |
| Page Hospital                          | 159,656          | 187,659          | 207,851          | 192,344          | 185,867          | 179,892          | 1,108,965         | 1,058,373         | 1,222,099         | 1,080,877         |
| Sage Memorial Hospital                 | 104,424          | 114,332          |                  |                  |                  |                  |                   |                   |                   |                   |
| Little Colorado Medical Center         | 236,509          | 263,216          | 276,649          | 276,835          | 279,923          | 264,264          | 1,718,660         | 1,633,205         | 1,749,299         | 1,704,776         |
| Copper Queen Hospital                  | 137,563          | 106,323          | 115,876          | 146,919          | 193,712          | 115,530          | 842,438           | 835,802           | 1,102,644         | 1,244,192         |
| Holy Cross Hospital                    | 296,659          | 303,043          | 332,572          | 312,562          | 335,194          | 389,935          | 2,327,397         | 2,429,978         | 2,128,234         | 2,176,431         |
| Cobre Valley Community Hospital        | 243,086          | 259,044          | 283,479          | 327,912          | 353,535          | 365,059          | 2,050,000         | 1,831,541         | 2,044,046         | 2,012,083         |
| White Mountain Regional Medical Center | 68,559           | 55,569           | 72,372           | 67,375           | 57,501           | 51,145           | 315,963           | 278,194           | 285,399           | 271,444           |
| Florence Community Healthcare          |                  |                  |                  | 25,744           |                  |                  |                   |                   |                   |                   |
| La Paz Regional Hospital               |                  |                  |                  |                  |                  | 58,391           | 488,905           | 684,311           | 688,808           | 689,711           |
| <b>Total</b>                           | <b>1,700,000</b> | <b>1,700,000</b> | <b>1,700,000</b> | <b>1,700,000</b> | <b>1,700,000</b> | <b>1,700,000</b> | <b>10,491,899</b> | <b>10,491,900</b> | <b>10,491,900</b> | <b>10,491,900</b> |

**Notes:**

- 1) Winslow Memorial Hospital changed its name to Little Colorado Medical Center on 8/7/07.
- 2) Southeast Arizona Medical Center changed its name to Cochise Regional Hospital in 2014. They closed in July 2015; however, as they were open for one month in SFY 2016, they were eligible for a small payment in SFY 2017.
- 3) Sage Memorial Hospital gave up CAH designation after FY10 in order to qualify as an IHS Public Law 93-638 facility and be eligible to receive the IHS all-inclusive rate for medical services provided.
- 4) Critical Access Hospital payments are made twice per year in equal installments.

**STATUTORY AUTHORITY:**

42 CFR 485, Subpart F  
A.R.S. § 36-2903.01(U) – Laws 2015, Chapter 14, Section 4  
Arizona Section 1115 Research and Demonstration Waivers (CNOM #8) (December 15, 2014 Amendment)



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
STATE FISCAL YEAR 2020 BUDGET  
CRITICAL ACCESS HOSPITAL PROGRAM**

|               | FY2018<br>Actual | FY2019<br>Appropriation | FY2019<br>Rebase | FY2020<br>Request | FY2020<br>Increase/(Decrease) |
|---------------|------------------|-------------------------|------------------|-------------------|-------------------------------|
| General Funds | 3,159,111        | 4,969,500               | 4,967,600        | 5,021,800         | 52,300                        |
| Federal Funds | 7,332,789        | 11,484,800              | 11,486,700       | 11,432,500        | (52,300)                      |
| Total Funds   | 10,491,900       | 16,454,300              | 16,454,300       | 16,454,300        | -                             |
| FMAP          | 69.89%           | 69.80%                  | 69.81%           | 69.48%            |                               |

Notes:

- 1) Critical Access Hospital payments are made twice per year.
- 2) FY2019 FMAP of 69.81% is assumed to decrease to 69.48% in FY2020.
- 3) FY2018 actual may not tie to AFIS actual due to timing of fund source adjustments.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                |             |                |
|---|---|----------------|-------------|----------------|
|   | FY 2018                                     | FY 2019        | FY 2020     | FY 2020        |
|   | Actual                                      | Expd. Plan     | Fund. Issue | Total Request  |
| <b>Program:</b> Critical Access Hospitals |   |                |             |                |
| <b>Fund:</b> 1000-A General Fund          |   |                |             |                |
| <b>Appropriated</b>                       |   |                |             |                |
| 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 | 3,159.1                                     | 4,969.5        | 52.3        | 5,021.8        |
| 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            |
| <b>Appropriated Total:</b>                | <b>3,159.1</b>                              | <b>4,969.5</b> | <b>52.3</b> | <b>5,021.8</b> |
| <b>Fund Total:</b>                        | <b>3,159.1</b>                              | <b>4,969.5</b> | <b>52.3</b> | <b>5,021.8</b> |
| <b>Fund:</b> 2120-N AHCCCS Fund           |   |                |             |                |
| <b>Non-Appropriated</b>                   |   |                |             |                |
| 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 | 7,332.8                                     | 11,484.8       | (52.3)      | 11,432.5       |
| 7000 Other Operating Expenses             | 0.0   | 0.0            | 0.0         | 0.0            |
| 8000 Equipment                            | 0.0   | 0.0            | 0.0         | 0.0            |
| 8100 Capital Outlay                       | 0.0   | 0.0            | 0.0         | 0.0            |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Critical Access Hospitals |   |            |             |               |
| <b>Fund:</b> 2120-N AHCCCS Fund           |   |            |             |               |
| <b>Non-Appropriated</b>                   |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>            | 7,332.8                                     | 11,484.8   | (52.3)      | 11,432.5      |
| <b>Fund Total:</b>                        | 7,332.8                                     | 11,484.8   | (52.3)      | 11,432.5      |
| <b>Program Total For Selected Funds:</b>  | 10,491.9                                    | 16,454.3   | 0.0         | 16,454.3      |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Critical Access Hospitals</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 10,491.9          | 16,454.3              |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>  | <b>Critical Access Hospitals</b>                   |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>10,491.9</b>                                    | <b>16,454.3</b>               |
| <b>Appropriated</b>                                      |  |                               |
| 1000-A General Fund (Appropriated)                       | 3,159.1  | 4,969.5                       |
|  | <b>3,159.1</b>                                     | <b>4,969.5</b>                |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 7,332.8  | 11,484.8                      |
|  | <b>7,332.8</b>                                     | <b>11,484.8</b>               |
| <b>Fund Source Total</b>                                 | <b>10,491.9</b>                                    | <b>16,454.3</b>               |
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Critical Access Hospitals</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Critical Access Hospitals</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Critical Access Hospitals</b>                   |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION  
RURAL HOSPITAL REIMBURSEMENT

**RURAL HOSPITAL REIMBURSEMENT**

**PROGRAM DESCRIPTION/BACKGROUND:**

Rural hospitals are a critical element of the AHCCCS provider network. In many areas of the state there is only one hospital available. As the AHCCCS population has expanded, Medicaid has become a primary payer in some of these areas. Due to smaller patient populations compared to urban hospitals along with competition for physicians, nurses, and other medical personnel, rural hospitals are required to spread costs over a smaller revenue base.

Pursuant to Laws 2001, Chapter 344, Section 109, AHCCCS and the Arizona Hospital Association conducted an inpatient hospital reimbursement study. One of the major findings from that study was that AHCCCS "payments overall cover 94% of hospitals' costs for serving AHCCCS members." However, there were some significant variances in the payments by peer groups, and AHCCCS reimbursed just 57% of the costs for hospitals with fewer than 75 beds. The workgroup concluded that "small rural hospitals face unique fiscal challenges that need to be addressed either through the AHCCCS tier rates, outside the rates but funded through AHCCCS, or outside AHCCCS altogether."

A.R.S. §36-2905.02 authorizes AHCCCS to distribute supplemental payments for inpatient hospital services provided by qualifying rural hospitals based on utilization or adjusted tier rates. To qualify for this supplemental payment, the facility must be either (1) an acute care hospital that is not an Indian Health Services (IHS) hospital or a tribally owned and operated facility with 100 or fewer beds and located in a county with a population of less than 500,000; or (2) licensed as a critical access hospital.

This supplemental payment would be in addition to the payments made by AHCCCS or the health plans and would not be tied to the requirements for Critical Access Hospital (CAH) designation. The Centers for Medicare and Medicaid Services (CMS) did not approve the proposed methodology of making supplemental hospital payments directly to the rural hospitals, therefore, the payments are made via capitation to the AHCCCS Health Plans which then reimburse the hospitals. This one-time payment is made towards the end of the fiscal year, therefore the federal fiscal year FMAP rate is used to calculate the requested amount of General Fund.

**STATUTORY AUTHORITY:**

A.R.S. § 36-2905.02

**APPROPRIATION:**

Since inception in SFY 2006, the Rural Hospital Reimbursement total fund appropriation has been \$12,158,100.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION  
RURAL HOSPITAL REIMBURSEMENT

ACTUAL PAYMENTS TO RURAL HOSPITALS:

| Hospital                                 | FY 10               | FY 11               | FY 12               | FY 13               | FY 14               | FY 15               | FY 16               | FY 17               | FY 18               |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Arizona Regional - Apache Junction       |                     |                     | 314,730             | 263,696             |                     |                     |                     |                     |                     |
| Banner Goldfield                         |                     |                     |                     |                     | 151,039             | 149,135             | 183,879             | 212,011             | 127,443             |
| Banner Ironwood                          |                     |                     | 507,278             | 1,030,983           | 1,034,012           | 1,153,452           | 1,048,949           | 1,029,870           | 994,214             |
| Benson Hospital                          | 41,446              | 40,293              | 34,122              | 33,187              | 39,957              | 44,550              | 31,711              | 29,273              | 21,618              |
| Carondelet Holy Cross Hospital           | 463,114             | 412,572             | 430,066             | 600,438             | 642,692             | 508,722             | 462,631             | 401,430             | 476,610             |
| Cobre Valley Community Hospital          | 471,290             | 405,787             | 519,808             | 652,241             | 785,577             | 728,215             | 574,973             | 577,878             | 598,216             |
| Copper Queen Community Hospital          | 48,009              | 52,910              | 72,445              | 53,462              | 51,178              | 51,575              | 44,047              | 28,811              | 14,504              |
| Hualapai Mountain Medicare Center        |                     | 326,097             |                     |                     |                     |                     |                     |                     |                     |
| Florence Community/Hospital at Anthem    |                     |                     | 44,759              | 14,571              | 157,390             | 98,494              | 108,122             | 535,552             | 367,569             |
| La Paz Regional Medical Center           | 136,846             | 120,001             | 114,157             | 112,361             | 94,953              | 93,612              | 118,343             | 98,587              | 107,164             |
| Mt. Graham Regional Medical Center       | 877,182             | 974,672             | 873,737             | 738,565             | 598,766             | 675,011             | 635,126             | 550,551             | 487,930             |
| Navapache/Summit Regional Medical Center | 1,671,471           | 1,561,724           | 1,353,941           | 1,346,560           | 1,698,067           | 1,448,795           | 1,643,319           | 1,874,266           | 1,804,113           |
| Northern Cochise Community               | 64,296              | 105,409             | 61,539              | 39,189              | 60,428              | 61,655              | 48,649              | 44,317              | 40,668              |
| Page Hospital                            | 262,838             | 243,871             | 219,323             | 292,992             | 306,840             | 279,519             | 233,119             | 215,552             | 232,396             |
| Banner Payson Regional Medical Center    | 1,465,856           | 1,481,298           | 1,406,441           | 1,126,795           | 798,687             | 888,213             | 773,347             | 595,303             | 534,460             |
| Sage Memorial Hospital                   | 94,829              |                     |                     |                     |                     |                     |                     |                     |                     |
| Canyon Vista Medical Center              | 1,570,088           | 1,501,424           | 1,211,851           | 1,093,349           | 1,036,010           | 1,271,256           | 1,385,935           | 1,575,202           | 1,713,314           |
| Cochise Regional Hospital                | 127,273             | 140,476             | 94,868              | 76,346              | 62,732              | 36,604              | 38,214              | 1,998               |                     |
| Valley View Medical Center               | 1,223,218           | 1,238,810           | 1,124,204           | 1,104,582           | 970,529             | 866,364             | 620,551             | 758,289             | 664,543             |
| Verde Valley Medical Center              | 2,374,312           | 2,205,086           | 1,756,260           | 1,405,018           | 1,435,474           | 1,638,441           | 1,769,752           | 1,545,557           | 1,678,615           |
| White Mountain Regional Medical Center   | 76,179              | 63,986              | 66,664              | 44,840              | 46,745              | 33,041              | 26,348              | 10,262              | 20,661              |
| Wickenburg Regional Health Center        | 27,954              | 42,065              | 21,309              | 17,445              | 12,303              | 14,496              | 22,707              | 24,590              | 23,106              |
| Little Colorado Medical Center           | 671,917             | 643,087             | 615,622             | 675,986             | 704,022             | 756,462             | 693,410             | 645,425             | 764,637             |
| Yuma Regional Medical Center East        | 489,985             | 598,532             | 1,314,978           | 1,435,494           | 1,470,700           | 1,360,488           | 1,694,970           | 1,403,375           | 1,486,320           |
| <b>Total</b>                             | <b>\$12,158,100</b> |

Notes:

- 1) Winslow Memorial Hospital changed its name to Little Colorado Medical Center in August 2007
- 2) Southeast Arizona Medical Center changed its name to Cochise Regional Hospital in 2014 and closed in July 2015. They remained eligible for a small Rural Hospital payment in SFY 2017.
- 3) Sierra Vista Regional Health Center changed its name to Canyon Vista Medical Center in April 2015

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
STATE FISCAL YEAR 2020 BUDGET  
RURAL HOSPITAL REIMBURSEMENT PROGRAM**

|               | FY2018<br>Actual | FY2019<br>Appropriation | FY2019<br>Rebase | FY2020<br>Request | FY2020<br>Increase/(Decrease) |
|---------------|------------------|-------------------------|------------------|-------------------|-------------------------------|
| General Funds | 3,660,799        | 3,668,500               | 3,670,500        | 3,710,700         | 42,200                        |
| Federal Funds | 8,497,285        | 8,489,600               | 8,487,600        | 8,447,400         | (42,200)                      |
| Total Funds   | 12,158,084       | 12,158,100              | 12,158,100       | 12,158,100        | -                             |
| FMAP          | 69.89%           | 69.83%                  | 69.81%           | 69.48%            |                               |

Notes:

- 1) Rural Hospital payments are made once per year.
- 2) FY2019 FMAP of 69.81% is assumed to decrease to 69.48% in FY2020.
- 3) FY2018 actual may not tie to AFIS actual due to timing of fund source adjustments.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                |             |                |
|--|---|----------------|-------------|----------------|
|  | FY 2018                                     | FY 2019        | FY 2020     | FY 2020        |
|  | Actual                                      | Expd. Plan     | Fund. Issue | Total Request  |
| <b>Program:</b> SLI Rural Hospital Reimbursement |   |                |             |                |
| <b>Fund:</b> 1000-A General Fund                 |   |                |             |                |
| <b>Appropriated</b>                              |   |                |             |                |
| 0000 FTE   | 0.0   | 0.0            | 0.0         | 0.0            |
| 6000 Personal Services                           | 0.0   | 0.0            | 0.0         | 0.0            |
| 6100 Employee Related Expenses                   | 0.0   | 0.0            | 0.0         | 0.0            |
| 6200 Professional and Outside Services           | 0.0   | 0.0            | 0.0         | 0.0            |
| 6500 Travel In-State                             | 0.0   | 0.0            | 0.0         | 0.0            |
| 6600 Travel Out of State                         | 0.0   | 0.0            | 0.0         | 0.0            |
| 6700 Food  | 0.0   | 0.0            | 0.0         | 0.0            |
| 6800 Aid to Organizations and Individuals        | 3,660.8                                     | 3,668.5        | 42.2        | 3,710.7        |
| 7000 Other Operating Expenses                    | 0.0   | 0.0            | 0.0         | 0.0            |
| 8000 Equipment                                   | 0.0   | 0.0            | 0.0         | 0.0            |
| 8100 Capital Outlay                              | 0.0   | 0.0            | 0.0         | 0.0            |
| 8600 Debt Service                                | 0.0   | 0.0            | 0.0         | 0.0            |
| 9000 Cost Allocation                             | 0.0   | 0.0            | 0.0         | 0.0            |
| 9100 Transfers                                   | 0.0   | 0.0            | 0.0         | 0.0            |
| <b>Appropriated Total:</b>                       | <b>3,660.8</b>                              | <b>3,668.5</b> | <b>42.2</b> | <b>3,710.7</b> |
| <b>Fund Total:</b>                               | <b>3,660.8</b>                              | <b>3,668.5</b> | <b>42.2</b> | <b>3,710.7</b> |
| <b>Fund:</b> 2120-N AHCCCS Fund                  |   |                |             |                |
| <b>Non-Appropriated</b>                          |   |                |             |                |
| 0000 FTE   | 0.0   | 0.0            | 0.0         | 0.0            |
| 6000 Personal Services                           | 0.0   | 0.0            | 0.0         | 0.0            |
| 6100 Employee Related Expenses                   | 0.0   | 0.0            | 0.0         | 0.0            |
| 6200 Professional and Outside Services           | 0.0   | 0.0            | 0.0         | 0.0            |
| 6500 Travel In-State                             | 0.0   | 0.0            | 0.0         | 0.0            |
| 6600 Travel Out of State                         | 0.0   | 0.0            | 0.0         | 0.0            |
| 6700 Food  | 0.0   | 0.0            | 0.0         | 0.0            |
| 6800 Aid to Organizations and Individuals        | 8,497.3                                     | 8,489.6        | (42.2)      | 8,447.4        |
| 7000 Other Operating Expenses                    | 0.0   | 0.0            | 0.0         | 0.0            |
| 8000 Equipment                                   | 0.0   | 0.0            | 0.0         | 0.0            |
| 8100 Capital Outlay                              | 0.0   | 0.0            | 0.0         | 0.0            |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Rural Hospital Reimbursement

|              |                         |  |          |          |                |
|--------------|-------------------------|--|----------|----------|----------------|
| <b>Fund:</b> | 2120-N                  | AHCCCS Fund                              |          |          |                |
|              | <b>Non-Appropriated</b> |  |          |          |                |
|              | 8600                    | Debt Service                             | 0.0      | 0.0      | 0.0            |
|              | 9000                    | Cost Allocation                          | 0.0      | 0.0      | 0.0            |
|              | 9100                    | Transfers                                | 0.0      | 0.0      | 0.0            |
|              |                         | <b>Non-Appropriated Total:</b>           | 8,497.3  | 8,489.6  | (42.2) 8,447.4 |
|              |                         | <b>Fund Total:</b>                       | 8,497.3  | 8,489.6  | (42.2) 8,447.4 |
|              |                         | <b>Program Total For Selected Funds:</b> | 12,158.1 | 12,158.1 | 0.0 12,158.1   |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | SLI Rural Hospital Reimbursement            |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 12,158.1          | 12,158.1              |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>  | <b>SLI Rural Hospital Reimbursement</b>            |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>12,158.1</b>                                    | <b>12,158.1</b>               |
| <b>Appropriated</b>                                      |  |                               |
| 1000-A General Fund (Appropriated)                       | 3,660.8  | 3,668.5                       |
|  | <b>3,660.8</b>                                     | <b>3,668.5</b>                |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 8,497.3  | 8,489.6                       |
|  | <b>8,497.3</b>                                     | <b>8,489.6</b>                |
| <b>Fund Source Total</b>                                 | <b>12,158.1</b>                                    | <b>12,158.1</b>               |
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Rural Hospital Reimbursement</b>            |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Rural Hospital Reimbursement</b>            |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Rural Hospital Reimbursement</b>            |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS**  
**SAFETY NET CARE POOL**

**SAFETY NET CARE POOL**

**PROGRAM DESCRIPTION/BACKGROUND:**

Laws 2011, Chapter 234, Section 2 granted AHCCCS the authority to pursue a hospital funding pool using monies from political subdivisions to draw down federal matching dollars. The Safety Net Care Pool (SNCP) was open to all Arizona hospitals, including rural hospitals, safety net hospitals and hospitals receiving Disproportionate Share Hospital (DSH) payments. The nonfederal match must be provided by a political subdivision. This program gave local governments, like counties, cities or special healthcare districts, the ability to directly support hospital systems in their communities. The funding is distributed to participating hospitals to help defray the costs of uncompensated care provided to AHCCCS members and the uninsured.

On April 6, 2012, The Centers for Medicare and Medicaid Services (CMS) approved the original SNCP waiver (hereafter referred to as SNCP 1) that provided Arizona with the authority to claim \$332 million Total Fund per year for nine quarters. Originally, there were three participating hospitals/health networks associated with SNCP 1: Maricopa Integrated Health Systems, Phoenix Children’s Hospital and the University of Arizona Health Network. Southeast Arizona Medical Center, White Mountain Regional Medical Center, Copper Queen Hospital, Cobre Valley Regional Medical Center, La Paz Regional Hospital, Benson Hospital, and Northern Cochise Hospital were later added to the SNCP 1 participants.

On April 17, 2013, CMS approved Arizona’s 1115 Waiver amendment request that allowed AHCCCS to match provider assessment monies collected by the City of Phoenix for the purposes of a City of Phoenix Hospital SNCP pool (hereafter referred to as COP). This amendment provides Arizona with the authority to claim up to \$385 million Total Fund per year for a period of 5 quarters. The participating providers in the COP SNCP are: Banner Estrella Medical Center, Banner Good Samaritan Medical Center, John C Lincoln-Deer Valley Hospital, John C Lincoln North Mountain Hospital, Maryvale Hospital, Paradise Valley Hospital, Phoenix Baptist Hospital, Phoenix Children’s Hospital (note that with the approval of the City of Phoenix SNCP, Phoenix Children’s Hospital’s participation in the SNCP 1 pool was reduced, which made it possible for the other participants listed above to join), St. Joseph’s Hospital, and St. Luke’s Medical Center.

As a condition of approval of the SNCP 1, CMS required a portion of the funding provided by the political subdivisions to go toward some expanded coverage option. The SNCP 1 proposal used state match to reopen the KidsCare program which had been frozen since January 2010. This program, known as KidsCare II expired on January 31, 2014. The COP proposal expanded KidsCare II to cover additional children and also included a coverage option for parents whose children aged out of SOBRA and were not eligible for the childless adults program due to the existing freeze.

Laws 2013, 1st Special Session, Chapter 10, Section 15 authorizes SNCP for PCH (freestanding children’s hospitals) through December 31, 2017.



**PAYMENTS TO HOSPITALS**  
**SAFETY NET CARE POOL**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION

On December 26, 2013, CMS approved Arizona's 1115 Waiver amendment request that allows AHCCCS to continue SNCP funding for Phoenix Children's Hospital through December 31, 2014, with a maximum annual amount of \$137,000,000. On December 25, 2014, CMS approved Arizona's 1115 Waiver amendment request that allows AHCCCS to continue SNCP funding for Phoenix Children's Hospital through December 31, 2015, with a maximum annual amount of \$137,000,000. The current Waiver authorized SNCP funding for Phoenix Children's Hospital through December 31, 2017, with a maximum annual amounts of \$110,000,000 for Calendar Year 2016 and \$90,000,000 for Calendar Year 2017.

**ACTUAL EXPERIENCE**

Through FY 2017, a total of \$1,370,369,900 has been paid out to Arizona hospitals through the SNCP program.

**PROJECTED PAYMENTS**

The SNCP payment amounts will not be finalized until the hospitals submit cost data which will be run through the SCNP payment protocols as outlined in the Waiver – Attachment E. Like DSH payments, SNCP payments are subject to OBRA limits and subject to reconciliation with final hospital cost data. However, if the amount paid for SNCP exceeds the OBRA limit for the year, the hospital will be required to return the money. AHCCCS will then return the state match to the partner and the federal match to the federal government.

SNCP payments are matched at the FMAP in effect during the dates the services are provided, not the date the payment is made. No allotment was provided for SNCP in FY2019, and the program has been discontinued. No request is made for FY2020

**STATUTORY AUTHORITY:**

Laws 2011, Chapter 234, Section 2  
Laws 2013, 1st Special Session, Chapter 10, Section 15  
Arizona Section 1115 Medicaid Demonstration Waiver, Special Terms and Conditions #32 – Attachment E (1/18/17 Version)

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** SLI Safety Net Care Pool (SNCP)

|   | FY 2018         | FY 2019    | FY 2020     | FY 2020       |
|---|-----------------|------------|-------------|---------------|
|   | Actual          | Expd. Plan | Fund. Issue | Total Request |
| 6000 Personal Services                    | 0.0             | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0             | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0             | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0             | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0             | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0             | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 54,663.3        | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0             | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0             | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0             | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0             | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0             | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0             | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>54,663.3</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

**Fund Source**

**Non-Appropriated Funds**

|  |                 |            |            |            |
|--|-----------------|------------|------------|------------|
| 2120-N AHCCCS Fund (Non-Appropriated)      | 37,995.1        | 0.0        | 0.0        | 0.0        |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 16,668.2        | 0.0        | 0.0        | 0.0        |
| <b>Fund Source Total:</b>                  | <b>54,663.3</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI Safety Net Care Pool (SNCP) |   |            |             |               |
| <b>Fund:</b> 2120-N AHCCCS Fund                 |   |            |             |               |
| <b>Non-Appropriated</b>                         |   |            |             |               |
| 6000 Personal Services                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                        | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals       | 37,995.1                                    | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                             | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                  | <b>37,995.1</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                              | <b>37,995.1</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2500-N IGA and ISA Fund            |   |            |             |               |
| <b>Non-Appropriated</b>                         |   |            |             |               |
| 6000 Personal Services                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                        | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals       | 16,668.2                                    | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                             | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI Safety Net Care Pool (SNCP) |   |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund            |   |            |             |               |
| <b>Non-Appropriated</b>                         |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                  | 16,668.2                                    | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                              | 16,668.2                                    | 0.0        | 0.0         | 0.0           |
| <b>Program Total For Selected Funds:</b>        | 54,663.3                                    | 0.0        | 0.0         | 0.0           |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | SLI Safety Net Care Pool (SNCP)             |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 54,663.3          | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Safety Net Care Pool (SNCP)</b>             |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>          | <b>54,663.3</b>   | <b>0.0</b>            |
| <b>Non-Appropriated</b>                    |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)      | 37,995.1          | 0.0                   |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 16,668.2          | 0.0                   |
|  | <b>54,663.3</b>   | <b>0.0</b>            |
| <b>Fund Source Total</b>                   | <b>54,663.3</b>   | <b>0.0</b>            |

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|  |     |     |
|--|-----|-----|
| Other Operating Expenses                                 |     | 0.0 |
| Other Operating Expenditures Budg Approp                 | 0.0 |     |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |     |
| Risk Management Charges To State Agency                  | 0.0 |     |
| Risk Management Deductible - Indemnity                   | 0.0 |     |
| Risk Management Deductible - Legal                       | 0.0 |     |
| Risk Management Deductible - Medical                     | 0.0 |     |
| Risk Management Deductible - Other                       | 0.0 |     |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |     |
| Gross Proceeds Payments To Attorneys                     | 0.0 |     |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |     |
| Medical Malpractice - Self-Insured                       | 0.0 |     |
| Automobile Liability - Self Insured                      | 0.0 |     |
| General Property Damage - Self- Insured                  | 0.0 |     |
| Automobile Physical Damage-Self Insured                  | 0.0 |     |
| Liability Insurance Premiums                             | 0.0 |     |
| Property Insurance Premiums                              | 0.0 |     |
| Workers Compensation Benefit Payments                    | 0.0 |     |
| Self Insurance - Administrative Fees                     | 0.0 |     |
| Self Insurance - Premiums                                | 0.0 |     |
| Self Insurance - Claim Payments                          | 0.0 |     |
| Self Insurance - Pharmacy Claims                         | 0.0 |     |
| Premium Tax On Altcs                                     | 0.0 |     |
| Other Insurance-Related Charges                          | 0.0 |     |
| Internal Service Data Processing                         | 0.0 |     |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |     |
| External Programming-Mainframe/Legacy                    | 0.0 |     |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |     |
| External Data Entry                                      | 0.0 |     |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |     |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |     |
| Pmt for AFIS Development & Usage                         | 0.0 |     |
| Internal Service Telecommunications                      | 0.0 |     |
| External Telecom Long Distance-In-State                  | 0.0 |     |
| External Telecom Long Distance-Out-State                 | 0.0 |     |
| Other External Telecommunication Service                 | 0.0 |     |
| Electricity  | 0.0 |     |
| Sanitation Waste Disposal                                | 0.0 |     |
| Water  | 0.0 |     |
| Gas And Fuel Oil For Buildings                           | 0.0 |     |
| Other Utilities  | 0.0 |     |
| Building Rent Charges To State Agencies                  | 0.0 |     |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0 |     |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0 |     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Safety Net Care Pool (SNCP)</b>             |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Safety Net Care Pool (SNCP)</b>             |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Safety Net Care Pool (SNCP)</b>             |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





## **TARGETED INVESTMENTS PROGRAM**

### **PROGRAM DESCRIPTION/BACKGROUND**

#### Overview

AHCCCS is engaged in a number of initiatives to modernize and transform the health care delivery system in Arizona. Together, these projects are critical components of the agency's strategy to reach the following goals:

- Bending the cost curve while improving member's health outcomes.
- Pursuing continuous quality improvement.
- Reducing fragmentation in health care delivery to develop an integrated system of healthcare.
- Maintaining core organizational capacity, infrastructure, and workforce.

On January 18, 2017, the Centers for Medicare and Medicaid Services (CMS) approved Arizona's request to implement the Targeted Investments (TI) program, formerly known as the Delivery System Reform Incentive Payments (DSRIP) program, to support the state's ongoing efforts to integrate the health care delivery system for AHCCCS members. The project provides funding for focused, time-limited projects aimed at building necessary infrastructure to improve multi-agency, multi-provider care delivery for the following populations<sup>1, 2</sup>:

- 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.

<sup>1</sup> AHCCCS Targeted Investments Program Portal: <https://www.azahcccs.gov/PlansProviders/TargetedInvestments/>

<sup>2</sup> AHCCCS Targeted Investments Program FAQ: <https://www.azahcccs.gov/PlansProviders/Downloads/TI/FAQ.pdf>



### Implementation

The TI program will provide financial incentives to participating AHCCCS registered providers to develop clinical processes for integrated care. Specifically, participants will receive incentive payments for increasing physical and behavioral health care integration and coordination for individuals with behavioral health needs. The TI program aims to reduce fragmentation that commonly occurs between acute care and behavioral health care, increase efficiencies in service delivery for members with behavioral health needs and improve health outcomes for the affected populations.

Eligible participants include primary care providers, behavioral health providers, Integrated Clinics and acute and psychiatric hospitals contracted with AHCCCS managed care organizations (MCOs) to provide care to AHCCCS managed care members.

AHCCCS will direct payment of the financial incentives on an annual basis to participating eligible primary care, behavioral health and hospital providers based on requirements that vary over the five years of the TI program. For Year 1 (Year ending September 30, 2017) TI participants will receive payment following acceptance into the program. For the next two years of the TI program, participants are required to implement TI project “Core Components”, which are systems and resources that help to further integrate physical health and behavioral health services. Each Core Component has associated “Milestones”, which TI participants must meet to receive incentive payments. For the final two years, TI participating providers must meet quality performance metrics from an AHCCCS-defined clinical performance measure set to earn incentive payments

### Funding

CMS will provide federal Medicaid Title XIX funds to support TI program payments and state matching funds will be provided by Intergovernmental Transfers (IGTs) and Designated State Health Programs (DSHPs). Total program funding is \$300 million over five years.

IGTs are transfers of funds from political subdivisions, tribal governments, universities, or other designated public entities that are used to leverage federal Medicaid matching funds. DSHPs are a financing mechanism allowed by CMS for select waiver initiatives, including TI, wherein Arizona identifies state-only spending on qualifying health care programs, claims a certified public expenditure (CPE), and receives federal funds based on total computable expenditures. There are no changes required to the state-only expenditures and utilizing those programs as a DSHP source does not affect the level of spending for those programs. Expenditures of County Intergovernmental Agreement (IGA) funds for Services to Individuals with a Serious Mental Illness (SMI) have been identified for this purpose. Both funding from IGTs and DSHPs are deposited into the DSRIP Fund, which was created in FY 2017 and continuously appropriated for this purpose.<sup>3</sup>

<sup>3</sup> [Laws 2016, Chapter 122 \(HB2704\)](#)



Expenditures from the DSRIP Fund are matched with additional federal Medicaid dollars to support TI payments to providers (see Table A on the following page). CMS has approved a five year plan for time-limited, one-time strategic investments for each of the focus areas identified above. The expenditures are eligible to receive the regular FMAP and will be separately tracked by AHCCCS and reported to CMS. These additional funding amounts do not have a State General Fund impact, do not affect existing payments for services, and will not become a part of ongoing programmatic expenditures. CMS has also approved up to 5% of TI funding to be used for administrative purposes to implement the program. Managed care organization administrative activities and tax liabilities associated with the program will be funded from this allocation.

The payments approved by CMS for FFY 2017 through FFY 2021 will occur in SFY 2018 through SFY 2022. For example, the FFY 2017 amounts will be paid in SFY 2018 and the FFY 2018 amounts will be paid in SFY 2019. In future years, when quality metrics must be met, the payments may lag even further behind. CMS has indicated that the two year claiming window applies to these expenditures.

**Statutory Reference:**

Laws 2016, Chapter 122 (HB2704).

Table A. TI Payments to Providers

| Program Category      | FFY2017    | FFY2018    | FFY2019    | FFY2020    | FFY2021    | Total       |
|-----------------------|------------|------------|------------|------------|------------|-------------|
| Justice               | 760,000    | 2,660,000  | 3,420,000  | 2,660,000  | 1,900,000  | 11,400,000  |
| Adult                 | 10,070,000 | 35,245,000 | 45,315,000 | 35,245,000 | 25,175,000 | 151,050,000 |
| Children              | 8,170,000  | 28,595,000 | 36,765,000 | 28,595,000 | 20,425,000 | 122,550,000 |
| Administration (5%)   | 1,000,000  | 3,500,000  | 4,500,000  | 3,500,000  | 2,500,000  | 15,000,000  |
|                       | 20,000,000 | 70,000,000 | 90,000,000 | 70,000,000 | 50,000,000 | 300,000,000 |
| Fund Source:          |            |            |            |            |            |             |
|                       | FFY2017    | FFY2018    | FFY2019    | FFY2020    | FFY2021    | Total       |
| TI Expenditure        | 20,000,000 | 70,000,000 | 90,000,000 | 70,000,000 | 50,000,000 | 300,000,000 |
| Federal Share         | 13,655,600 | 48,226,900 | 61,937,600 | 47,954,200 | 34,253,000 | 206,027,300 |
| State Share           | 6,344,400  | 21,773,100 | 28,062,400 | 22,045,800 | 15,747,000 | 93,972,700  |
| FMAP                  | 69.24%     | 69.89%     | 69.81%     | 69.48%     | 69.48%     |             |
| FFP                   | 50.00%     | 50.00%     | 50.00%     | 50.00%     | 50.00%     |             |
| DSHP Total Computable | 6,274,400  | 21,137,600 | 27,306,100 | 21,654,900 | 15,467,800 | 91,840,800  |
| Federal Share         | 4,344,400  | 14,773,100 | 19,062,400 | 15,045,800 | 10,747,000 | 63,972,700  |
| IGT Contribution      | 2,000,000  | 7,000,000  | 9,000,000  | 7,000,000  | 5,000,000  | 30,000,000  |

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
STATE FISCAL YEAR 2020 BUDGET  
TARGETED INVESTMENTS PROGRAM**

|                    | FY2018 Actual     | FY2019<br>Approp  | FY2019<br>Estimate | FY2020<br>Request | FY2020<br>Increase/<br>(Decrease) |
|--------------------|-------------------|-------------------|--------------------|-------------------|-----------------------------------|
| DSRIP Fund         | 19,991,900        | 21,773,100        | 21,773,100         | 28,062,400        | 6,289,300                         |
| Federal Funds      | 19,991,900        | 48,226,900        | 48,226,900         | 61,937,600        | 13,710,700                        |
| <b>Total Funds</b> | <b>19,991,900</b> | <b>70,000,000</b> | <b>70,000,000</b>  | <b>90,000,000</b> | <b>20,000,000</b>                 |
| Effective FMAP     | -                 | 68.90%            | 68.90%             | 68.82%            |                                   |

Notes:

1. DSRIP Fund is non-appropriated and includes federal funds deposited as CPEs for DSHP and IGT funds.
2. Plan approved by CMS on January 18, 2017. FFY18 Amount will pay in SFY19. FFY19 Amount will pay in SFY20.
3. Funding includes both programmatic and administrative components.
4. In FY18 the federal share was transferred into the DSRIP fund for expenditures. In FY19 and FY20, the federal share is shown separately.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                      |                                      | Arizona Health Care Cost Containment System          |            |             |               |
|--|--------------------------------------|--|------------|-------------|---------------|
|  |                                      | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|  |                                      | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Targeted Investments Program |                                      |  |            |             |               |
| <b>Fund:</b>                                 | <b>2120-N</b>                        | <b>AHCCCS Fund</b>                                   |            |             |               |
| <b>Non-Appropriated</b>                      |                                      |  |            |             |               |
| 0000   | FTE                                  | 0.0  | 0.0        | 0.0         | 0.0           |
| 6000   | Personal Services                    | 0.0  | 0.0        | 0.0         | 0.0           |
| 6100   | Employee Related Expenses            | 0.0  | 0.0        | 0.0         | 0.0           |
| 6200   | Professional and Outside Services    | 0.0  | 0.0        | 0.0         | 0.0           |
| 6500   | Travel In-State                      | 0.0  | 0.0        | 0.0         | 0.0           |
| 6600   | Travel Out of State                  | 0.0  | 0.0        | 0.0         | 0.0           |
| 6700   | Food                                 | 0.0  | 0.0        | 0.0         | 0.0           |
| 6800   | Aid to Organizations and Individuals | 9,115.7  | 48,226.9   | 13,710.7    | 61,937.6      |
| 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           |
| <b>Non-Appropriated Total:</b>               |                                      | 9,115.7  | 48,226.9   | 13,710.7    | 61,937.6      |
| <b>Fund Total:</b>                           |                                      | 9,115.7  | 48,226.9   | 13,710.7    | 61,937.6      |
| <b>Fund:</b>                                 | <b>2130-N</b>                        | <b>Delivery System Reform Incentive Payment Fund</b> |            |             |               |
| <b>Non-Appropriated</b>                      |                                      |  |            |             |               |
| 0000   | FTE                                  | 0.0  | 0.0        | 0.0         | 0.0           |
| 6000   | Personal Services                    | 194.2  | 211.5      | 0.0         | 211.5         |
| 6100   | Employee Related Expenses            | 67.4   | 73.4       | 0.0         | 73.4          |
| 6200   | Professional and Outside Services    | 291.5  | 317.5      | 0.0         | 317.5         |
| 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 | 19,438.8   | 21,170.7   | 6,289.3     | 27,460.0      |
| 7000   | Other Operating Expenses             | 0.0  | 0.0        | 0.0         | 0.0           |
| 8000   | Equipment                            | 0.0  | 0.0        | 0.0         | 0.0           |
| 8100   | Capital Outlay                       | 0.0  | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                      | Arizona Health Care Cost Containment System          |            |             |               |
|--|--|------------|-------------|---------------|
|  | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|  | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Targeted Investments Program |  |            |             |               |
| <b>Fund:</b> 2130-N                          | <b>Delivery System Reform Incentive Payment Fund</b> |            |             |               |
| <b>Non-Appropriated</b>                      |  |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>               | 19,991.9   | 21,773.1   | 6,289.3     | 28,062.4      |
| <b>Fund Total:</b>                           | 19,991.9   | 21,773.1   | 6,289.3     | 28,062.4      |
| <b>Fund:</b> 4503-N                          | <b>IGAs for County BHS Fund</b>                      |            |             |               |
| <b>Non-Appropriated</b>                      |  |            |             |               |
| 6000 Personal Services                       | 0.0  | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses               | 0.0  | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services       | 0.0  | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                         | 0.0  | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                     | 0.0  | 0.0        | 0.0         | 0.0           |
| 6700 Food                                    | 0.0  | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals    | (9,115.7)  | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                | 0.0  | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                               | 0.0  | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                          | 0.0  | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                            | 0.0  | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                         | 0.0  | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                               | 9,115.7  | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>               | 0.0  | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                           | 0.0  | 0.0        | 0.0         | 0.0           |
| <b>Program Total For Selected Funds:</b>     |  |            |             | 90,000.0      |
|  |  |            |             | 20,000.0      |
|  |  |            |             | 70,000.0      |
|  |  |            |             | 29,107.6      |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Targeted Investments Program</b>                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| FTE  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Personal Services  | 194.2             | 211.5                 |
| Boards and Commissions   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>194.2</b>      | <b>211.5</b>          |
| <b>Non-Appropriated</b>  |                   |                       |
| 2130-N Delivery System Reform Incentive Payment Fund(Non-Appro | 194.2             | 211.5                 |
| <b>Fund Source Total</b>                                       | <b>194.2</b>      | <b>211.5</b>          |
| <hr/>  |                   |                       |
| Employee Related Expenses                                      | 67.4              | 73.4                  |
| <b>Expenditure Category Total</b>                              | <b>67.4</b>       | <b>73.4</b>           |
| <b>Non-Appropriated</b>  |                   |                       |
| 2130-N Delivery System Reform Incentive Payment Fund(Non-Appro | 67.4              | 73.4                  |
| <b>Fund Source Total</b>                                       | <b>67.4</b>       | <b>73.4</b>           |
| <hr/>  |                   |                       |
| Professional and Outside Services                              |                   | 317.5                 |
| External Prof/Outside Serv Budg And Appn                       | 0.0               |                       |
| External Investment Services                                   | 0.0               |                       |
| Other External Financial Services                              | 0.0               |                       |
| Attorney General Legal Services                                | 0.0               |                       |
| External Legal Services  | 0.0               |                       |
| External Engineer/Architect Cost - Exp                         | 0.0               |                       |
| External Engineer/Architect Cost- Cap                          | 0.0               |                       |
| Other Design   | 0.0               |                       |
| Temporary Agency Services                                      | 0.0               |                       |
| Hospital Services  | 0.0               |                       |
| Other Medical Services   | 0.0               |                       |
| Institutional Care   | 0.0               |                       |
| Education And Training   | 0.0               |                       |
| Vendor Travel  | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca      | 0.0               |                       |
| Vendor Travel - Non Reportable                                 | 0.0               |                       |
| External Telecom Consulting Services                           | 0.0               |                       |
| Costs related to those in custody of the State                 | 0.0               |                       |
| Non - Confidential Specialist Fees                             | 0.0               |                       |
| Confidential Specialist Fees                                   | 0.0               |                       |
| Outside Actuarial Costs  | 0.0               |                       |
| Other Professional And Outside Services                        | 291.5             |                       |
| <b>Expenditure Category Total</b>                              | <b>291.5</b>      | <b>317.5</b>          |
| <b>Non-Appropriated</b>  |                   |                       |
| 2130-N Delivery System Reform Incentive Payment Fund(Non-Appro | 291.5             | 317.5                 |
| <b>Fund Source Total</b>                                       | <b>291.5</b>      | <b>317.5</b>          |
| <hr/>  |                   |                       |
| Travel In-State  | 0.0               | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Targeted Investments Program</b>                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                              | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Travel Out of State  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                           | 19,438.8          | 69,397.6              |
| <b>Expenditure Category Total</b>                              | <b>19,438.8</b>   | <b>69,397.6</b>       |
| <b>Non-Appropriated</b>  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                          | 9,115.7           | 48,226.9              |
| 2130-N Delivery System Reform Incentive Payment Fund(Non-Appro | 19,438.8          | 21,170.7              |
| 4503-N IGAs for County BHS Fund (Non-Appropriated)             | (9,115.7)         | 0.0                   |
|  | <b>19,438.8</b>   | <b>69,397.6</b>       |
| <b>Fund Source Total</b>                                       | <b>19,438.8</b>   | <b>69,397.6</b>       |
| <hr/>  |                   |                       |
| Other Operating Expenses                                       |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                       | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati       | 0.0               |                       |
| Risk Management Charges To State Agency                        | 0.0               |                       |
| Risk Management Deductible - Indemnity                         | 0.0               |                       |
| Risk Management Deductible - Legal                             | 0.0               |                       |
| Risk Management Deductible - Medical                           | 0.0               |                       |
| Risk Management Deductible - Other                             | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                       | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                           | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                       | 0.0               |                       |
| Medical Malpractice - Self-Insured                             | 0.0               |                       |
| Automobile Liability - Self Insured                            | 0.0               |                       |
| General Property Damage - Self- Insured                        | 0.0               |                       |
| Automobile Physical Damage-Self Insured                        | 0.0               |                       |
| Liability Insurance Premiums                                   | 0.0               |                       |
| Property Insurance Premiums                                    | 0.0               |                       |
| Workers Compensation Benefit Payments                          | 0.0               |                       |
| Self Insurance - Administrative Fees                           | 0.0               |                       |
| Self Insurance - Premiums                                      | 0.0               |                       |
| Self Insurance - Claim Payments                                | 0.0               |                       |
| Self Insurance - Pharmacy Claims                               | 0.0               |                       |
| Premium Tax On Altcs   | 0.0               |                       |
| Other Insurance-Related Charges                                | 0.0               |                       |
| Internal Service Data Processing                               | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                             | 0.0               |                       |
| External Programming-Mainframe/Legacy                          | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                          | 0.0               |                       |
| External Data Entry  | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                       | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                        | 0.0               |                       |
| Pmt for AFIS Development & Usage                               | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Targeted Investments Program</b>                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 0.0               |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 0.0               |                       |
| Electricity                              | 0.0               |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 0.0               |                       |
| Gas And Fuel Oil For Buildings           | 0.0               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 0.0               |                       |
| Rental Of Computer Equipment             | 0.0               |                       |
| Rental Of Other Machinery And Equipment  | 0.0               |                       |
| Miscellaneous Rent                       | 0.0               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 0.0               |                       |
| Repair And Maintenance - Vehicles        | 0.0               |                       |
| Repair And Maint - Mainframe And Legacy  | 0.0               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 0.0               |                       |
| Other Repair And Maintenance             | 0.0               |                       |
| Software Support And Maintenance         | 0.0               |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 0.0               |                       |
| Computer Supplies                        | 0.0               |                       |
| Housekeeping Supplies                    | 0.0               |                       |
| Bedding And Bath Supplies                | 0.0               |                       |
| Drugs And Medicine Supplies              | 0.0               |                       |
| Medical Supplies                         | 0.0               |                       |
| Dental Supplies                          | 0.0               |                       |
| Automotive And Transportation Fuels      | 0.0               |                       |
| Automotive Lubricants And Supplies       | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build | 0.0               |                       |
| Repair And Maintenance Supplies-Building | 0.0               |                       |
| Other Operating Supplies                 | 0.0               |                       |
| Publications                             | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions   | 0.0               |                       |
| Lottery Prizes                           | 0.0               |                       |
| Lottery Distribution Costs               | 0.0               |                       |
| Material for Further Processing          | 0.0               |                       |
| Other Resale Supplies                    | 0.0               |                       |
| Loss On Sales Of Capital Assets          | 0.0               |                       |
| Loss on Sales of Investments             | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate  | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Targeted Investments Program</b>                |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Employee Tuition Reimb Under-Grad/Other                   | 0.0               |                       |
| Conference Registration-Attendance Fees                   | 0.0               |                       |
| Other Education And Training Costs                        | 0.0               |                       |
| Advertising   | 0.0               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing   | 0.0               |                       |
| External Printing   | 0.0               |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                      | 0.0               |                       |
| Document shredding and Destruction Services               | 0.0               |                       |
| Translation and Sign Language Services                    | 0.0               |                       |
| Distribution To State Universities                        | 0.0               |                       |
| Other Intrastate Distributions                            | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                       | 0.0               |                       |
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                     | 0.0               |                       |
| Costs For Digital Image Or Microfilm                      | 0.0               |                       |
| Revolving Fund Advances                                   | 0.0               |                       |
| Credit Card Fees Over Approved Limit                      | 0.0               |                       |
| Relief Bill Expenditures                                  | 0.0               |                       |
| Surplus Property Distr To State Agencies                  | 0.0               |                       |
| Security Services   | 0.0               |                       |
| Judgments - Damages                                       | 0.0               |                       |
| ICA Payments to Claimants Confidential                    | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0               |                       |
| Judgments - Non-Confidential Restitution                  | 0.0               |                       |
| Judgments - Punitive And Compensatory                     | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                    | 0.0               |                       |
| Payments To State Inmates                                 | 0.0               |                       |
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | 0.0               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Current Year Expenditures                                 |                   | 0.0                   |
| Capital Equipment Budget And Approp                       | 0.0               |                       |
| Vehicles Capital Purchase                                 | 0.0               |                       |
| Vehicles Capital Leases                                   | 0.0               |                       |
| Furniture Capital Purchase                                | 0.0               |                       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0               |                       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0               |                       |
| Furniture Capital Leases                                  | 0.0               |                       |
| Computer Equipment Capital Purchase                       | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Targeted Investments Program</b>                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Computer Equipment Capital Lease                           | 0.0               |                       |
| Telecommunication Equip-Capital Purchase                   | 0.0               |                       |
| Telecommunication Equip-Capital Lease                      | 0.0               |                       |
| Other Equipment Capital Purchase                           | 0.0               |                       |
| Other Equipment Capital Leases                             | 0.0               |                       |
| Purchased Or Licensed Software-Website                     | 0.0               |                       |
| Internally Generated Software-Website                      | 0.0               |                       |
| Development in Progress                                    | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Rights                    | 0.0               |                       |
| Oth Int Assets purchased, licensed or internally generate  | 0.0               |                       |
| Other intangible assets acquired by capital lease          | 0.0               |                       |
| Other Capital Asset Purchases                              | 0.0               |                       |
| Leasehold Improvement-Capital Purchase                     | 0.0               |                       |
| Other Capital Asset Leases                                 | 0.0               |                       |
| Non-Capital Equip Budget And Approp                        | 0.0               |                       |
| Vehicles Non-Capital Purchase                              | 0.0               |                       |
| Vehicles Non-Capital Leases                                | 0.0               |                       |
| Furniture Non-Capital Purchase                             | 0.0               |                       |
| Works Of Art And Hist Treas-Non Capital                    | 0.0               |                       |
| Furniture Non-Capital Leases                               | 0.0               |                       |
| Computer Equipment Non-Capital Purchase                    | 0.0               |                       |
| Computer Equipment Non-Capital Lease                       | 0.0               |                       |
| Telecomm Equip Non-Capital Purchase                        | 0.0               |                       |
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 0.0               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 0.0               |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 9,115.7           | 0.0                   |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Targeted Investments Program                |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                  | <b>9,115.7</b>    | <b>0.0</b>            |
| <b>Non-Appropriated</b>                            |                   |                       |
| 4503-N IGAs for County BHS Fund (Non-Appropriated) | 9,115.7           | 0.0                   |
| <b>Fund Source Total</b>                           | <b>9,115.7</b>    | <b>0.0</b>            |

|                                     |
|-------------------------------------|
| <b>Employee Retirement Coverage</b> |
|-------------------------------------|

| Retirement System               | FTE   | Personal<br>Services | Fund#  |
|---------------------------------|-------|----------------------|--------|
| Arizona State Retirement System | 211.5 | 211.5                | 2130-N |



FISCAL YEAR 2020

BUDGET JUSTIFICATION

**ACUTE CARE PASS-THROUGH**

**ACUTE CARE PASS-THROUGHS**

The Traditional Acute Care and Newly Eligible Adults pass-through cost center includes a variety of programs that flow through the AHCCCS financial system, but are not part of the AHCCCS appropriated budget. Expenditures in these areas are expected to remain consistent with the FY18 actual expenditures.

**TRAUMA CENTERS – PASS-THROUGH**

The Trauma and Emergency Services Fund was established pursuant to A.R.S. § 36-2903.07. Monies are received from the Arizona Benefits Fund consisting of tribal gaming revenues paid to the State as a result of Proposition 202. The Trauma and Emergency Services fund receives 28% of the remaining funds after portions are taken out for the Department of Gaming administrative and regulatory expenses and problem gambling. AHCCCS receives the funds and they are then passed through to hospitals to be used to reimburse Arizona hospitals for un-recovered trauma center readiness costs and un-recovered emergency services costs. AHCCCS estimates expenditures for these programs based on past trend and input from the Department of Gaming.

**DEPARTMENT OF CORRECTIONS/COUNTIES – PASS-THROUGH**

Through intergovernmental agreements, AHCCCS processes claims for Title XIX and non-Title XIX Arizona Department of Corrections Inmates, and Arizona County Inmates. The state dollars are received by AHCCCS through the IGA/ISA fund (2500) and are paid directly to providers. This arrangement is in support of the Governor's Efficiency Review initiative. AHCCCS estimates expenditures for these programs based on past trend and input from the Department of Corrections.

**OTHER ACUTE CARE PASS-THROUGHS**

Other Acute care pass-through items include:

- 1) The transfer of Medically Needy Account monies to DHS.
- 2) The distribution of Third Party recoveries to the Federal government, health plans, the Third Party Liability contractor, and other fees. The amounts for FY 2019 and FY 2020 were developed by the AHCCCS TPL unit.
- 3) The transfer of funds to DHS for the ASIIS Immunization Registry.
- 4) The transfer of ARRA Health Information Technology grants to eligible hospitals and providers.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
FY2018-FY2020  
PROGRAMMATIC PASS-THROUGH LINES**

| ACUTE - 3010               |      | FY18 Actual | FY19 Approp/Est | FY20 Request | FY20 DP |
|----------------------------|------|-------------|-----------------|--------------|---------|
| DOC/Counties/JDOC          | 2500 | 8,005,352   | 8,000,000       | 8,000,000    | -       |
| Trauma Centers             | 2494 | 23,274,470  | 23,500,000      | 23,500,000   | -       |
| MNA Transfers Out          | 1306 | 666,321     | 700,000         | 700,000      | -       |
| DHS ASIIS                  | 2120 | 191,151     | 200,000         | 200,000      | -       |
| TEFT Grant                 | 2000 | 86,983      | -               | -            | -       |
| Tobacco Cessation          | 2500 | 949,369     | 950,000         | 950,000      | -       |
| HIT EHR Incentive Payments | 2120 | 6,733,133   | 7,000,000       | 7,000,000    | -       |
| Acute TPL                  | 3791 | 1,527,656   | 1,498,300       | 1,498,300    | -       |
| Total Acute - 3010         |      |             |                 |              |         |
|                            | 2500 | 8,954,722   | 8,950,000       | 8,950,000    | -       |
|                            | 1306 | 666,321     | 700,000         | 700,000      | -       |
|                            | 1303 |             |                 |              | -       |
|                            | 2494 | 23,274,470  | 23,500,000      | 23,500,000   | -       |
|                            | 3791 | 1,527,656   | 1,498,300       | 1,498,300    | -       |
|                            | 2000 | 86,983      | -               | -            | -       |
|                            | 2120 | 6,924,284   | 7,200,000       | 7,200,000    | -       |
|                            | TF   | 41,434,435  | 41,848,300      | 41,848,300   | -       |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |              |             |               |
|--|---|--------------|-------------|---------------|
|  | FY 2018                                     | FY 2019      | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan   | Fund. Issue | Total Request |
| <b>Program:</b> Programmatic Pass Through Funding    |   |              |             |               |
| <b>Fund:</b> 1306-N Tobacco Tax and Health Care Fund |   |              |             |               |
| <b>Non-Appropriated</b>                              |   |              |             |               |
| 6000 Personal Services                               | 0.0   | 0.0          | 0.0         | 0.0           |
| 6100 Employee Related Expenses                       | 0.0   | 0.0          | 0.0         | 0.0           |
| 6200 Professional and Outside Services               | 0.0   | 0.0          | 0.0         | 0.0           |
| 6500 Travel In-State                                 | 0.0   | 0.0          | 0.0         | 0.0           |
| 6600 Travel Out of State                             | 0.0   | 0.0          | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0          | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals            | 0.0   | 0.0          | 0.0         | 0.0           |
| 7000 Other Operating Expenses                        | 0.0   | 0.0          | 0.0         | 0.0           |
| 8000 Equipment                                       | 0.0   | 0.0          | 0.0         | 0.0           |
| 8100 Capital Outlay                                  | 0.0   | 0.0          | 0.0         | 0.0           |
| 8600 Debt Service                                    | 0.0   | 0.0          | 0.0         | 0.0           |
| 9000 Cost Allocation                                 | 0.0   | 0.0          | 0.0         | 0.0           |
| 9100 Transfers                                       | 666.3                                       | 700.0        | 0.0         | 700.0         |
| <b>Non-Appropriated Total:</b>                       | <b>666.3</b>                                | <b>700.0</b> | <b>0.0</b>  | <b>700.0</b>  |
| <b>Fund Total:</b>                                   | <b>666.3</b>                                | <b>700.0</b> | <b>0.0</b>  | <b>700.0</b>  |
| <b>Fund:</b> 2000-N Federal Grant Fund               |   |              |             |               |
| <b>Non-Appropriated</b>                              |   |              |             |               |
| 6000 Personal Services                               | 20.8  | 0.0          | 0.0         | 0.0           |
| 6100 Employee Related Expenses                       | 10.4  | 0.0          | 0.0         | 0.0           |
| 6200 Professional and Outside Services               | 52.4  | 0.0          | 0.0         | 0.0           |
| 6500 Travel In-State                                 | 0.0   | 0.0          | 0.0         | 0.0           |
| 6600 Travel Out of State                             | 2.2   | 0.0          | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0          | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals            | 0.0   | 0.0          | 0.0         | 0.0           |
| 7000 Other Operating Expenses                        | 1.2   | 0.0          | 0.0         | 0.0           |
| 8000 Equipment                                       | 0.0   | 0.0          | 0.0         | 0.0           |
| 8100 Capital Outlay                                  | 0.0   | 0.0          | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                |             |                |
|--|---|----------------|-------------|----------------|
|  | FY 2018                                     | FY 2019        | FY 2020     | FY 2020        |
|  | Actual                                      | Expd. Plan     | Fund. Issue | Total Request  |
| <b>Program:</b> Programmatic Pass Through Funding      |   |                |             |                |
| <b>Fund:</b> 2000-N Federal Grant Fund                 |   |                |             |                |
| <b>Non-Appropriated</b>                                |   |                |             |                |
| 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            |
| <b>Non-Appropriated Total:</b>                         | <b>87.0</b>                                 | <b>0.0</b>     | <b>0.0</b>  | <b>0.0</b>     |
| <b>Fund Total:</b>                                     | <b>87.0</b>                                 | <b>0.0</b>     | <b>0.0</b>  | <b>0.0</b>     |
| <b>Fund:</b> 2120-N AHCCCS Fund                        |   |                |             |                |
| <b>Non-Appropriated</b>                                |   |                |             |                |
| 6000 Personal Services                                 | 0.0   | 0.0            | 0.0         | 0.0            |
| 6100 Employee Related Expenses                         | 0.0   | 0.0            | 0.0         | 0.0            |
| 6200 Professional and Outside Services                 | 0.0   | 0.0            | 0.0         | 0.0            |
| 6500 Travel In-State                                   | 0.0   | 0.0            | 0.0         | 0.0            |
| 6600 Travel Out of State                               | 0.0   | 0.0            | 0.0         | 0.0            |
| 6700 Food  | 0.0   | 0.0            | 0.0         | 0.0            |
| 6800 Aid to Organizations and Individuals              | 6,733.1                                     | 7,000.0        | 0.0         | 7,000.0        |
| 7000 Other Operating Expenses                          | 0.0   | 0.0            | 0.0         | 0.0            |
| 8000 Equipment   | 0.0   | 0.0            | 0.0         | 0.0            |
| 8100 Capital Outlay                                    | 0.0   | 0.0            | 0.0         | 0.0            |
| 8600 Debt Service                                      | 0.0   | 0.0            | 0.0         | 0.0            |
| 9000 Cost Allocation                                   | 0.0   | 0.0            | 0.0         | 0.0            |
| 9100 Transfers   | 191.2                                       | 200.0          | 0.0         | 200.0          |
| <b>Non-Appropriated Total:</b>                         | <b>6,924.3</b>                              | <b>7,200.0</b> | <b>0.0</b>  | <b>7,200.0</b> |
| <b>Fund Total:</b>                                     | <b>6,924.3</b>                              | <b>7,200.0</b> | <b>0.0</b>  | <b>7,200.0</b> |
| <b>Fund:</b> 2494-N Trauma and Emergency Services Fund |   |                |             |                |
| <b>Non-Appropriated</b>                                |   |                |             |                |
| 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 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program:</b> Programmatic Pass Through Funding |   |                 |             |                 |
| <b>Fund:</b> 2494-N                               | Trauma and Emergency Services Fund          |                 |             |                 |
| <b>Non-Appropriated</b>                           |   |                 |             |                 |
| 6200  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800  | 23,274.5                                    | 23,500.0        | 0.0         | 23,500.0        |
| 7000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100  | 0.0   | 0.0             | 0.0         | 0.0             |
| <b>Non-Appropriated Total:</b>                    | <b>23,274.5</b>                             | <b>23,500.0</b> | <b>0.0</b>  | <b>23,500.0</b> |
| <b>Fund Total:</b>                                | <b>23,274.5</b>                             | <b>23,500.0</b> | <b>0.0</b>  | <b>23,500.0</b> |
| <b>Fund:</b> 2500-N                               | IGA and ISA Fund                            |                 |             |                 |
| <b>Non-Appropriated</b>                           |   |                 |             |                 |
| 6000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800  | 8,954.7                                     | 8,950.0         | 0.0         | 8,950.0         |
| 7000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100  | 0.0   | 0.0             | 0.0         | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Programmatic Pass Through Funding      |   |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund                   |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| <b>Non-Appropriated Total:</b>                         | 8,954.7                                     | 8,950.0    | 0.0         | 8,950.0       |
| <b>Fund Total:</b>                                     | 8,954.7                                     | 8,950.0    | 0.0         | 8,950.0       |
| <b>Fund:</b> 3791-N AHCCCS - 3rd Party Collection Fund |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 6000 Personal Services                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                 | 2,674.2                                     | 2,700.0    | 0.0         | 2,700.0       |
| 6500 Travel In-State                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals              | (1,146.6)                                   | (1,201.7)  | 0.0         | (1,201.7)     |
| 7000 Other Operating Expenses                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                         | 1,527.6                                     | 1,498.3    | 0.0         | 1,498.3       |
| <b>Fund Total:</b>                                     | 1,527.6                                     | 1,498.3    | 0.0         | 1,498.3       |
| <b>Program Total For Selected Funds:</b>               | 41,434.4                                    | 41,848.3   | 0.0         | 41,848.3      |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 20.8              | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>20.8</b>       | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 20.8              | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>20.8</b>       | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 10.4              | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>10.4</b>       | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 10.4              | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>10.4</b>       | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 2,700.0               |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 2,674.2           |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 0.0               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 0.0               |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 0.0               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 0.0               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 52.4              |                       |
| <b>Expenditure Category Total</b>                         | <b>2,726.6</b>    | <b>2,700.0</b>        |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 52.4              | 0.0                   |
| 3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)   | 2,674.2           | 2,700.0               |
| <b>Fund Source Total</b>                                  | <b>2,726.6</b>    | <b>2,700.0</b>        |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                                  | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Travel Out of State  | 2.2               | 0.0                   |
| <b>Expenditure Category Total</b>                                  | <b>2.2</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>  |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                            | 2.2               | 0.0                   |
| <b>Fund Source Total</b>   | <b>2.2</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                                  | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                               | 37,815.7          | 38,248.3              |
| <b>Expenditure Category Total</b>                                  | <b>37,815.7</b>   | <b>38,248.3</b>       |
| <b>Non-Appropriated</b>  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                              | 6,733.1           | 7,000.0               |
| 2494-N Prop 202 - Trauma and Emergency Services (Non-Appropriated) | 23,274.5          | 23,500.0              |
| 2500-N IGA and ISA Fund (Non-Appropriated)                         | 8,954.7           | 8,950.0               |
| 3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)            | (1,146.6)         | (1,201.7)             |
| <b>Fund Source Total</b>   | <b>37,815.7</b>   | <b>38,248.3</b>       |
| <hr/>  |                   |                       |
| Other Operating Expenses   |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                           | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati           | 0.0               |                       |
| Risk Management Charges To State Agency                            | 0.0               |                       |
| Risk Management Deductible - Indemnity                             | 0.0               |                       |
| Risk Management Deductible - Legal                                 | 0.0               |                       |
| Risk Management Deductible - Medical                               | 0.0               |                       |
| Risk Management Deductible - Other                                 | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                           | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                               | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                           | 0.0               |                       |
| Medical Malpractice - Self-Insured                                 | 0.0               |                       |
| Automobile Liability - Self Insured                                | 0.0               |                       |
| General Property Damage - Self- Insured                            | 0.0               |                       |
| Automobile Physical Damage-Self Insured                            | 0.0               |                       |
| Liability Insurance Premiums                                       | 0.0               |                       |
| Property Insurance Premiums  | 0.0               |                       |
| Workers Compensation Benefit Payments                              | 0.0               |                       |
| Self Insurance - Administrative Fees                               | 0.0               |                       |
| Self Insurance - Premiums  | 0.0               |                       |
| Self Insurance - Claim Payments                                    | 0.0               |                       |
| Self Insurance - Pharmacy Claims                                   | 0.0               |                       |
| Premium Tax On Altcs   | 0.0               |                       |
| Other Insurance-Related Charges                                    | 0.0               |                       |
| Internal Service Data Processing                                   | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                                 | 0.0               |                       |
| External Programming-Mainframe/Legacy                              | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                              | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| External Data Entry                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web  | 0.0               |                       |
| Pmt for AFIS Development & Usage         | 0.0               |                       |
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 0.0               |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 0.0               |                       |
| Electricity                              | 0.0               |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 0.0               |                       |
| Gas And Fuel Oil For Buildings           | 0.0               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 0.0               |                       |
| Rental Of Computer Equipment             | 0.0               |                       |
| Rental Of Other Machinery And Equipment  | 0.0               |                       |
| Miscellaneous Rent                       | 0.0               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 0.0               |                       |
| Repair And Maintenance - Vehicles        | 0.0               |                       |
| Repair And Maint - Mainframe And Legacy  | 0.0               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 0.0               |                       |
| Other Repair And Maintenance             | 0.0               |                       |
| Software Support And Maintenance         | 0.0               |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 0.0               |                       |
| Computer Supplies                        | 0.0               |                       |
| Housekeeping Supplies                    | 0.0               |                       |
| Bedding And Bath Supplies                | 0.0               |                       |
| Drugs And Medicine Supplies              | 0.0               |                       |
| Medical Supplies                         | 0.0               |                       |
| Dental Supplies                          | 0.0               |                       |
| Automotive And Transportation Fuels      | 0.0               |                       |
| Automotive Lubricants And Supplies       | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build | 0.0               |                       |
| Repair And Maintenance Supplies-Building | 0.0               |                       |
| Other Operating Supplies                 | 0.0               |                       |
| Publications                             | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions   | 0.0               |                       |
| Lottery Prizes                           | 0.0               |                       |
| Lottery Distribution Costs               | 0.0               |                       |
| Material for Further Processing          | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| Other Resale Supplies                                   | 0.0                       |                               |
| Loss On Sales Of Capital Assets                         | 0.0                       |                               |
| Loss on Sales of Investments                            | 0.0                       |                               |
| Employee Tuition Reimbursement-Graduate                 | 0.0                       |                               |
| Employee Tuition Reimb Under-Grad/Other                 | 0.0                       |                               |
| Conference Registration-Attendance Fees                 | 1.2                       |                               |
| Other Education And Training Costs                      | 0.0                       |                               |
| Advertising   | 0.0                       |                               |
| Sponsorships  | 0.0                       |                               |
| Internal Printing                                       | 0.0                       |                               |
| External Printing                                       | 0.0                       |                               |
| Photography   | 0.0                       |                               |
| Postage And Delivery                                    | 0.0                       |                               |
| Document shredding and Destruction Services             | 0.0                       |                               |
| Translation and Sign Language Services                  | 0.0                       |                               |
| Distribution To State Universities                      | 0.0                       |                               |
| Other Intrastate Distributions                          | 0.0                       |                               |
| Awards  | 0.0                       |                               |
| Entertainment And Promotional Items                     | 0.0                       |                               |
| Dues  | 0.0                       |                               |
| Books- Subscriptions And Publications                   | 0.0                       |                               |
| Costs For Digital Image Or Microfilm                    | 0.0                       |                               |
| Revolving Fund Advances                                 | 0.0                       |                               |
| Credit Card Fees Over Approved Limit                    | 0.0                       |                               |
| Relief Bill Expenditures                                | 0.0                       |                               |
| Surplus Property Distr To State Agencies                | 0.0                       |                               |
| Security Services                                       | 0.0                       |                               |
| Judgments - Damages                                     | 0.0                       |                               |
| ICA Payments to Claimants Confidential                  | 0.0                       |                               |
| Jdgmnt-Confidential Restitution To Indiv                | 0.0                       |                               |
| Judgments - Non-Confidential Restitution                | 0.0                       |                               |
| Judgments - Punitive And Compensatory                   | 0.0                       |                               |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation | 0.0                       |                               |
| Pmts For Contracted State Inmate Labor                  | 0.0                       |                               |
| Payments To State Inmates                               | 0.0                       |                               |
| Bad Debt Expense  | 0.0                       |                               |
| Interview Expense                                       | 0.0                       |                               |
| Employee Relocations-Nontaxable                         | 0.0                       |                               |
| Employee Relocations-Taxable                            | 0.0                       |                               |
| Non-Confidential Invest/Legal/Law Enf                   | 0.0                       |                               |
| Conf/Sensitive Invest/Legal/Undercover                  | 0.0                       |                               |
| Fingerprinting, Background Checks, Etc.                 | 0.0                       |                               |
| Other Miscellaneous Operating                           | 0.0                       |                               |
| <b>Expenditure Category Total</b>                       | <b>1.2</b>                | <b>0.0</b>                    |
| <b>Non-Appropriated</b>                                 |                           |                               |
| 2000-N Federal Grant (Non-Appropriated)                 | 1.2                       | 0.0                           |
|   | <b>1.2</b>                | <b>0.0</b>                    |
| <b>Fund Source Total</b>                                | <b>1.2</b>                | <b>0.0</b>                    |
| <hr/>   |                           |                               |
| Current Year Expenditures                               |                           | 0.0                           |
| Capital Equipment Budget And Approp                     | 0.0                       |                               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass Through Funding</b>           |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Vehicles Capital Purchase                                  | 0.0               |                       |
| Vehicles Capital Leases                                    | 0.0               |                       |
| Furniture Capital Purchase                                 | 0.0               |                       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha  | 0.0               |                       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase       | 0.0               |                       |
| Furniture Capital Leases                                   | 0.0               |                       |
| Computer Equipment Capital Purchase                        | 0.0               |                       |
| Computer Equipment Capital Lease                           | 0.0               |                       |
| Telecommunication Equip-Capital Purchase                   | 0.0               |                       |
| Telecommunication Equip-Capital Lease                      | 0.0               |                       |
| Other Equipment Capital Purchase                           | 0.0               |                       |
| Other Equipment Capital Leases                             | 0.0               |                       |
| Purchased Or Licensed Software-Website                     | 0.0               |                       |
| Internally Generated Software-Website                      | 0.0               |                       |
| Development in Progress                                    | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Rights                    | 0.0               |                       |
| Oth Int Assets purchased, licensed or internally generate  | 0.0               |                       |
| Other intangible assets acquired by capital lease          | 0.0               |                       |
| Other Capital Asset Purchases                              | 0.0               |                       |
| Leasehold Improvement-Capital Purchase                     | 0.0               |                       |
| Other Capital Asset Leases                                 | 0.0               |                       |
| Non-Capital Equip Budget And Approp                        | 0.0               |                       |
| Vehicles Non-Capital Purchase                              | 0.0               |                       |
| Vehicles Non-Capital Leases                                | 0.0               |                       |
| Furniture Non-Capital Purchase                             | 0.0               |                       |
| Works Of Art And Hist Treas-Non Capital                    | 0.0               |                       |
| Furniture Non-Capital Leases                               | 0.0               |                       |
| Computer Equipment Non-Capital Purchase                    | 0.0               |                       |
| Computer Equipment Non-Capital Lease                       | 0.0               |                       |
| Telecomm Equip Non-Capital Purchase                        | 0.0               |                       |
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 0.0               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 0.0               |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Programmatic Pass Through Funding           |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>                              | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 857.5             | 900.0                 |
| <b>Expenditure Category Total</b>                              | <b>857.5</b>      | <b>900.0</b>          |
| <b>Non-Appropriated</b>  |                   |                       |
| 1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated) | 666.3             | 700.0                 |
| 2120-N AHCCCS Fund (Non-Appropriated)                          | 191.2             | 200.0                 |
| <b>Fund Source Total</b>                                       | <b>857.5</b>      | <b>900.0</b>          |

# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Proposition 204

|                                       | FY 2018            |                    | FY 2019          |                    | FY 2020          |                    | FY 2020          |                    |
|---------------------------------------|--------------------|--------------------|------------------|--------------------|------------------|--------------------|------------------|--------------------|
|                                       | Actual             | Expd. Plan         | Fund. Issue      | Total Request      | Fund. Issue      | Total Request      | Fund. Issue      | Total Request      |
| <b>Program Summary</b>                |                    |                    |                  |                    |                  |                    |                  |                    |
| 4-1 SLI AHCCCS Administration         | 17,788.8           | 13,143.5           | 0.0              | 13,143.5           | 0.0              | 13,143.5           | 0.0              | 13,143.5           |
| 4-2 DES Administration                | 35,744.7           | 44,358.7           | 0.0              | 44,358.7           | 0.0              | 44,358.7           | 0.0              | 44,358.7           |
| 4-6 Programmatic Pass-Through Funding | 1,246.7            | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                |
| 4-7 Proposition 204 - Capitation      | 2,105,503.9        | 3,205,553.3        | 144,213.3        | 3,349,766.6        | (3,478.4)        | 65,836.5           | (3,198.0)        | 582,894.5          |
| 4-8 Proposition 204 - Reinsurance     | 61,611.8           | 69,314.9           | (3,198.0)        | 66,116.9           | (3,198.0)        | 62,918.9           | (3,198.0)        | 59,720.9           |
| 4-9 Proposition 204 - Fee-for-Service | 494,010.3          | 586,092.5          | (3,198.0)        | 582,894.5          | (3,198.0)        | 579,696.5          | (3,198.0)        | 576,498.5          |
| 4-10 Proposition 204 - Medicare       | 80,852.3           | 92,435.9           | (3,463.6)        | 88,972.3           | (3,463.6)        | 85,508.7           | (3,463.6)        | 82,045.1           |
| <b>Program Summary Total:</b>         | <b>2,796,758.5</b> | <b>4,010,898.8</b> | <b>134,073.3</b> | <b>4,144,972.1</b> | <b>134,073.3</b> | <b>4,011,045.4</b> | <b>134,073.3</b> | <b>4,144,972.1</b> |

|   | FY 2018            |                    | FY 2019          |                    | FY 2020          |                    | FY 2020          |                    |
|---|--------------------|--------------------|------------------|--------------------|------------------|--------------------|------------------|--------------------|
|   | Actual             | Expd. Plan         | Fund. Issue      | Total Request      | Fund. Issue      | Total Request      | Fund. Issue      | Total Request      |
| <b>Expenditure Categories</b>             |                    |                    |                  |                    |                  |                    |                  |                    |
| 0000 FTE Positions                        | 431.1              | 431.1              | 0.0              | 431.1              | 0.0              | 431.1              | 0.0              | 431.1              |
| 6000 Personal Services                    | 6,965.2            | 5,199.2            | 0.0              | 5,199.2            | 0.0              | 5,199.2            | 0.0              | 5,199.2            |
| 6100 Employee Related Expenses            | 2,773.5            | 2,037.9            | 0.0              | 2,037.9            | 0.0              | 2,037.9            | 0.0              | 2,037.9            |
| 6200 Professional and Outside Services    | 3,290.2            | 2,388.9            | 0.0              | 2,388.9            | 0.0              | 2,388.9            | 0.0              | 2,388.9            |
| 6500 Travel In-State                      | 12.6               | 9.8                | 0.0              | 9.8                | 0.0              | 9.8                | 0.0              | 9.8                |
| 6600 Travel Out of State                  | 7.3                | 5.7                | 0.0              | 5.7                | 0.0              | 5.7                | 0.0              | 5.7                |
| 6700 Food                                 | 0.0                | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                |
| 6800 Aid to Organizations and Individuals | 2,743,153.6        | 3,953,219.0        | 134,073.3        | 4,087,292.3        | 134,073.3        | 4,087,292.3        | 134,073.3        | 4,087,292.3        |
| 7000 Other Operating Expenses             | 4,574.5            | 3,433.0            | 0.0              | 3,433.0            | 0.0              | 3,433.0            | 0.0              | 3,433.0            |
| 8000 Equipment                            | 376.0              | 279.9              | 0.0              | 279.9              | 0.0              | 279.9              | 0.0              | 279.9              |
| 8100 Capital Outlay                       | 0.0                | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                |
| 8600 Debt Service                         | 0.0                | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                |
| 9000 Cost Allocation                      | 0.0                | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                | 0.0              | 0.0                |
| 9100 Transfers                            | 35,605.6           | 44,325.4           | 0.0              | 44,325.4           | 0.0              | 44,325.4           | 0.0              | 44,325.4           |
| <b>Expenditure Categories Total:</b>      | <b>2,796,758.5</b> | <b>4,010,898.8</b> | <b>134,073.3</b> | <b>4,144,972.1</b> | <b>134,073.3</b> | <b>4,011,045.4</b> | <b>134,073.3</b> | <b>4,144,972.1</b> |

|  | FY 2018            |                    | FY 2019           |                    | FY 2020           |                    | FY 2020           |                    |
|--|--------------------|--------------------|-------------------|--------------------|-------------------|--------------------|-------------------|--------------------|
|  | Actual             | Expd. Plan         | Fund. Issue       | Total Request      | Fund. Issue       | Total Request      | Fund. Issue       | Total Request      |
| <b>Fund Source</b>                                       |                    |                    |                   |                    |                   |                    |                   |                    |
| <b>Appropriated Funds</b>                                |                    |                    |                   |                    |                   |                    |                   |                    |
| 1000-A General Fund (Appropriated)                       | 18,948.7           | 123,780.7          | (12,146.4)        | 111,634.3          | (12,146.4)        | 111,634.3          | (12,146.4)        | 111,634.3          |
| 1310-A Tobacco Products Tax Fund (Appropriated)          | 17,627.3           | 17,966.1           | 0.0               | 17,966.1           | 0.0               | 17,966.1           | 0.0               | 17,966.1           |
| 2478-A Budget Neutrality Compliance Fund (Appropriated)  | 4,251.3            | 3,756.2            | 0.0               | 3,756.2            | 0.0               | 3,756.2            | 0.0               | 3,756.2            |
| 2546-A Prescription Drug Rebate Fund (Appropriated)      | 60.9               | 60.9               | 0.0               | 60.9               | 0.0               | 60.9               | 0.0               | 60.9               |
| <b>Appropriated Funds Total:</b>                         | <b>40,888.2</b>    | <b>145,563.9</b>   | <b>(12,146.4)</b> | <b>133,417.5</b>   | <b>(12,146.4)</b> | <b>133,417.5</b>   | <b>(12,146.4)</b> | <b>133,417.5</b>   |
| <b>Non-Appropriated Funds</b>                            |                    |                    |                   |                    |                   |                    |                   |                    |
| 1303-N Proposition 204 Protection Account (TPTF) (Non-A) | 15,866.6           | 37,728.9           | 0.0               | 37,728.9           | 0.0               | 37,728.9           | 0.0               | 37,728.9           |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 2,404,013.3        | 3,457,070.9        | 117,235.5         | 3,574,306.4        | 117,235.5         | 3,574,306.4        | 117,235.5         | 3,574,306.4        |
| <b>Non-Appropriated Funds Total:</b>                     | <b>2,419,880.0</b> | <b>3,494,799.8</b> | <b>117,235.5</b>  | <b>3,612,035.3</b> | <b>117,235.5</b>  | <b>3,612,035.3</b> | <b>117,235.5</b>  | <b>3,612,035.3</b> |

All dollars are presented in thousands (not FTE).

# Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System  
 Program: Proposition 204

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|--|-------------------|-----------------------|------------------------|--------------------------|
| 2468-N Arizona Tobacco Litigation Settlement Fund (Non-A | 101,761.0         | 87,000.0              | 15,000.0               | 102,000.0                |
| 2500-N IGA and ISA Fund (Non-Appropriated)               | 2,709.5           | 1,931.9               | 632.8                  | 2,564.7                  |
| 2576-N Hospital Assessment (Non-Appropriated)            | 231,519.9         | 281,603.2             | 13,351.4               | 294,954.6                |
|  | 2,755,870.3       | 3,865,334.9           | 146,219.7              | 4,011,554.6              |
| <b>Fund Source Total:</b>                                | 2,796,758.5       | 4,010,898.8           | 134,073.3              | 4,144,972.1              |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018         |                  | FY 2019           |                  | FY 2020 |  |
|---|---|-----------------|------------------|-------------------|------------------|---------|--|
| Program: Proposition 204                            |   | Actual          | Expd. Plan       | Fund. Issue       | Total Request    |         |  |
| <b>Fund:</b>  | <b>1000-A General Fund (Appropriated)</b> |                 |                  |                   |                  |         |  |
| <b>Program Expenditures</b>                         |   |                 |                  |                   |                  |         |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |                 |                  |                   |                  |         |  |
| 4-1   | SLI AHCCCS Administration                 | 4,548.0         | 4,205.8          | 0.0               | 4,205.8          |         |  |
| 4-2   | DES Administration                        | 15,640.9        | 16,966.0         | 0.0               | 16,966.0         |         |  |
| 4-7   | Proposition 204 - Capitation              | (516.0)         | 100,352.7        | (11,645.5)        | 88,707.2         |         |  |
| 4-9   | Proposition 204 - Fee-for-Service         | (724.2)         | 2,256.2          | (500.9)           | 1,755.3          |         |  |
|   | <b>Total</b>                              | <b>18,948.7</b> | <b>123,780.7</b> | <b>(12,146.4)</b> | <b>111,634.3</b> |         |  |
| <b>Appropriated Funding</b>                         |   |                 |                  |                   |                  |         |  |
| <b>Expenditure Categories</b>                       |   |                 |                  |                   |                  |         |  |
|   | FTE Positions                             | 234.1           | 234.1            | 0.0               | 234.1            |         |  |
|   | Personal Services                         | 2,020.3         | 1,868.5          | 0.0               | 1,868.5          |         |  |
|   | Employee Related Expenses                 | 675.9           | 625.1            | 0.0               | 625.1            |         |  |
|   | Professional and Outside Services         | 688.4           | 636.6            | 0.0               | 636.6            |         |  |
|   | Travel In-State                           | 6.1             | 5.4              | 0.0               | 5.4              |         |  |
|   | Travel Out of State                       | 3.5             | 3.2              | 0.0               | 3.2              |         |  |
|   | Food                                      | 0.0             | 0.0              | 0.0               | 0.0              |         |  |
|   | Aid to Organizations and Individuals      | (1,239.7)       | 102,518.7        | (12,146.4)        | 90,372.3         |         |  |
|   | Other Operating Expenses                  | 1,247.6         | 1,153.7          | 0.0               | 1,153.7          |         |  |
|   | Equipment                                 | 106.2           | 98.3             | 0.0               | 98.3             |         |  |
|   | 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                                 | 15,440.4        | 16,871.2         | 0.0               | 16,871.2         |         |  |
|   | <b>Expenditure Categories Total:</b>      | <b>18,948.7</b> | <b>123,780.7</b> | <b>(12,146.4)</b> | <b>111,634.3</b> |         |  |
|   | <b>Fund 1000-A Total:</b>                 | <b>18,948.7</b> | <b>123,780.7</b> | <b>(12,146.4)</b> | <b>111,634.3</b> |         |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                              | Arizona Health Care Cost Containment System                                |                 |             |                 |
|--------------------------------------|--|-----------------|-------------|-----------------|
| Program:                             | Proposition 204  |                 |             |                 |
|                                      | FY 2018  | FY 2019         | FY 2020     | FY 2020         |
|                                      | Actual   | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Fund:</b>                         | <b>1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriated)</b> |                 |             |                 |
| <b>Program Expenditures</b>          |  |                 |             |                 |
| COST CENTER/PROGRAM BUDGET UNIT      |  |                 |             |                 |
| 4-7                                  | 15,866.6   | 37,728.9        | 0.0         | 37,728.9        |
|                                      | 15,866.6   | 37,728.9        | 0.0         | 37,728.9        |
| Total                                |  |                 |             |                 |
| <b>Non-Appropriated Funding</b>      |  |                 |             |                 |
| <b>Expenditure Categories</b>        |  |                 |             |                 |
| Personal Services                    | 0.0  | 0.0             | 0.0         | 0.0             |
| Employee Related Expenses            | 0.0  | 0.0             | 0.0         | 0.0             |
| Professional and Outside Services    | 0.0  | 0.0             | 0.0         | 0.0             |
| Travel In-State                      | 0.0  | 0.0             | 0.0         | 0.0             |
| Travel Out of State                  | 0.0  | 0.0             | 0.0         | 0.0             |
| Food                                 | 0.0  | 0.0             | 0.0         | 0.0             |
| Aid to Organizations and Individuals | 15,866.6   | 37,728.9        | 0.0         | 37,728.9        |
| Other Operating Expenses             | 0.0  | 0.0             | 0.0         | 0.0             |
| Equipment                            | 0.0  | 0.0             | 0.0         | 0.0             |
| Capital Outlay                       | 0.0  | 0.0             | 0.0         | 0.0             |
| Debt Service                         | 0.0  | 0.0             | 0.0         | 0.0             |
| Cost Allocation                      | 0.0  | 0.0             | 0.0         | 0.0             |
| Transfers                            | 0.0  | 0.0             | 0.0         | 0.0             |
| <b>Expenditure Categories Total:</b> | <b>15,866.6</b>  | <b>37,728.9</b> | <b>0.0</b>  | <b>37,728.9</b> |
| <b>Fund 1303-N Total:</b>            | <b>15,866.6</b>  | <b>37,728.9</b> | <b>0.0</b>  | <b>37,728.9</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018  |            | FY 2019     |               | FY 2020 |          | FY 2020 |          |     |  |
|---|---|----------|------------|-------------|---------------|---------|----------|---------|----------|-----|--|
| Program: Proposition 204                            |   | Actual   | Expd. Plan | Fund. Issue | Total Request |         |          |         |          |     |  |
| <b>Fund:</b>  | 1310-A Tobacco Products Tax Fund (Appropriated) |          |            |             |               |         |          |         |          |     |  |
| <b>Program Expenditures</b>                         |   |          |            |             |               |         |          |         |          |     |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |          |            |             |               |         |          |         |          |     |  |
| 4-7   | Proposition 204 - Capitation                    | 17,627.3 | 17,966.1   | 0.0         | 17,966.1      |         |          |         |          |     |  |
| Total   |   | 17,627.3 | 17,966.1   | 0.0         | 17,966.1      |         |          |         |          |     |  |
| <b>Appropriated Funding</b>                         |   |          |            |             |               |         |          |         |          |     |  |
| Expenditure Categories                              |   |          |            |             |               |         |          |         |          |     |  |
|   | Personal Services                               | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Employee Related Expenses                       | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Professional and Outside Services               | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Travel In-State                                 | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Travel Out of State                             | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Food  | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Aid to Organizations and Individuals            | 17,627.3 | 17,966.1   | 0.0         | 17,966.1      | 0.0     | 17,966.1 | 0.0     | 17,966.1 | 0.0 |  |
|   | Other Operating Expenses                        | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Equipment                                       | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Capital Outlay                                  | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Debt Service                                    | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Cost Allocation                                 | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
|   | Transfers                                       | 0.0      | 0.0        | 0.0         | 0.0           | 0.0     | 0.0      | 0.0     | 0.0      | 0.0 |  |
| <b>Expenditure Categories Total:</b>                |   | 17,627.3 | 17,966.1   | 0.0         | 17,966.1      | 0.0     | 17,966.1 | 0.0     | 17,966.1 | 0.0 |  |
| <b>Fund 1310-A Total:</b>                           |   | 17,627.3 | 17,966.1   | 0.0         | 17,966.1      | 0.0     | 17,966.1 | 0.0     | 17,966.1 | 0.0 |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018            | FY 2019            | FY 2020          | FY 2020            |
|---|--|--------------------|--------------------|------------------|--------------------|
| Program: Proposition 204                            |  | Actual             | Expd. Plan         | Fund. Issue      | Total Request      |
| <b>Fund:</b>  | <b>2120-N AHCCCS Fund (Non-Appropriated)</b> |                    |                    |                  |                    |
| <b>Program Expenditures</b>                         |  |                    |                    |                  |                    |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |                    |                    |                  |                    |
| 4-1   | SLI AHCCCS Administration                    | 13,179.9           | 8,876.8            | 0.0              | 8,876.8            |
| 4-2   | DES Administration                           | 15,852.5           | 23,636.5           | 0.0              | 23,636.5           |
| 4-7   | Proposition 204 - Capitation                 | 1,805,357.1        | 2,761,135.9        | 116,276.1        | 2,877,412.0        |
| 4-8   | Proposition 204 - Reinsurance                | 53,753.3           | 59,759.6           | (1,891.1)        | 57,868.5           |
| 4-9   | Proposition 204 - Fee-for-Service            | 459,488.6          | 540,980.2          | 3,643.4          | 544,623.6          |
| 4-10  | Proposition 204 - Medicare                   | 56,381.9           | 62,681.9           | (792.9)          | 61,889.0           |
| <b>Total</b>  |  | <b>2,404,013.3</b> | <b>3,457,070.9</b> | <b>117,235.5</b> | <b>3,574,306.4</b> |
| <b>Non-Appropriated Funding</b>                     |  |                    |                    |                  |                    |
| <b>Expenditure Categories</b>                       |  |                    |                    |                  |                    |
|   | FTE Positions                                | 197.0              | 197.0              | 0.0              | 197.0              |
|   | Personal Services                            | 4,944.9            | 3,330.7            | 0.0              | 3,330.7            |
|   | Employee Related Expenses                    | 2,097.6            | 1,412.8            | 0.0              | 1,412.8            |
|   | Professional and Outside Services            | 2,601.8            | 1,752.3            | 0.0              | 1,752.3            |
|   | Travel In-State                              | 6.5                | 4.4                | 0.0              | 4.4                |
|   | Travel Out of State                          | 3.8                | 2.5                | 0.0              | 2.5                |
|   | Food   | 0.0                | 0.0                | 0.0              | 0.0                |
|   | Aid to Organizations and Individuals         | 2,374,980.9        | 3,424,557.6        | 117,235.5        | 3,541,793.1        |
|   | Other Operating Expenses                     | 3,255.5            | 2,192.5            | 0.0              | 2,192.5            |
|   | Equipment                                    | 269.8              | 181.6              | 0.0              | 181.6              |
|   | Capital Outlay                               | 0.0                | 0.0                | 0.0              | 0.0                |
|   | Debt Service                                 | 0.0                | 0.0                | 0.0              | 0.0                |
|   | Cost Allocation                              | 0.0                | 0.0                | 0.0              | 0.0                |
|   | Transfers                                    | 15,852.5           | 23,636.5           | 0.0              | 23,636.5           |
| <b>Expenditure Categories Total:</b>                |  | <b>2,404,013.3</b> | <b>3,457,070.9</b> | <b>117,235.5</b> | <b>3,574,306.4</b> |
| <b>Fund 2120-N Total:</b>                           |  | <b>2,404,013.3</b> | <b>3,457,070.9</b> | <b>117,235.5</b> | <b>3,574,306.4</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018          | FY 2019         | FY 2020         | FY 2020          |
|---|---|------------------|-----------------|-----------------|------------------|
| Program: Proposition 204                            |   | Actual           | Expd. Plan      | Fund. Issue     | Total Request    |
| <b>Fund:</b>  | <b>2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)</b> |                  |                 |                 |                  |
| <b>Program Expenditures</b>                         |   |                  |                 |                 |                  |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |                  |                 |                 |                  |
| 4-7   | Proposition 204 - Capitation  | 101,761.0        | 87,000.0        | 15,000.0        | 102,000.0        |
| <b>Total</b>  |   | <b>101,761.0</b> | <b>87,000.0</b> | <b>15,000.0</b> | <b>102,000.0</b> |
| <b>Non-Appropriated Funding</b>                     |   |                  |                 |                 |                  |
| <b>Expenditure Categories</b>                       |   |                  |                 |                 |                  |
|   | FTE Positions   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Personal Services   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Employee Related Expenses   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Professional and Outside Services   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Travel In-State   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Travel Out of State   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Food  | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Aid to Organizations and Individuals  | 101,761.0        | 87,000.0        | 15,000.0        | 102,000.0        |
|   | Other Operating Expenses  | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Equipment   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Capital Outlay  | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Debt Service  | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Cost Allocation   | 0.0              | 0.0             | 0.0             | 0.0              |
|   | Transfers   | 0.0              | 0.0             | 0.0             | 0.0              |
| <b>Expenditure Categories Total:</b>                |   | <b>101,761.0</b> | <b>87,000.0</b> | <b>15,000.0</b> | <b>102,000.0</b> |
| <b>Fund 2468-N Total:</b>                           |   | <b>101,761.0</b> | <b>87,000.0</b> | <b>15,000.0</b> | <b>102,000.0</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|--|---------|------------|-------------|---------------|
| Program: Proposition 204                            |  | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2478-A Budget Neutrality Compliance Fund (Appropriated)</b> |         |            |             |               |
| <b>Program Expenditures</b>                         |  |         |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |
| 4-2   | DES Administration   | 4,251.3 | 3,756.2    | 0.0         | 3,756.2       |
|   | Total  | 4,251.3 | 3,756.2    | 0.0         | 3,756.2       |
| <b>Appropriated Funding</b>                         |  |         |            |             |               |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |
|   | Personal Services  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services                              | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                           | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Other Operating Expenses                                       | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Transfers  | 4,251.3 | 3,756.2    | 0.0         | 3,756.2       |
|   | <b>Expenditure Categories Total:</b>                           | 4,251.3 | 3,756.2    | 0.0         | 3,756.2       |
|   | <b>Fund 2478-A Total:</b>                                      | 4,251.3 | 3,756.2    | 0.0         | 3,756.2       |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|---|---------|------------|-------------|---------------|
| Program: Proposition 204                            |   | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2500-N IGA and ISA Fund (Non-Appropriated)</b> |         |            |             |               |
| <b>Program Expenditures</b>                         |   |         |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |         |            |             |               |
| 4-6   | Programmatic Pass-Through Funding                 | 1,246.7 | 0.0        | 0.0         | 0.0           |
| 4-7   | Proposition 204 - Capitation                      | 1,462.8 | 1,931.9    | 632.8       | 2,564.7       |
|   | Total   | 2,709.5 | 1,931.9    | 632.8       | 2,564.7       |
| <b>Non-Appropriated Funding</b>                     |   |         |            |             |               |
| <b>Expenditure Categories</b>                       |   |         |            |             |               |
|   | FTE Positions                                     | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Personal Services                                 | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                         | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services                 | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel In-State                                   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State                               | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Food  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals              | 2,709.5 | 1,931.9    | 632.8       | 2,564.7       |
|   | Other Operating Expenses                          | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Equipment   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay                                    | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Debt Service                                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation                                   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Transfers   | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |   | 2,709.5 | 1,931.9    | 632.8       | 2,564.7       |
| <b>Fund 2500-N Total:</b>                           |   | 2,709.5 | 1,931.9    | 632.8       | 2,564.7       |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 |            | FY 2019     |               | FY 2020 |  | FY 2020 |  |
|---|--|---------|------------|-------------|---------------|---------|--|---------|--|
| Program: Proposition 204                            |  | Actual  | Expd. Plan | Fund. Issue | Total Request |         |  |         |  |
| <b>Fund:</b>  | <b>2546-A Prescription Drug Rebate Fund (Appropriated)</b> |         |            |             |               |         |  |         |  |
| <b>Program Expenditures</b>                         |  |         |            |             |               |         |  |         |  |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |         |  |         |  |
| 4-1   | SLI AHCCCS Administration                                  | 60.9    | 60.9       | 60.9        | 0.0           | 60.9    |  |         |  |
| Total   |  | 60.9    | 60.9       | 0.0         | 60.9          |         |  |         |  |
| <b>Appropriated Funding</b>                         |  |         |            |             |               |         |  |         |  |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |         |  |         |  |
|   | Personal Services  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Employee Related Expenses                                  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Professional and Outside Services                          | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Aid to Organizations and Individuals                       | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Other Operating Expenses                                   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     |  |         |  |
|   | Transfers  | 60.9    | 60.9       | 0.0         | 60.9          | 60.9    |  |         |  |
| <b>Expenditure Categories Total:</b>                |  | 60.9    | 60.9       | 0.0         | 60.9          | 60.9    |  |         |  |
| <b>Fund 2546-A Total:</b>                           |  | 60.9    | 60.9       | 0.0         | 60.9          | 60.9    |  |         |  |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018     | FY 2019     | FY 2020     | FY 2020       |
|---|--|-------------|-------------|-------------|---------------|
| Program: Proposition 204                            |  | Actual      | Expd. Plan  | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2576-N Hospital Assessment (Non-Appropriated)</b> |             |             |             |               |
| <b>Program Expenditures</b>                         |  |             |             |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |             |             |             |               |
| 4-7   | Proposition 204 - Capitation                         | 163,945.1   | 199,437.8   | 23,949.9    | 223,387.7     |
| 4-8   | Proposition 204 - Reinsurance                        | 7,858.5     | 9,555.3     | (1,587.3)   | 7,968.0       |
| 4-9   | Proposition 204 - Fee-for-Service                    | 35,245.9    | 42,856.1    | (6,340.5)   | 36,515.6      |
| 4-10  | Proposition 204 - Medicare                           | 24,470.4    | 29,754.0    | (2,670.7)   | 27,083.3      |
| <b>Total</b>  |  | 231,519.9   | 281,603.2   | 13,351.4    | 294,954.6     |
| <b>Non-Appropriated Funding</b>                     |  |             |             |             |               |
| <b>Expenditure Categories</b>                       |  |             |             |             |               |
|   | FTE Positions  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Personal Services                                    | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Employee Related Expenses                            | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Professional and Outside Services                    | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Travel In-State                                      | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Travel Out of State                                  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Food   | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                 | 231,448.0   | 281,515.8   | 13,351.4    | 294,867.2     |
|   | Other Operating Expenses                             | 71.4        | 86.8        | 0.0         | 86.8          |
|   | Equipment  | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Capital Outlay                                       | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Debt Service   | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Cost Allocation                                      | 0.0         | 0.0         | 0.0         | 0.0           |
|   | Transfers  | 0.5         | 0.6         | 0.0         | 0.6           |
| <b>Expenditure Categories Total:</b>                |  | 231,519.9   | 281,603.2   | 13,351.4    | 294,954.6     |
| <b>Fund 2576-N Total:</b>                           |  | 231,519.9   | 281,603.2   | 13,351.4    | 294,954.6     |
| <b>Program 4 Total:</b>                             |  | 2,796,758.5 | 4,010,898.8 | 134,073.3   | 4,144,972.1   |





FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

P204 AHCCCS ADMINISTRATION

**PROP 204 AHCCCS ADMINISTRATION**

**BUDGET JUSTIFICATION**

Proposition 204 expanded AHCCCS coverage up to 100% FPL. This Special Line Item contains funding for AHCCCS administration costs of the Proposition 204 program.

The FY 2019 appropriation is \$13,143,500 (\$4,205,800 General Fund).



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   |                                      | Arizona Health Care Cost Containment System |            |             |               |
|---|--------------------------------------|---|------------|-------------|---------------|
|   |                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   |                                      | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI AHCCCS Administration |                                      |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund          |                                      |   |            |             |               |
| <b>Appropriated</b>                       |                                      |   |            |             |               |
| 0000                                      | FTE                                  | 55.5  | 55.5       | 0.0         | 55.5          |
| 6000                                      | Personal Services                    | 2,020.3                                     | 1,868.5    | 0.0         | 1,868.5       |
| 6100                                      | Employee Related Expenses            | 675.9                                       | 625.1      | 0.0         | 625.1         |
| 6200                                      | Professional and Outside Services    | 688.4                                       | 636.6      | 0.0         | 636.6         |
| 6500                                      | Travel In-State                      | 6.1   | 5.4        | 0.0         | 5.4           |
| 6600                                      | Travel Out of State                  | 3.5   | 3.2        | 0.0         | 3.2           |
| 6700                                      | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800                                      | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000                                      | Other Operating Expenses             | 1,247.6                                     | 1,153.7    | 0.0         | 1,153.7       |
| 8000                                      | Equipment                            | 106.2                                       | 98.3       | 0.0         | 98.3          |
| 8100                                      | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600                                      | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000                                      | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100                                      | Transfers                            | (200.0)                                     | (185.0)    | 0.0         | (185.0)       |
| <b>Appropriated Total:</b>                |                                      | 4,548.0                                     | 4,205.8    | 0.0         | 4,205.8       |
| <b>Fund Total:</b>                        |                                      | 4,548.0                                     | 4,205.8    | 0.0         | 4,205.8       |
| <b>Fund:</b> 2120-N AHCCCS Fund           |                                      |   |            |             |               |
| <b>Non-Appropriated</b>                   |                                      |   |            |             |               |
| 0000                                      | FTE                                  | 75.5  | 75.5       | 0.0         | 75.5          |
| 6000                                      | Personal Services                    | 4,944.9                                     | 3,330.7    | 0.0         | 3,330.7       |
| 6100                                      | Employee Related Expenses            | 2,097.6                                     | 1,412.8    | 0.0         | 1,412.8       |
| 6200                                      | Professional and Outside Services    | 2,601.8                                     | 1,752.3    | 0.0         | 1,752.3       |
| 6500                                      | Travel In-State                      | 6.5   | 4.4        | 0.0         | 4.4           |
| 6600                                      | Travel Out of State                  | 3.8   | 2.5        | 0.0         | 2.5           |
| 6700                                      | Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800                                      | Aid to Organizations and Individuals | 0.0   | 0.0        | 0.0         | 0.0           |
| 7000                                      | Other Operating Expenses             | 3,255.5                                     | 2,192.5    | 0.0         | 2,192.5       |
| 8000                                      | Equipment                            | 269.8                                       | 181.6      | 0.0         | 181.6         |
| 8100                                      | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |                |             |                |
|---|---|----------------|-------------|----------------|
|   | FY 2018                                     | FY 2019        | FY 2020     | FY 2020        |
|   | Actual                                      | Expd. Plan     | Fund. Issue | Total Request  |
| <b>Program:</b> SLI AHCCCS Administration         |   |                |             |                |
| <b>Fund:</b> 2120-N AHCCCS Fund                   |   |                |             |                |
| <b>Non-Appropriated</b>                           |   |                |             |                |
| 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            |
| <b>Non-Appropriated Total:</b>                    | <b>13,179.9</b>                             | <b>8,876.8</b> | <b>0.0</b>  | <b>8,876.8</b> |
| <b>Fund Total:</b>                                | <b>13,179.9</b>                             | <b>8,876.8</b> | <b>0.0</b>  | <b>8,876.8</b> |
| <b>Fund:</b> 2546-A Prescription Drug Rebate Fund |   |                |             |                |
| <b>Appropriated</b>                               |   |                |             |                |
| 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           |
| <b>Appropriated Total:</b>                        | <b>60.9</b>                                 | <b>60.9</b>    | <b>0.0</b>  | <b>60.9</b>    |
| <b>Fund Total:</b>                                | <b>60.9</b>                                 | <b>60.9</b>    | <b>0.0</b>  | <b>60.9</b>    |
| <b>Program Total For Selected Funds:</b>          |   |                |             |                |
|   | 17,788.8                                    | 13,143.5       | 0.0         | 13,143.5       |

All dollars are presented in thousands (not FTE).

## Program Expenditure Schedule

| Agency:   | Arizona Health Care Cost Containment System |                       |
|---|---|-----------------------|
| Program:  | SLI AHCCCS Administration                   |                       |
|   | FY 2018<br>Actual                           | FY 2019<br>Expd. Plan |
| FTE   | 131.0                                       | 131.0                 |
| <b>Expenditure Category Total</b>                         | <b>131.0</b>                                | <b>131.0</b>          |
| <b>Appropriated</b>                                       |   |                       |
| 1000-A General Fund (Appropriated)                        | 55.5  | 55.5                  |
|   | <b>55.5</b>                                 | <b>55.5</b>           |
| <b>Non-Appropriated</b>                                   |   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 75.5  | 75.5                  |
|   | <b>75.5</b>                                 | <b>75.5</b>           |
| <b>Fund Source Total</b>                                  | <b>131.0</b>                                | <b>131.0</b>          |
| <hr/>   |   |                       |
| Personal Services   | 6,965.2                                     | 5,199.2               |
| Boards and Commissions                                    | 0.0   | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>6,965.2</b>                              | <b>5,199.2</b>        |
| <b>Appropriated</b>                                       |   |                       |
| 1000-A General Fund (Appropriated)                        | 2,020.3                                     | 1,868.5               |
|   | <b>2,020.3</b>                              | <b>1,868.5</b>        |
| <b>Non-Appropriated</b>                                   |   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 4,944.9                                     | 3,330.7               |
|   | <b>4,944.9</b>                              | <b>3,330.7</b>        |
| <b>Fund Source Total</b>                                  | <b>6,965.2</b>                              | <b>5,199.2</b>        |
| <hr/>   |   |                       |
| Employee Related Expenses                                 | 2,773.5                                     | 2,037.9               |
| <b>Expenditure Category Total</b>                         | <b>2,773.5</b>                              | <b>2,037.9</b>        |
| <b>Appropriated</b>                                       |   |                       |
| 1000-A General Fund (Appropriated)                        | 675.9                                       | 625.1                 |
|   | <b>675.9</b>                                | <b>625.1</b>          |
| <b>Non-Appropriated</b>                                   |   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 2,097.6                                     | 1,412.8               |
|   | <b>2,097.6</b>                              | <b>1,412.8</b>        |
| <b>Fund Source Total</b>                                  | <b>2,773.5</b>                              | <b>2,037.9</b>        |
| <hr/>   |   |                       |
| Professional and Outside Services                         |   | 2,388.9               |
| External Prof/Outside Serv Budg And Appn                  | 0.0   |                       |
| External Investment Services                              | 0.0   |                       |
| Other External Financial Services                         | 114.8                                       |                       |
| Attorney General Legal Services                           | 0.0   |                       |
| External Legal Services                                   | 194.2                                       |                       |
| External Engineer/Architect Cost - Exp                    | 0.0   |                       |
| External Engineer/Architect Cost- Cap                     | 0.0   |                       |
| Other Design  | 0.0   |                       |
| Temporary Agency Services                                 | 137.1                                       |                       |
| Hospital Services   | 0.0   |                       |
| Other Medical Services                                    | 165.5                                       |                       |
| Institutional Care  | 0.0   |                       |
| Education And Training                                    | 29.0  |                       |
| Vendor Travel   | 0.0   |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0   |                       |
| Vendor Travel - Non Reportable                            | 0.0   |                       |
| External Telecom Consulting Services                      | 0.0   |                       |
| Costs related to those in custody of the State            | 0.0   |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI AHCCCS Administration</b>                   |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Non - Confidential Specialist Fees                       | 0.0               |                       |
| Confidential Specialist Fees                             | 0.0               |                       |
| Outside Actuarial Costs                                  | 0.0               |                       |
| Other Professional And Outside Services                  | 2,649.6           |                       |
| <b>Expenditure Category Total</b>                        | <b>3,290.2</b>    | <b>2,388.9</b>        |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 688.4             | 636.6                 |
|  | <b>688.4</b>      | <b>636.6</b>          |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 2,601.8           | 1,752.3               |
|  | <b>2,601.8</b>    | <b>1,752.3</b>        |
| <b>Fund Source Total</b>                                 | <b>3,290.2</b>    | <b>2,388.9</b>        |
| <hr/>  |                   |                       |
| Travel In-State  | 12.6              | 9.8                   |
| <b>Expenditure Category Total</b>                        | <b>12.6</b>       | <b>9.8</b>            |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 6.1               | 5.4                   |
|  | <b>6.1</b>        | <b>5.4</b>            |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 6.5               | 4.4                   |
|  | <b>6.5</b>        | <b>4.4</b>            |
| <b>Fund Source Total</b>                                 | <b>12.6</b>       | <b>9.8</b>            |
| <hr/>  |                   |                       |
| Travel Out of State                                      | 7.3               | 5.7                   |
| <b>Expenditure Category Total</b>                        | <b>7.3</b>        | <b>5.7</b>            |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 3.5               | 3.2                   |
|  | <b>3.5</b>        | <b>3.2</b>            |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 3.8               | 2.5                   |
|  | <b>3.8</b>        | <b>2.5</b>            |
| <b>Fund Source Total</b>                                 | <b>7.3</b>        | <b>5.7</b>            |
| <hr/>  |                   |                       |
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                     | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 3,346.2               |
| Other Operating Expenditures Budg Approp                 | 0.3               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 60.8              |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI AHCCCS Administration</b>                   |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| General Liability- Non-Taxable- Self Ins | 0.0               |                       |
| Medical Malpractice - Self-Insured       | 0.0               |                       |
| Automobile Liability - Self Insured      | 0.0               |                       |
| General Property Damage - Self- Insured  | 0.0               |                       |
| Automobile Physical Damage-Self Insured  | 0.0               |                       |
| Liability Insurance Premiums             | 0.0               |                       |
| Property Insurance Premiums              | 0.0               |                       |
| Workers Compensation Benefit Payments    | 0.0               |                       |
| Self Insurance - Administrative Fees     | 0.0               |                       |
| Self Insurance - Premiums                | 0.0               |                       |
| Self Insurance - Claim Payments          | 0.0               |                       |
| Self Insurance - Pharmacy Claims         | 0.0               |                       |
| Premium Tax On Altcs                     | 0.0               |                       |
| Other Insurance-Related Charges          | 0.0               |                       |
| Internal Service Data Processing         | 225.9             |                       |
| Internal Service Data Proc- Pc/Lan       | 0.0               |                       |
| External Programming-Mainframe/Legacy    | 1,669.2           |                       |
| External Programming- Pc/Lan/Serv/Web    | 255.3             |                       |
| External Data Entry                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web  | 0.4               |                       |
| Pmt for AFIS Development & Usage         | 0.0               |                       |
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 343.6             |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 91.8              |                       |
| Electricity                              | 61.2              |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 6.4               |                       |
| Gas And Fuel Oil For Buildings           | 1.0               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 22.2              |                       |
| Rental Of Computer Equipment             | 0.4               |                       |
| Rental Of Other Machinery And Equipment  | 2.6               |                       |
| Miscellaneous Rent                       | 7.8               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 48.4              |                       |
| Repair And Maintenance - Vehicles        | 7.8               |                       |
| Repair And Maint - Mainframe And Legacy  | 0.2               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 52.4              |                       |
| Other Repair And Maintenance             | (105.1)           |                       |
| Software Support And Maintenance         | 924.3             |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI AHCCCS Administration</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Security Supplies                                       | 0.0               |                       |
| Office Supplies   | 28.6              |                       |
| Computer Supplies                                       | 1.6               |                       |
| Housekeeping Supplies                                   | 10.2              |                       |
| Bedding And Bath Supplies                               | 0.0               |                       |
| Drugs And Medicine Supplies                             | 0.0               |                       |
| Medical Supplies  | 0.0               |                       |
| Dental Supplies   | 0.0               |                       |
| Automotive And Transportation Fuels                     | 9.4               |                       |
| Automotive Lubricants And Supplies                      | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build                | 0.0               |                       |
| Repair And Maintenance Supplies-Building                | 4.4               |                       |
| Other Operating Supplies                                | 6.2               |                       |
| Publications  | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions                  | 0.0               |                       |
| Lottery Prizes  | 0.0               |                       |
| Lottery Distribution Costs                              | 0.0               |                       |
| Material for Further Processing                         | 0.0               |                       |
| Other Resale Supplies                                   | 0.0               |                       |
| Loss On Sales Of Capital Assets                         | 0.0               |                       |
| Loss on Sales of Investments                            | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate                 | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other                 | 7.6               |                       |
| Conference Registration-Attendance Fees                 | 4.7               |                       |
| Other Education And Training Costs                      | 7.4               |                       |
| Advertising   | 1.6               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing                                       | (1.8)             |                       |
| External Printing                                       | 231.0             |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                    | 233.8             |                       |
| Document shredding and Destruction Services             | 0.0               |                       |
| Translation and Sign Language Services                  | 2.0               |                       |
| Distribution To State Universities                      | 0.0               |                       |
| Other Intrastate Distributions                          | 0.0               |                       |
| Awards  | 2.8               |                       |
| Entertainment And Promotional Items                     | 0.2               |                       |
| Dues  | 8.7               |                       |
| Books- Subscriptions And Publications                   | 12.2              |                       |
| Costs For Digital Image Or Microfilm                    | 0.0               |                       |
| Revolving Fund Advances                                 | 0.0               |                       |
| Credit Card Fees Over Approved Limit                    | 0.0               |                       |
| Relief Bill Expenditures                                | 0.0               |                       |
| Surplus Property Distr To State Agencies                | 0.0               |                       |
| Security Services                                       | 40.0              |                       |
| Judgments - Damages                                     | 0.0               |                       |
| ICA Payments to Claimants Confidential                  | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                | 0.0               |                       |
| Judgments - Non-Confidential Restitution                | 0.0               |                       |
| Judgments - Punitive And Compensatory                   | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI AHCCCS Administration</b>                   |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Pmts For Contracted State Inmate Labor  | 0.0               |                       |
| Payments To State Inmates               | 0.0               |                       |
| Bad Debt Expense                        | 0.0               |                       |
| Interview Expense                       | 0.0               |                       |
| Employee Relocations-Nontaxable         | 0.0               |                       |
| Employee Relocations-Taxable            | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf   | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover  | 0.0               |                       |
| Fingerprinting, Background Checks, Etc. | 3.2               |                       |
| Other Miscellaneous Operating           | 212.4             |                       |
| <b>Expenditure Category Total</b>       | <b>4,503.1</b>    | <b>3,346.2</b>        |
| <b>Appropriated</b>                     |                   |                       |
| 1000-A General Fund (Appropriated)      | 1,247.6           | 1,153.7               |
|   | <b>1,247.6</b>    | <b>1,153.7</b>        |
| <b>Non-Appropriated</b>                 |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)   | 3,255.5           | 2,192.5               |
|   | <b>3,255.5</b>    | <b>2,192.5</b>        |
| <b>Fund Source Total</b>                | <b>4,503.1</b>    | <b>3,346.2</b>        |

|   |       |       |
|---|-------|-------|
|   |       | 279.9 |
| Current Year Expenditures                                 |       |       |
| Capital Equipment Budget And Approp                       | 0.0   |       |
| Vehicles Capital Purchase                                 | 0.0   |       |
| Vehicles Capital Leases                                   | 0.0   |       |
| Furniture Capital Purchase                                | 0.8   |       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0   |       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0   |       |
| Furniture Capital Leases                                  | 0.0   |       |
| Computer Equipment Capital Purchase                       | 0.0   |       |
| Computer Equipment Capital Lease                          | 0.0   |       |
| Telecommunication Equip-Capital Purchase                  | 0.0   |       |
| Telecommunication Equip-Capital Lease                     | 0.0   |       |
| Other Equipment Capital Purchase                          | 0.0   |       |
| Other Equipment Capital Leases                            | 0.0   |       |
| Purchased Or Licensed Software-Website                    | 0.0   |       |
| Internally Generated Software-Website                     | 0.0   |       |
| Development in Progress                                   | 0.0   |       |
| Right-Of-Way/Easement/Extraction Rights                   | 0.0   |       |
| Oth Int Assets purchased, licensed or internally generate | 0.0   |       |
| Other intangible assets acquired by capital lease         | 0.0   |       |
| Other Capital Asset Purchases                             | 0.0   |       |
| Leasehold Improvement-Capital Purchase                    | 0.0   |       |
| Other Capital Asset Leases                                | 0.0   |       |
| Non-Capital Equip Budget And Approp                       | 0.0   |       |
| Vehicles Non-Capital Purchase                             | 0.0   |       |
| Vehicles Non-Capital Leases                               | 0.0   |       |
| Furniture Non-Capital Purchase                            | 12.8  |       |
| Works Of Art And Hist Treas-Non Capital                   | 0.0   |       |
| Furniture Non-Capital Leases                              | 0.0   |       |
| Computer Equipment Non-Capital Purchase                   | 348.2 |       |
| Computer Equipment Non-Capital Lease                      | 0.0   |       |
| Telecomm Equip Non-Capital Purchase                       | 1.2   |       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI AHCCCS Administration</b>                   |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Telecomm Equip Non-Capital Leases                          | 0.0               |                       |
| Other Equipment Non-Capital Purchase                       | 1.6               |                       |
| Weapons Non-Capital Purchase                               | 0.0               |                       |
| Other Equipment Non-Capital Lease                          | 0.0               |                       |
| Purchased Or Licensed Software/Website                     | 11.4              |                       |
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>376.0</b>      | <b>279.9</b>          |
| <b>Appropriated</b>  |                   |                       |
| 1000-A General Fund (Appropriated)                         | 106.2             | 98.3                  |
| <b>Expenditure Category Total</b>                          | <b>106.2</b>      | <b>98.3</b>           |
| <b>Non-Appropriated</b>                                    |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                      | 269.8             | 181.6                 |
| <b>Expenditure Category Total</b>                          | <b>269.8</b>      | <b>181.6</b>          |
| <b>Fund Source Total</b>                                   | <b>376.0</b>      | <b>279.9</b>          |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | (139.1)           | (124.1)               |
| <b>Expenditure Category Total</b>                          | <b>(139.1)</b>    | <b>(124.1)</b>        |
| <b>Appropriated</b>  |                   |                       |
| 1000-A General Fund (Appropriated)                         | (200.0)           | (185.0)               |
| 2546-A Prescription Drug Rebate Fund (Appropriated)        | 60.9              | 60.9                  |
| <b>Expenditure Category Total</b>                          | <b>(139.1)</b>    | <b>(124.1)</b>        |
| <b>Fund Source Total</b>                                   | <b>(139.1)</b>    | <b>(124.1)</b>        |

| <b>Employee Retirement Coverage</b> |            |                          |              |
|-------------------------------------|------------|--------------------------|--------------|
| <b>Retirement System</b>            | <b>FTE</b> | <b>Personal Services</b> | <b>Fund#</b> |
| Arizona State Retirement System     | 55.5       | 1,868.5                  | 1000-A       |
| Arizona State Retirement System     | 75.5       | 3,330.7                  | 2120-N       |



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

P204 AHCCCS ADMINISTRATION

**DES PROPOSITION 204 AHCCCS ADMINISTRATION**

**BUDGET JUSTIFICATION**

Proposition 204 expanded AHCCCS coverage up to 100% FPL. This appropriation contains funding for pass-through administration costs, in DES, of the Proposition 204 program. This funding primarily represents eligibility services provided by DES.

The FY 2019 appropriation is \$44,358,700 (\$20,722,200 General Fund).



AHCCCS DES Eligibility FY 2018 Budget Request

| FY 2018 Expenditure Actuals     |             |              |             |
|---------------------------------|-------------|--------------|-------------|
| OSPB Account                    | Title XIX   | General Fund | Total       |
| Personal Services               | \$ 25,646.0 | \$ 11,777.1  | \$ 37,423.1 |
| Employee-related                | \$ 12,274.6 | \$ 5,465.6   | \$ 17,740.1 |
| Professional & Outside Services | \$ 10,688.3 | \$ 3,682.9   | \$ 14,371.2 |
| Travel In-State                 | \$ 208.8    | \$ 88.8      | \$ 297.7    |
| Travel Out of State             | \$ 9.8      | \$ 8.8       | \$ 18.6     |
| Aid                             | \$ 1,107.2  | \$ 368.1     | \$ 1,475.3  |
| Other Operating Expenditures    | \$ 7,284.5  | \$ 3,593.2   | \$ 10,877.7 |
| Equipment                       | \$ 734.3    | \$ 486.9     | \$ 1,221.2  |
| Transfers Out                   | \$ 21.00    | \$ 19.8      | \$ 40.8     |
| Total AHCCCS Eligibility        | \$ 57,974.5 | \$ 25,491.2  | \$ 83,465.7 |

| FY 2019 Expenditure Plan        |             |              |             |
|---------------------------------|-------------|--------------|-------------|
| OSPB Account                    | Title XIX   | General Fund | Total       |
| Personal Services               | \$ 31,227.6 | \$ 14,340.2  | \$ 45,567.9 |
| Employee-related                | \$ 13,881.2 | \$ 6,181.0   | \$ 20,062.2 |
| Professional & Outside Services | \$ 10,976.0 | \$ 3,682.9   | \$ 14,658.9 |
| Travel In-State                 | \$ 211.0    | \$ 89.7      | \$ 300.7    |
| Travel Out of State             | \$ 9.8      | \$ 8.8       | \$ 18.6     |
| Aid                             | \$ 1,157.7  | \$ 384.9     | \$ 1,542.6  |
| Other Operating Expenditures    | \$ 6,686.9  | \$ 3,298.4   | \$ 9,985.4  |
| Equipment                       | \$ 992.2    | \$ 657.9     | \$ 1,650.0  |
| Transfers Out                   | \$ 21.0     | \$ 19.8      | \$ 40.8     |
| Total AHCCCS Eligibility        | \$ 65,163.3 | \$ 28,663.7  | \$ 93,827.0 |

AHCCCS DEA Prop 204 FY 2018 Budget Request

| FY 2018 Expenditure Actuals     |             |              |             |
|---------------------------------|-------------|--------------|-------------|
| OSPB Account                    | Title XIX   | General Fund | Total       |
| Personal Services               | \$ 11,112.4 | \$ 8,846.9   | \$ 19,959.3 |
| Employee-related                | \$ 5,391.8  | \$ 4,143.9   | \$ 9,535.8  |
| Professional & Outside Services | \$ 461.3    | \$ 569.4     | \$ 1,030.7  |
| Travel In-State                 | \$ 71.9     | \$ 31.7      | \$ 103.7    |
| Travel Out of State             | \$ 2.6      | \$ 2.6       | \$ 5.2      |
| Aid                             | \$ 579.9    | \$ 342.2     | \$ 922.1    |
| Other Operating Expenditures    | \$ 3,143.6  | \$ 2,807.8   | \$ 5,951.4  |
| Equipment                       | \$ 277.5    | \$ 307.6     | \$ 585.0    |
| Transfers Out                   | \$ 8.5      | \$ 14.8      | \$ 23.2     |
| Total AHCCCS Prop 204           | \$ 21,049.5 | \$ 17,066.9  | \$ 38,116.4 |

| FY 2019 Expenditure Plan        |             |              |             |
|---------------------------------|-------------|--------------|-------------|
| OSPB Account                    | Title XIX   | General Fund | Total       |
| Personal Services               | \$ 13,530.9 | \$ 10,772.4  | \$ 24,303.3 |
| Employee-related                | \$ 6,097.6  | \$ 4,686.3   | \$ 10,783.9 |
| Professional & Outside Services | \$ 473.7    | \$ 584.7     | \$ 1,058.3  |
| Travel In-State                 | \$ 72.7     | \$ 32.0      | \$ 104.7    |
| Travel Out of State             | \$ -        | \$ -         | \$ -        |
| Aid                             | \$ 606.3    | \$ 357.8     | \$ 964.1    |
| Other Operating Expenditures    | \$ 2,885.7  | \$ 2,577.5   | \$ 5,463.2  |
| Equipment                       | \$ 374.9    | \$ 415.6     | \$ 790.5    |
| Transfers Out                   | \$ 8.5      | \$ 14.8      | \$ 23.2     |
| Total AHCCCS Prop 204           | \$ 24,050.2 | \$ 19,441.0  | \$ 43,491.3 |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                 |             |                 |
|---|---|-----------------|-------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program: DES Administration</b>        |   |                 |             |                 |
| <b>Fund: 1000-A General Fund</b>          |   |                 |             |                 |
| <b>Appropriated</b>                       |   |                 |             |                 |
| 0000 FTE                                  | 178.6                                       | 178.6           | 0.0         | 178.6           |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                         | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers                            | 15,640.9                                    | 16,966.0        | 0.0         | 16,966.0        |
| <b>Appropriated Total:</b>                | <b>15,640.9</b>                             | <b>16,966.0</b> | <b>0.0</b>  | <b>16,966.0</b> |
| <b>Fund Total:</b>                        | <b>15,640.9</b>                             | <b>16,966.0</b> | <b>0.0</b>  | <b>16,966.0</b> |
| <b>Fund: 2120-N AHCCCS Fund</b>           |   |                 |             |                 |
| <b>Non-Appropriated</b>                   |   |                 |             |                 |
| 0000 FTE                                  | 121.5                                       | 121.5           | 0.0         | 121.5           |
| 6000 Personal Services                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses            | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services    | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food                                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses             | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment                            | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                       | 0.0   | 0.0             | 0.0         | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |                 |             |                 |
|---|---|-----------------|-------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program: DES Administration</b>                    |   |                 |             |                 |
| <b>Fund: 2120-N AHCCCS Fund</b>                       |   |                 |             |                 |
| <b>Non-Appropriated</b>                               |   |                 |             |                 |
| 8600 Debt Service                                     | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers  | 15,852.5                                    | 23,636.5        | 0.0         | 23,636.5        |
| <b>Non-Appropriated Total:</b>                        | <b>15,852.5</b>                             | <b>23,636.5</b> | <b>0.0</b>  | <b>23,636.5</b> |
| <b>Fund Total:</b>                                    | <b>15,852.5</b>                             | <b>23,636.5</b> | <b>0.0</b>  | <b>23,636.5</b> |
| <b>Fund: 2478-A Budget Neutrality Compliance Fund</b> |   |                 |             |                 |
| <b>Appropriated</b>                                   |   |                 |             |                 |
| 6000 Personal Services                                | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses                        | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services                | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                              | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food   | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals             | 0.0   | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses                         | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                                   | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                                     | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                                  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers  | 4,251.3                                     | 3,756.2         | 0.0         | 3,756.2         |
| <b>Appropriated Total:</b>                            | <b>4,251.3</b>                              | <b>3,756.2</b>  | <b>0.0</b>  | <b>3,756.2</b>  |
| <b>Fund Total:</b>                                    | <b>4,251.3</b>                              | <b>3,756.2</b>  | <b>0.0</b>  | <b>3,756.2</b>  |
| <b>Program Total For Selected Funds:</b>              | <b>35,744.7</b>                             | <b>44,358.7</b> | <b>0.0</b>  | <b>44,358.7</b> |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>DES Administration</b>                          |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 300.1             | 300.1                 |
| <b>Expenditure Category Total</b>                         | <b>300.1</b>      | <b>300.1</b>          |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 178.6             | 178.6                 |
|   | <b>178.6</b>      | <b>178.6</b>          |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 121.5             | 121.5                 |
|   | <b>121.5</b>      | <b>121.5</b>          |
| <b>Fund Source Total</b>                                  | <b>300.1</b>      | <b>300.1</b>          |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>DES Administration</b>                          |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                     | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |
| General Property Damage - Self- Insured                  | 0.0               |                       |
| Automobile Physical Damage-Self Insured                  | 0.0               |                       |
| Liability Insurance Premiums                             | 0.0               |                       |
| Property Insurance Premiums                              | 0.0               |                       |
| Workers Compensation Benefit Payments                    | 0.0               |                       |
| Self Insurance - Administrative Fees                     | 0.0               |                       |
| Self Insurance - Premiums                                | 0.0               |                       |
| Self Insurance - Claim Payments                          | 0.0               |                       |
| Self Insurance - Pharmacy Claims                         | 0.0               |                       |
| Premium Tax On Altcs                                     | 0.0               |                       |
| Other Insurance-Related Charges                          | 0.0               |                       |
| Internal Service Data Processing                         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                       | 0.0               |                       |
| External Programming-Mainframe/Legacy                    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                    | 0.0               |                       |
| External Data Entry                                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0               |                       |
| Pmt for AFIS Development & Usage                         | 0.0               |                       |
| Internal Service Telecommunications                      | 0.0               |                       |
| External Telecom Long Distance-In-State                  | 0.0               |                       |
| External Telecom Long Distance-Out-State                 | 0.0               |                       |
| Other External Telecommunication Service                 | 0.0               |                       |
| Electricity  | 0.0               |                       |
| Sanitation Waste Disposal                                | 0.0               |                       |
| Water  | 0.0               |                       |
| Gas And Fuel Oil For Buildings                           | 0.0               |                       |
| Other Utilities  | 0.0               |                       |
| Building Rent Charges To State Agencies                  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>DES Administration</b>                          |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>DES Administration</b>                          |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| Other Intrastate Distributions                            | 0.0                             |                                     |
| Awards  | 0.0                             |                                     |
| Entertainment And Promotional Items                       | 0.0                             |                                     |
| Dues  | 0.0                             |                                     |
| Books- Subscriptions And Publications                     | 0.0                             |                                     |
| Costs For Digital Image Or Microfilm                      | 0.0                             |                                     |
| Revolving Fund Advances                                   | 0.0                             |                                     |
| Credit Card Fees Over Approved Limit                      | 0.0                             |                                     |
| Relief Bill Expenditures                                  | 0.0                             |                                     |
| Surplus Property Distr To State Agencies                  | 0.0                             |                                     |
| Security Services   | 0.0                             |                                     |
| Judgments - Damages                                       | 0.0                             |                                     |
| ICA Payments to Claimants Confidential                    | 0.0                             |                                     |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0                             |                                     |
| Judgments - Non-Confidential Restitution                  | 0.0                             |                                     |
| Judgments - Punitive And Compensatory                     | 0.0                             |                                     |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0                             |                                     |
| Pmts For Contracted State Inmate Labor                    | 0.0                             |                                     |
| Payments To State Inmates                                 | 0.0                             |                                     |
| Bad Debt Expense  | 0.0                             |                                     |
| Interview Expense   | 0.0                             |                                     |
| Employee Relocations-Nontaxable                           | 0.0                             |                                     |
| Employee Relocations-Taxable                              | 0.0                             |                                     |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0                             |                                     |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0                             |                                     |
| Fingerprinting, Background Checks, Etc.                   | 0.0                             |                                     |
| Other Miscellaneous Operating                             | 0.0                             |                                     |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                      | <b>0.0</b>                          |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>DES Administration</b>                          |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 35,744.7          | 44,358.7              |
| <b>Expenditure Category Total</b>                          | <b>35,744.7</b>   | <b>44,358.7</b>       |
| <hr/>  |                   |                       |
| <b>Appropriated</b>  |                   |                       |
| 1000-A General Fund (Appropriated)                         | 15,640.9          | 16,966.0              |
| 2478-A Budget Neutrality Compliance Fund (Appropriated)    | 4,251.3           | 3,756.2               |
|  | <b>19,892.2</b>   | <b>20,722.2</b>       |
| <hr/>  |                   |                       |
| <b>Non-Appropriated</b>                                    |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                      | 15,852.5          | 23,636.5              |
|  | <b>15,852.5</b>   | <b>23,636.5</b>       |
| <b>Fund Source Total</b>                                   | <b>35,744.7</b>   | <b>44,358.7</b>       |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | DES Administration                          |

| <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---------------------------------|-------------------------------------|
|---------------------------------|-------------------------------------|



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 CAPITATION**

**PROPOSITION 204 CAPITATION**

**PROGRAM DESCRIPTION/BACKGROUND**

On November 7, 2000, Arizona voters approved Proposition 204, which expanded eligibility for the AHCCCS program to include individuals whose annual incomes are at or below 100% of the Federal Poverty Level (FPL). Proposition 204 specified that monies received by the State from the tobacco litigation settlement be used to fund the program. It also stipulated that the tobacco litigation settlement monies be supplemented, as necessary, if not sufficient. In 2012 the Arizona Legislature determined that tobacco litigation monies would only be supplemented by General Fund dollars if they determined that funds were available. This decision was upheld by the courts (pursuant to *Fogliano, et al v. State of Arizona and Bellach*).

On January 18, 2001, AHCCCS received approval from the Centers for Medicare and Medicaid Services (CMS) to expand eligibility to individuals with income at or below 100% FPL and individuals who have incurred medical bills sufficient to reduce their income to 40% FPL or less under Arizona's Medicaid waiver. This allows the State to receive approximately two-thirds of the cost of these expanded populations in Federal matching monies. As a condition for the waiver, Arizona is subject to "Federal Budget Neutrality," which essentially limits the amount of Federal Medicaid funding the State can receive over a waiver period. There have been three budget neutrality periods since April 1, 2001. The first was for the period April 1, 2001 through September 30, 2011. The second period commenced on October 1, 2011 and ended September 30, 2016. The third period commenced on October 1, 2016, and ends September 30, 2021.

There are five funding sources for the State Share of the program: Arizona Tobacco Litigation Settlement (ATLS) Fund, Proposition 204 Protection Account, Emergency Health Services Account (Proposition 204 Protection Account and Emergency Health Services Account are part of the Tobacco Products Tax Fund), Political Subdivisions (APSI) Fund, and Hospital Assessment Fund. All but the Political Subdivisions and Hospital Assessment Funds sources are dependent upon tobacco sales for revenue.

Capitation is a calculated monthly payment to health plan contractors for their provision of covered medical services to each member. Each member belongs to an eligibility group based on income, disability, resources, age and sex. The capitation rates for all eligibility groups are determined with the objective of covering the expected utilization and costs of medical services while ensuring the financial viability of health plans, which provide those medical services. The capitation rates are calculated annually to reflect changes to utilization of services and medical cost inflation.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 CAPITATION**

**AHCCCS Complete Care (ACC) Integration:**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



**METHODOLOGY:**

(Budget Driver/Source of Info.)

A combination of linear regression, annualized growth rates, and ARIMA were utilized to project member months for each rate category (1931/TANF, SSI, MED, AHCCCS Care, Births). The resulting member months were then multiplied by capitation rate estimates to project future capitation payments.

Prior period member months for TANF, SSI with Medicare and SSI without Medicare were calculated based on a ratio of date-of-payment prior period member months to date-of-payment regular member months for each risk pool. Prior period member months were then forecast for each risk pool by multiplying these ratios by projected member months.



**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

**ASSUMPTIONS:**

**Member Growth**

TANF/1931 - From June 2017 to June 2018, TANF/1931 member months decreased by 8.9%, compared to an increase of 3.9% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 1.3% before a meager growth of 0.3% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

Both the SSI with Medicare and SSI without Medicare population were significantly impacted by shifts from the SSI Traditional program due to changes in income determination. MAGI implementation, along with the fact that the last COLA increase was less than the FBR increase, may have caused a shift to SSI Traditional programs from SSI Prop. 204. The implementation of HEAplus, which has more electronic data sources for income, is an additional factor that may explain this transfer of SSI members.

Member months for Traditional SSI with Medicare, Traditional SSI without Medicare, Prop. 204 SSI with Medicare, and Prop. 204 SSI without Medicare were also combined and forecast in aggregate, but this time using an ARIMA model while holding the Without Medicare population constant. This aggregate forecast was then split by the percentage that each component represented of the total as of July 2018 (40.8% Traditional SSI with Medicare, 32.6% Traditional SSI without Medicare, 25.7% Prop. 204 SSI with Medicare, and 1.0% Prop. 204 SSI without Medicare). June over June growth rates are given in the table below:

| June | Traditional SSI w/ Medicare | % Chg.    | Traditional SSI w/o Medicare | % Chg.    | P204 SSI w/ Medicare | % Chg.    | P204 SSI w/o Medicare | % Chg.   | TOTAL      | % Chg.     |
|------|-----------------------------|-----------|------------------------------|-----------|----------------------|-----------|-----------------------|----------|------------|------------|
|      | 2017                        | 69,608.50 | 25.9%                        | 47,491.10 | -2.6%                | 20,635.23 | -30.5%                | 1,194.07 | -25.5%     | 138,928.90 |
| 2018 | 57,638.17                   | -17.2%    | 46,398.60                    | -2.3%     | 36,360.03            | 76.2%     | 1,447.80              | 21.2%    | 141,844.60 | 2.1%       |
| 2019 | 57,972.20                   | 0.6%      | 46,172.96                    | -0.5%     | 36,642.84            | 0.8%      | 1,378.58              | -4.8%    | 142,166.58 | 0.2%       |
| 2020 | 58,077.18                   | 0.2%      | 46,172.96                    | 0.0%      | 36,709.20            | 0.2%      | 1,378.58              | 0.0%     | 142,337.92 | 0.1%       |



**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

When an enrollment freeze for Expansion State Adults was implemented July 8, 2011, this population decreased considerably. Laws 2013, First Special Session, Chapter 10 restored this population effective January 1, 2014, with State Match funding provided by the Hospital Assessment Fund. The population continued to decline through December 2013, reaching a low of 59,700 member months. The original growth assumptions for the restoration assumed that 90% of the pre-freeze population would return to the program by September 2014, however, that target was already exceeded by June 2014. The FY 2014 June over June growth for this population was 200.2%. Some growth in this population carried over into FY 2015 with a June over June growth rate of 24.9%, but growth appears to have leveled off since January 2015. From June 2017 to June 2018 this population declined -3.6%.

It is assumed that the Expansion State Adults population, as well as the TANF population, has births associated with them. These births were projected by combining all births across all risk groups, then employing a 60-month seasonal regression, then apportioning the births to each risk group by the product of the total forecast and the ratio of births from each risk group for SFY 2018 over the total births for that period.

The growth rates shown in the table correspond to the growth rates cited above which are from June of the comparison year to June of the following year. SFY 2014-2018 figures are actuals. These figures include the effects of CRS and behavioral health integration described elsewhere, as well as shifts from TANF to SOBRA and shifts from SSI.

| SFY     | TANF    | SSI w/   | SSI w/o  | Exp. State | Total         |
|---------|---------|----------|----------|------------|---------------|
|         | (AFDC)  | Medicare | Medicare | Adults     | MM            |
| 2012-13 | -2.94%  | 9.43%    | -40.06%  | -35.35%    | -15.9%        |
| 2013-14 | 5.54%   | -0.75%   | -29.26%  | 200.16%    | 66.0%         |
| 2014-15 | -12.33% | 35.99%   | 45.62%   | 24.93%     | 13.6%         |
| 2015-16 | 32.75%  | -26.36%  | -57.07%  | 8.14%      | 10.4%         |
| 2016-17 | 3.87%   | -30.46%  | -25.48%  | 2.15%      | 0.4%          |
| 2017-18 | -8.89%  | 76.20%   | 21.25%   | -3.70%     | -1.5%         |
| 2018-19 | 1.33%   | 0.78%    | -4.78%   | 1.12%      | 1.1%          |
| 2019-20 | 0.31%   | 0.18%    | 0.00%    | 0.50%      | 0.4%          |
|         |         |          |          |            | <b>Births</b> |
|         |         |          |          |            | -11.46%       |
|         |         |          |          |            | 1.18%         |
|         |         |          |          |            | 162.79%       |
|         |         |          |          |            | 56.19%        |
|         |         |          |          |            | -11.05%       |
|         |         |          |          |            | -5.10%        |
|         |         |          |          |            | -14.21%       |
|         |         |          |          |            | -1.21%        |



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

| SFY     | Age     |         | Age     | Dual    | SSI w/o  | Exp. State | Total       |
|---------|---------|---------|---------|---------|----------|------------|-------------|
|         | 1-20    | 21+     | 21+     | Dual    | Medicare | Adults     | Categorical |
| 2012-13 | -5.78%  | -3.01%  | 8.47%   | -39.99% | -35.35%  | -15.9%     |             |
| 2013-14 | -15.42% | 7.78%   | -0.56%  | -29.19% | 200.16%  | 65.9%      |             |
| 2014-15 | -44.16% | -10.60% | 30.30%  | 45.52%  | 24.93%   | 13.6%      |             |
| 2015-16 | -39.40% | 35.94%  | -18.93% | -57.09% | 8.14%    | 10.3%      |             |
| 2016-17 | -11.64% | 3.80%   | -22.26% | -25.56% | 2.15%    | 0.4%       |             |
| 2017-18 | -18.84% | -9.25%  | 54.39%  | 21.40%  | -3.70%   | -1.5%      |             |
| 2018-19 | -3.37%  | 1.46%   | 0.74%   | -4.84%  | 1.12%    | 1.1%       |             |
| 2019-20 | 0.31%   | 0.31%   | 0.20%   | 0.00%   | 0.50%    | 0.4%       |             |

**Prior Period Methodology:**

**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020**  
**BUDGET JUSTIFICATION**



AHCCCS forecasts Prior Period Member-Months (PPC) by computing a 12-month moving average ratio of PPC to corresponding prospective member-months for every given risk pool. For both PPC and Prospective member-months, amounts used are on a service-month basis, as opposed to payment-month, so totals will not be equal to corresponding counts in the Appropriation Status Report (ASR For the FY 2019 and 2020 PPC forecast, AHCCCS used a completion factor methodology to produce actual PPC estimates for more recent months, and then used those completed months in the calculation of the forecast ratio. PPC forecast amounts for each risk pool were computed by multiplying the 12-month moving average ratio (July 2017 to June 2018) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.



**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

**ACA HEALTH INSURER FEE**

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

| Fee Year            | Applicable Amount   |
|---------------------|---|
| 2014                | \$ 8,000,000,000  |
| 2015                | \$11,300,000,000  |
| 2016                | \$11,300,000,000  |
| 2017                | HIF Moratorium  |
| 2018                | \$14,300,000,000  |
| 2019                | HIF Moratorium  |
| 2020 and thereafter | The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)). |

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 CAPITATION**

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Proposition 204 was \$13,012,000 Total Fund (\$3,917,900 State Match).

**Capitation Rates**

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



In CYE 2019, AHCCCS expects that increases to utilization and medical inflation will require an increase to capitation rates in order for them to remain actuarially sound. AHCCCS estimates a CYE 2019 rate increase of 2.5% for all risk pools.

|              | <b>Proposition 204 Prospective Rates</b> |                  |                  |                                       |                                  |
|--------------|--|------------------|------------------|---------------------------------------|----------------------------------|
|              | <b>7/1/2018</b>                          | <b>10/1/2018</b> | <b>10/1/2019</b> | <b>Jul.2018–Oct.2018<br/>% Change</b> | <b>Oct. to Oct.<br/>% Change</b> |
| <b>Group</b> |  |                  |                  |                                       |                                  |
| Age <1       | 509.56                                   | 568.76           | 582.98           | 11.6%                                 | 2.5%                             |
| Age 1-20     | 174.85                                   | 178.66           | 183.13           | 2.2%                                  | 2.5%                             |
| Age 21+      | 341.27                                   | 362.65           | 371.71           | 6.3%                                  | 2.5%                             |
| Duals        | 145.66                                   | 143.36           | 146.94           | -1.6%                                 | 2.5%                             |
| SSI w/o      | 1,271.12                                 | 1,230.59         | 1,261.36         | -3.2%                                 | 2.5%                             |
| ESA          | 606.13                                   | 621.92           | 637.47           | 2.6%                                  | 2.5%                             |
| NEA          | 377.80                                   | 405.45           | 415.58           | 7.3%                                  | 2.5%                             |
| SMI RBHA     | 1,987.84                                 | 2,020.12         | 2,070.63         | 1.6%                                  | 2.5%                             |
| Crisis RBHA  | 3.86                                     | 4.76             | 4.88             | 23.3%                                 | 2.5%                             |

Note: The rates for CYE 2019 are based on statewide weighted rates at all reinsurance deductible levels and use constant member month weighting based on projected CYE 2019 member months for KidsCare, Traditional Medicaid Services, and Proposition 204.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION

**FMAP**

As an early expansion state (since Arizona had previously expanded eligibility up to 100% FPL), Arizona would not be eligible for the 100% “Newly Eligible” federal match offered to most states for adults who were made eligible by Proposition 204. However, the ACA does offer early expansion states an enhanced FMAP for Childless Adults known as the Expansion State FMAP.

For Arizona, this Expansion State FMAP started at 83.62% in Calendar Year 2014 representing the Regular MAP (67.23%) plus 50% of the difference between the Regular FMAP and the Newly Eligible FMAP (100%). Each Calendar Year, this adjustment is incremented by 10 percentage points of the difference between these two FMAP rates. For example, the Expansion State FMAP for Calendar Year 2015 was calculated by adding 60% of the difference between the Regular FMAP of 68.46% and the Newly Eligible FMAP of 100% to the Regular FMAP, while in Calendar Year 2016, 70% of the difference between the Regular FMAP of 68.92% and the Newly Eligible FMAP of 100% was added to the Regular FMAP. In Calendar Year 2019, the adjustment percentage increases to 90% and the Newly Eligible FMAP decreases from 95% to 94% in January 2018, resulting in a net increase in the calculated Expansion State FMAP.

For each Calendar Year after 2017, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%. By Calendar Year 2019, both the Expansion State FMAP and the Newly Eligible FMAP will be equal since the percentage adjustment to the Regular FMAP is then 100% of the difference between them. In Calendar Year 2019 both rates will be 93% and in Calendar Year 2020 both rates will be 90%.

It is assumed that the Regular FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on the Federal Funds Information for States (FFIS) Issue Brief 18-11 (March 23, 2018). FMAP rates for SFY 2019 and 2020 are given, by month, on the table below:

| <b>Proposition 204 FMAP</b> |        |        |        |        |        |        |        |        |        |        |        |        |
|-----------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| <b>SFY 2019</b>             | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 |
| Regular                     | 69.89% | 69.89% | 69.89% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% |
| ESA                         | 91.59% | 91.59% | 91.59% | 91.58% | 91.58% | 91.58% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% |
| <b>SFY 2020</b>             | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 |
| Regular                     | 69.81% | 69.81% | 69.81% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% |
| ESA                         | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% |



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 CAPITATION**

**Family Planning Adjustment**

The family planning component of the capitation rate is eligible for 90% federal funding that is higher than the regular Title XIX FMAP rate. The state share of acute care capitation expenses was reduced by an amount due to the difference between the higher family planning federal matching percentage and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2019 and FY 2020, the amount of the family planning adjustment is estimated at \$2,772,700.

**Prior Period Coverage (PPC) Reconciliation:**

AHCCCS performs a reconciliation process which compares total PPC medical cost experience to the reimbursement associated with the prior period retro portion of the capitation rates for all rate categories. ARS 35-142.01(B) requires AHCCCS to deposit reconciliation recoupments or penalties against program contractors or health plans into the General Fund or the fund from which the appropriation was made and prohibits these recoupments or penalties from being credited against future payments. As a result, only additional payments are included in the AHCCCS budget request. For SFY 2019 and SFY 2020, no additional payments are expected to be paid as a result of reconciliations.

**Acute Program Tiered Prospective Reconciliation:**

The AHCCCS Acute Care CRS RFP (RFP No. YH14-0001) tiered prospective reconciliation replaced the various acute care reconciliations with a Tiered Prospective reconciliation effective October 1, 2013 based on prospective, fully adjudicated medical expense encounters, and self-reported subcapitated expenses, net of reinsurance. For each contract year, the amount due from or due to the Contractor as the result of this reconciliation will be based on aggregated profits and losses across all of the tiered reconciliation risk groups. Individual risk groups will not be reconciled separately. The expenses will be reconciled against prospective capitation including Delivery Supplement payments and will be net of the administrative and premium tax components. No additional payments to Contractors as a result of Acute Program Tiered Prospective Reconciliation are anticipated in SFY 2019 or SFY 2020.

**Fund Sourcing**

State Match for Proposition 204 includes the Arizona Tobacco Litigation Settlement Fund, the Proposition 204 Protection Account, and the Emergency Health Services account of the Tobacco Products Tax Fund. Beginning October 1, 2017, capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. All remaining State Match required to fund Proposition 204 is funded with the Hospital Assessment Fund.

**PROPOSITION 204 SERVICES  
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



The FY 2019 appropriation for the the Arizona Tobacco Litigation Settlement Fund, which includes funds from the Master Settlement Agreement (MSA), was reduced from \$100 million to \$79 million due to the end of the Strategic Contribution Payment component of the MSA. Based on new information from the Attorney General, it is now estimated that \$87 million in revenue will be available in FY 2019. AHCCCS has assumed the full \$87 million will be used in both FY 2019 and FY 2020, reflecting an increase of \$8 million over the appropriation.

The FY 2020 amount for the Prop 204 Protection Fund is unchanged from FY 2019 in the amount of \$37,728,900.

**STATUTORY AUTHORITY**

A.R.S. §36-2901.01 (Laws 2001, Chapter 344)  
A.R.S Title 36, Chapter 29, Article 1



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
PROPOSITION 204 MEDICAID SERVICES  
PROPOSITION 204 CAPITATION**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 89,424,782        | 100,352,700           | 83,750,100        | 88,707,200         | (11,645,500)         |
| Local Match (APSI)       | 1,734,656         | 1,931,900             | 2,325,700         | 2,564,700          | 632,800              |
| Hospital Assessment      | 222,533,505       | 199,437,800           | 213,488,500       | 223,387,700        | 23,949,900           |
| Tobacco MSA              | 87,000,000        | 87,000,000            | 87,000,000        | 102,000,000        | 15,000,000           |
| Tobacco EHS              | 17,966,100        | 17,966,100            | 17,966,100        | 17,966,100         | -                    |
| Tobacco P204 Protection  | 37,728,900        | 37,728,900            | 37,728,900        | 37,728,900         | -                    |
| Subtotal State Match     | 456,387,943       | 444,417,400           | 442,259,300       | 472,354,600        | 27,937,200           |
| Federal Title XIX        | 2,570,105,108     | 2,761,135,900         | 2,846,850,300     | 2,877,412,000      | 116,276,100          |
| Subtotal Federal Funding | 2,570,105,108     | 2,761,135,900         | 2,846,850,300     | 2,877,412,000      | 116,276,100          |
| Grand Total              | 3,026,493,051     | 3,205,553,300         | 3,289,109,600     | 3,349,766,600      | 144,213,300          |

1080 Proposition 204 Capitation Expenditure Forecast Summary

|                                 | SFY 2018 ACTUALS   |                    |                  | SFY 2019 REBASE    |                    |                  | SFY 2020 REQUEST |             |           |
|---------------------------------|--------------------|--------------------|------------------|--------------------|--------------------|------------------|------------------|-------------|-----------|
|                                 | Total              | Fed                | State            | Total              | Fed                | State            | Total            | Fed         | State     |
| (Thousands)                     |                    |                    |                  |                    |                    |                  |                  |             |           |
| <b>Capitation:</b>              |                    |                    |                  |                    |                    |                  |                  |             |           |
| AGE <1                          | 0.0                | 0.0                | 0.0              | -                  | -                  | -                | 4,119.3          | 2,865.8     | -         |
| AGE 1-20                        | 6,069.5            | 4,231.3            | 1,838.2          | 4,007.9            | 2,799.2            | 1,208.7          | 546,836.3        | 380,384.2   | 1,253.5   |
| AGE 21+                         | 512,052.3          | 357,045.8          | 155,006.6        | 527,027.5          | 368,018.1          | 159,009.4        | 79,864.7         | 55,554.6    | 24,310.1  |
| DUAL                            | 102,027.7          | 71,136.3           | 30,891.4         | 78,548.7           | 54,850.7           | 23,698.0         | 21,359.7         | 14,858.7    | 6,501.0   |
| SSIWO                           | 20,050.9           | 13,980.9           | 6,070.0          | 21,144.8           | 14,765.5           | 6,379.3          | 2,147,916.2      | 1,965,105.3 | 182,810.9 |
| ESA                             | 1,883,391.9        | 1,709,420.0        | 173,971.9        | 2,084,553.8        | 1,923,998.4        | 160,555.4        | 11,836.1         | 8,234.0     | 3,602.1   |
| P204 Births                     | 14,089.7           | 9,820.7            | 4,269.0          | 11,863.2           | 8,284.3            | 3,578.9          | 7,525.8          | 6,891.8     | 634.0     |
| ESA Births                      | 9,061.8            | 8,219.4            | 842.4            | 7,543.3            | 6,958.2            | 585.1            | 191,898.6        | 133,485.3   | 58,413.3  |
| SMI P204                        | 186,180.9          | 129,814.1          | 56,366.7         | 184,328.1          | 128,715.6          | 55,612.5         | 309,657.1        | 283,287.9   | 26,369.2  |
| SMI ESA                         | 293,568.2          | 266,436.5          | 27,131.7         | 297,441.0          | 274,534.0          | 22,907.0         | 10,644.7         | 7,404.6     | 3,240.1   |
| Crisis P204                     | -                  | -                  | -                | 9,923.2            | 6,929.1            | 2,994.1          | 18,108.1         | 16,567.1    | 1,541.0   |
| Crisis ESA                      | -                  | -                  | -                | 16,852.1           | 15,559.3           | 1,292.8          | -                | -           | -         |
| ACA Health Insurance Fee - P204 | -                  | -                  | -                | 13,012.0           | 9,094.1            | 3,917.9          | -                | -           | -         |
| ACA Health Insurance Fee - ESA  | -                  | -                  | -                | 32,864.0           | 29,571.1           | 3,292.9          | -                | -           | -         |
| FP Mix Adjustment               | -                  | -                  | -                | -                  | 2,772.7            | (2,772.7)        | 3,349,766.6      | 2,877,412.0 | (2,772.7) |
| <b>Total Capitation</b>         | <b>3,026,493.1</b> | <b>2,570,105.1</b> | <b>456,387.9</b> | <b>3,289,109.6</b> | <b>2,846,850.3</b> | <b>442,259.3</b> | <b>472,354.6</b> |             |           |

(1) Capitated expenditures for SFY18 are derived from PMMIS and do not tie to AFIS due to timing of payments.

(2) Reconciliations resulting in a net recoupment are not shown above.

TOTAL FUND

FY 18 ACTUAL

|                   | Jul-17      | Aug-17      | Sep-17      | Oct-17      | Nov-17      | Dec-17      | Jan-18      | Feb-18      | Mar-18      | Apr-18      | May-18      | Jun-18      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| AGE <1            | 49          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 49            |
| AGE 1-20          | 560,010     | 543,501     | 536,603     | 518,905     | 513,297     | 500,133     | 504,974     | 446,174     | 463,787     | 447,992     | 432,330     | 460,732     | 5,928,438     |
| AGE 21+           | 42,287,554  | 41,963,379  | 41,687,201  | 43,857,907  | 43,646,198  | 43,072,700  | 43,422,077  | 41,537,833  | 40,982,877  | 40,706,016  | 39,141,922  | 40,925,294  | 503,230,958   |
| DUAL              | 8,902,603   | 8,578,971   | 8,617,709   | 8,274,683   | 8,327,793   | 8,372,834   | 8,440,931   | 8,350,686   | 8,398,888   | 8,365,087   | 8,076,566   | 8,422,109   | 101,128,860   |
| SSI W/O MED       | 1,862,234   | 1,556,555   | 1,531,774   | 1,683,319   | 1,676,227   | 1,634,389   | 1,637,459   | 1,603,830   | 1,640,164   | 1,622,601   | 1,687,188   | 1,623,580   | 19,759,319    |
| ESA               | 139,147,823 | 147,304,626 | 146,501,958 | 157,019,188 | 156,970,442 | 155,249,035 | 156,905,833 | 152,628,462 | 152,025,411 | 150,907,507 | 138,975,562 | 152,039,586 | 1,805,675,433 |
| P204 BIRTHS       | 1,371,150   | 1,365,689   | 1,356,933   | 1,406,467   | 1,131,905   | 1,094,691   | 859,639     | 1,127,532   | 1,197,972   | 996,762     | 1,030,664   | 1,150,297   | 14,089,701    |
| ESA BIRTHS        | 764,895     | 836,466     | 841,594     | 738,442     | 726,029     | 884,239     | 728,643     | 686,977     | 821,922     | 685,248     | 671,870     | 675,465     | 9,061,789     |
| SMI P204          | 15,608,223  | 15,645,835  | 15,581,049  | 15,477,773  | 15,387,915  | 15,323,875  | 15,287,497  | 15,174,089  | 15,425,140  | 15,102,060  | 15,098,938  | 15,028,756  | 184,141,151   |
| CRISIS P204       | 23,442,450  | 23,638,897  | 23,557,350  | 23,720,968  | 24,456,014  | 23,809,567  | 23,995,242  | 23,694,117  | 23,750,305  | 23,971,296  | 24,093,522  | 24,082,304  | 286,212,031   |
| CRISIS ESA        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| P204 HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| ESA HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 233,946,990 | 241,433,919 | 240,212,172 | 252,697,651 | 252,835,819 | 249,941,463 | 251,782,294 | 245,249,699 | 244,706,466 | 242,804,569 | 229,208,562 | 244,408,123 | 2,929,227,729 |
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 9,548       | (13,488)    | 11,479      | 10,048      | 12,814      | 10,919      | 12,232      | 17,698      | 19,993      | 14,971      | 13,730      | 21,160      | 141,104       |
| AGE 21+           | 588,699     | (7,126)     | 804,369     | 779,701     | 693,940     | 599,820     | 747,056     | 902,345     | 1,075,519   | 842,849     | 846,157     | 948,061     | 8,821,391     |
| DUAL              | 54,065      | 49,205      | 80,094      | 72,210      | 69,736      | 61,462      | 84,686      | 71,567      | 94,289      | 90,541      | 79,983      | 90,974      | 898,811       |
| SSI W/O MED       | 27,297      | 19,989      | 24,002      | 27,210      | 21,195      | 16,950      | 15,095      | 22,499      | 42,571      | 22,317      | 19,388      | 33,057      | 291,568       |
| ESA               | 5,472,569   | (1,666,886) | 6,754,440   | 7,060,658   | 6,028,830   | 5,963,455   | 7,933,114   | 7,525,559   | 8,965,155   | 7,044,448   | 7,406,009   | 9,229,159   | 77,716,508    |
| SMI P204          | 156,046     | 190,691     | 152,869     | 154,037     | 153,079     | 133,921     | 178,461     | 134,020     | 204,108     | 179,731     | 187,073     | 215,701     | 2,039,736     |
| SMI ESA           | 505,239     | 586,437     | 572,722     | 553,622     | 523,423     | 509,569     | 645,924     | 627,830     | 815,570     | 609,826     | 703,294     | 702,749     | 7,356,204     |
| PPC CAP TOTAL     | 6,813,463   | (841,179)   | 8,399,975   | 8,657,484   | 7,503,015   | 7,296,096   | 9,616,568   | 9,301,519   | 11,217,204  | 8,804,683   | 9,255,634   | 11,240,861  | 97,265,322    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 240,760,453 | 240,592,740 | 248,612,147 | 261,355,136 | 260,338,834 | 257,237,559 | 261,398,862 | 254,551,218 | 255,923,670 | 251,609,252 | 238,464,196 | 255,648,984 | 3,026,493,051 |

TOTAL FUND

FY 19 REBASE

|                   | Jul-18      | Aug-18      | Sep-18      | Oct-18      | Nov-18      | Dec-18      | Jan-19      | Feb-19      | Mar-19      | Apr-19      | May-19      | Jun-19      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 316,700     | 317,800     | 318,400     | 325,800     | 326,000     | 326,100     | 326,100     | 326,100     | 326,100     | 326,100     | 326,100     | 326,200     | 3,887,500     |
| AGE 21+           | 40,597,600  | 40,739,900  | 40,823,700  | 43,434,700  | 43,466,900  | 43,482,200  | 43,485,200  | 43,486,000  | 43,483,100  | 43,478,500  | 43,483,100  | 43,491,700  | 513,452,900   |
| DUAL              | 6,522,300   | 6,527,900   | 6,531,200   | 6,429,800   | 6,430,900   | 6,431,600   | 6,428,200   | 6,429,500   | 6,430,800   | 6,432,800   | 6,433,900   | 6,435,200   | 77,464,100    |
| SSI W/O MED       | 1,757,600   | 1,758,000   | 1,754,800   | 1,699,000   | 1,699,000   | 1,699,000   | 1,699,000   | 1,699,000   | 1,699,000   | 1,699,000   | 1,699,000   | 1,699,000   | 20,561,400    |
| ESA               | 163,922,000 | 163,990,300 | 164,058,700 | 168,401,300 | 168,471,600 | 168,541,800 | 168,612,100 | 168,682,400 | 168,752,700 | 168,823,100 | 168,893,500 | 168,963,900 | 2,010,113,400 |
| P204 BIRTHS       | 1,045,400   | 1,114,000   | 1,094,900   | 1,053,400   | 986,800     | 1,013,800   | 990,700     | 894,500     | 951,900     | 890,700     | 911,000     | 916,100     | 11,863,200    |
| ESA BIRTHS        | 664,700     | 708,300     | 696,200     | 669,800     | 627,500     | 644,600     | 629,900     | 568,800     | 605,300     | 566,400     | 579,300     | 582,500     | 7,543,300     |
| SMI P204          | 14,896,400  | 14,918,800  | 14,941,100  | 15,206,300  | 15,229,000  | 15,251,600  | 15,274,300  | 15,297,000  | 15,319,700  | 15,342,300  | 15,365,000  | 15,387,600  | 182,429,100   |
| Crisis P204       | 23,703,000  | 23,738,400  | 23,773,900  | 24,196,100  | 24,232,100  | 24,268,200  | 24,304,100  | 24,340,200  | 24,376,200  | 24,412,300  | 24,448,300  | 24,484,400  | 290,277,200   |
| Crisis ESA        | 700,100     | 702,100     | 703,200     | 867,900     | 868,400     | 868,700     | 868,600     | 868,700     | 868,700     | 868,800     | 868,900     | 869,100     | 9,923,200     |
| P204 HIF          | 1,192,600   | 1,193,100   | 1,193,600   | 1,472,300   | 1,472,900   | 1,473,500   | 1,474,100   | 1,474,800   | 1,475,400   | 1,476,000   | 1,476,600   | 1,477,200   | 16,852,100    |
| ESA HIF           | -           | -           | -           | -           | -           | 13,012,000  | -           | -           | -           | -           | -           | -           | 13,012,000    |
| REG CAP TOTAL     | 255,318,400 | 255,708,600 | 255,889,700 | 263,756,400 | 263,811,100 | 309,877,100 | 264,092,300 | 264,067,000 | 264,289,200 | 264,316,000 | 264,484,700 | 264,632,900 | 3,190,243,400 |
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 9,800       | 9,800       | 9,900       | 10,100      | 10,100      | 10,100      | 10,100      | 10,100      | 10,100      | 10,100      | 10,100      | 10,100      | 120,400       |
| AGE 21+           | 1,073,300   | 1,077,100   | 1,079,300   | 1,148,300   | 1,149,200   | 1,149,600   | 1,149,600   | 1,149,700   | 1,149,600   | 1,149,500   | 1,149,600   | 1,149,800   | 13,574,600    |
| DUAL              | 91,400      | 91,500      | 91,500      | 90,000      | 90,000      | 90,000      | 90,000      | 90,000      | 90,000      | 90,000      | 90,100      | 90,100      | 1,084,600     |
| SSI W/O MED       | 49,900      | 49,900      | 49,800      | 48,200      | 48,200      | 48,200      | 48,200      | 48,200      | 48,200      | 48,200      | 48,200      | 48,200      | 583,400       |
| ESA               | 6,070,500   | 6,073,100   | 6,075,600   | 6,236,400   | 6,239,000   | 6,241,600   | 6,244,200   | 6,246,800   | 6,249,400   | 6,252,000   | 6,254,600   | 6,257,200   | 74,440,400    |
| SMI P204          | 155,000     | 155,300     | 155,600     | 158,300     | 158,500     | 158,800     | 159,000     | 159,300     | 159,500     | 159,700     | 159,900     | 160,100     | 1,899,000     |
| SMI ESA           | 585,000     | 585,900     | 586,700     | 597,100     | 598,000     | 598,900     | 599,800     | 600,700     | 601,600     | 602,500     | 603,400     | 604,200     | 7,163,800     |
| PPC CAP TOTAL     | 8,034,900   | 8,042,600   | 8,048,400   | 8,288,400   | 8,293,000   | 8,297,200   | 8,300,900   | 8,304,800   | 8,308,400   | 8,312,000   | 8,315,900   | 8,319,700   | 98,866,200    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 263,353,300 | 263,751,200 | 263,938,100 | 272,044,800 | 272,104,100 | 318,174,300 | 272,393,200 | 272,371,800 | 272,597,600 | 272,628,000 | 272,800,600 | 272,952,600 | 3,289,109,600 |

TOTAL FUND

FY 20 REQUEST

|                   | Jul-19      | Aug-19      | Sep-19      | Oct-19      | Nov-19      | Dec-19      | Jan-20      | Feb-20      | Mar-20      | Apr-20      | May-20      | Jun-20      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 326,500     | 326,400     | 326,500     | 334,900     | 335,000     | 335,100     | 335,300     | 335,300     | 335,200     | 335,000     | 335,100     | 335,300     | 3,995,400     |
| AGE 21+           | 43,503,700  | 43,520,500  | 43,540,200  | 44,651,000  | 44,670,200  | 44,688,100  | 44,704,600  | 44,703,100  | 44,692,500  | 44,674,000  | 44,688,100  | 44,715,600  | 532,751,600   |
| DUAL              | 6,438,900   | 6,439,800   | 6,440,700   | 6,602,800   | 6,603,700   | 6,604,600   | 6,601,600   | 6,603,000   | 6,604,100   | 6,606,200   | 6,607,700   | 6,609,500   | 78,762,600    |
| SSI W/O MED       | 1,699,000   | 1,699,000   | 1,699,000   | 1,741,500   | 1,741,500   | 1,741,500   | 1,741,500   | 1,741,500   | 1,741,500   | 1,741,500   | 1,741,500   | 1,741,500   | 20,770,500    |
| ESA               | 169,034,300 | 169,104,800 | 169,175,400 | 173,477,000 | 173,549,300 | 173,621,800 | 173,694,100 | 173,766,500 | 173,839,000 | 173,911,500 | 173,984,000 | 174,056,600 | 2,071,214,300 |
| P204 BIRTHS       | 1,001,700   | 1,067,400   | 1,049,100   | 1,066,800   | 999,400     | 1,026,600   | 1,003,200   | 905,800     | 964,000     | 901,900     | 922,500     | 927,700     | 11,836,100    |
| ESA BIRTHS        | 636,900     | 678,700     | 667,100     | 678,300     | 635,400     | 652,800     | 637,900     | 576,000     | 612,900     | 573,500     | 586,500     | 589,800     | 7,525,800     |
| SMI P204          | 15,410,300  | 15,432,900  | 15,455,600  | 15,865,200  | 15,888,400  | 15,911,700  | 15,934,800  | 15,958,100  | 15,981,300  | 16,004,500  | 16,027,800  | 16,051,000  | 189,921,600   |
| SMI ESA           | 24,520,500  | 24,556,500  | 24,592,600  | 25,244,400  | 25,281,300  | 25,318,300  | 25,355,200  | 25,392,100  | 25,429,100  | 25,466,100  | 25,503,000  | 25,540,000  | 302,199,100   |
| Crisis P204       | 869,400     | 869,700     | 870,000     | 892,200     | 892,500     | 892,800     | 893,000     | 893,000     | 892,900     | 892,700     | 893,000     | 893,500     | 10,644,700    |
| Crisis ESA        | 1,477,800   | 1,478,400   | 1,479,100   | 1,516,700   | 1,517,300   | 1,517,900   | 1,518,600   | 1,519,200   | 1,519,800   | 1,520,500   | 1,521,100   | 1,521,700   | 18,108,100    |
| P204 HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| ESA HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 264,918,800 | 265,174,100 | 265,295,300 | 272,070,800 | 272,114,000 | 272,311,200 | 272,419,800 | 272,393,600 | 272,612,300 | 272,627,400 | 272,810,300 | 272,982,200 | 3,247,729,800 |
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 10,100      | 10,100      | 10,100      | 10,400      | 10,400      | 10,400      | 10,400      | 10,400      | 10,400      | 10,400      | 10,400      | 10,400      | 123,900       |
| AGE 21+           | 1,150,100   | 1,150,600   | 1,151,100   | 1,180,500   | 1,181,000   | 1,181,400   | 1,181,900   | 1,181,800   | 1,181,600   | 1,181,100   | 1,181,400   | 1,182,200   | 14,084,700    |
| DUAL              | 90,100      | 90,100      | 90,100      | 92,400      | 92,400      | 92,400      | 92,400      | 92,400      | 92,400      | 92,400      | 92,500      | 92,500      | 1,102,100     |
| SSI W/O MED       | 48,200      | 48,200      | 48,200      | 49,400      | 49,400      | 49,400      | 49,400      | 49,400      | 49,400      | 49,400      | 49,400      | 49,400      | 589,200       |
| ESA               | 6,259,800   | 6,262,400   | 6,265,000   | 6,424,300   | 6,426,900   | 6,429,600   | 6,432,300   | 6,435,000   | 6,437,600   | 6,440,300   | 6,443,000   | 6,445,700   | 76,701,900    |
| SMI P204          | 160,400     | 160,700     | 160,900     | 165,200     | 165,400     | 165,600     | 165,900     | 166,100     | 166,400     | 166,600     | 166,800     | 167,000     | 1,977,000     |
| SMI ESA           | 605,100     | 606,000     | 606,900     | 623,000     | 623,900     | 624,800     | 625,800     | 626,700     | 627,600     | 628,500     | 629,400     | 630,300     | 7,458,000     |
| PPC CAP TOTAL     | 8,323,800   | 8,328,100   | 8,332,300   | 8,545,200   | 8,549,400   | 8,553,600   | 8,558,100   | 8,561,800   | 8,565,400   | 8,568,700   | 8,572,900   | 8,577,500   | 102,036,800   |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 273,242,600 | 273,502,200 | 273,627,600 | 280,616,000 | 280,663,400 | 280,864,800 | 280,977,900 | 280,955,400 | 281,177,700 | 281,196,100 | 281,383,200 | 281,559,700 | 3,349,766,600 |

FEDERAL FUND

FY 18 ACTUAL

|                   | Jul-17      | Aug-17      | Sep-17      | Oct-17      | Nov-17      | Dec-17      | Jan-18      | Feb-18      | Mar-18      | Apr-18      | May-18      | Jun-18      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| AGE <1            | 34          |             |             |             |             |             |             |             |             |             |             |             | 34            |
| AGE 1-20          | 387,751     | 376,320     | 371,544     | 362,663     | 358,743     | 349,543     | 352,926     | 311,831     | 324,141     | 313,102     | 302,155     | 322,006     | 4,132,724     |
| AGE 21+           | 29,279,902  | 29,055,444  | 28,864,218  | 30,652,291  | 30,504,328  | 30,103,510  | 30,347,690  | 29,030,792  | 28,642,933  | 28,449,435  | 27,356,290  | 28,602,688  | 350,889,519   |
| DUAL              | 6,164,162   | 5,940,079   | 5,966,902   | 5,783,176   | 5,820,294   | 5,851,774   | 5,899,367   | 5,836,294   | 5,869,983   | 5,846,359   | 5,644,712   | 5,886,212   | 70,509,315    |
| SSI W/O MED       | 1,289,411   | 1,077,758   | 1,060,600   | 1,176,471   | 1,171,515   | 1,142,274   | 1,144,420   | 1,120,917   | 1,146,310   | 1,134,036   | 1,179,176   | 1,134,720   | 13,777,609    |
| ESA               | 125,024,319 | 132,353,206 | 131,632,009 | 141,285,865 | 141,242,004 | 139,693,082 | 143,710,052 | 139,792,408 | 139,240,074 | 138,216,186 | 127,287,718 | 139,253,057 | 1,638,729,980 |
| P204 BIRTHS       | 949,384     | 945,603     | 939,540     | 982,980     | 791,088     | 763,079     | 600,801     | 788,032     | 837,263     | 696,637     | 720,331     | 803,943     | 9,820,682     |
| ESA BIRTHS        | 687,258     | 751,565     | 756,172     | 664,450     | 653,280     | 795,638     | 667,364     | 629,202     | 752,798     | 627,619     | 615,366     | 618,659     | 8,219,371     |
| SMI P204          | 10,807,134  | 10,833,176  | 10,788,319  | 10,817,415  | 10,754,614  | 10,709,856  | 10,684,431  | 10,605,171  | 10,780,631  | 10,554,830  | 10,552,648  | 10,503,598  | 128,391,822   |
| SMI ESA           | 21,063,041  | 21,239,549  | 21,166,279  | 21,344,127  | 22,005,521  | 21,423,849  | 21,977,242  | 21,701,442  | 21,752,904  | 21,955,310  | 22,067,256  | 22,056,982  | 259,753,502   |
| Crisis P204       | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| Crisis ESA        | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| P204 HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| ESA HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 195,652,396 | 202,572,702 | 201,545,584 | 213,069,439 | 213,301,388 | 210,834,605 | 215,384,294 | 209,816,088 | 209,347,037 | 207,793,512 | 195,725,651 | 209,181,863 | 2,484,224,560 |
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 6,611       | (9,339)     | 7,948       | 7,022       | 8,956       | 7,631       | 8,549       | 12,369      | 13,973      | 10,463      | 9,596       | 14,789      | 98,568        |
| AGE 21+           | 407,615     | (4,934)     | 556,945     | 544,933     | 484,995     | 419,214     | 522,118     | 630,649     | 751,680     | 589,067     | 591,379     | 662,600     | 6,156,262     |
| DUAL              | 37,435      | 34,070      | 55,457      | 50,467      | 48,738      | 42,956      | 59,187      | 50,018      | 65,898      | 63,279      | 55,900      | 63,582      | 626,987       |
| SSI W/O MED       | 18,901      | 13,840      | 16,619      | 19,017      | 14,813      | 11,846      | 10,550      | 15,725      | 29,753      | 15,597      | 13,550      | 23,103      | 203,314       |
| ESA               | 4,917,103   | (1,497,697) | 6,068,864   | 6,353,180   | 5,424,741   | 5,365,917   | 7,265,940   | 6,892,660   | 8,211,185   | 6,452,010   | 6,783,164   | 8,452,987   | 70,690,051    |
| SMI P204          | 108,046     | 132,035     | 105,847     | 107,656     | 106,987     | 93,597      | 124,726     | 93,667      | 142,651     | 125,614     | 130,745     | 150,753     | 1,422,324     |
| SMI ESA           | 453,957     | 526,913     | 514,591     | 498,149     | 470,976     | 458,510     | 591,601     | 575,030     | 746,980     | 558,540     | 644,147     | 643,648     | 6,683,042     |
| PPC CAP TOTAL     | 5,949,668   | (805,113)   | 7,326,270   | 7,580,425   | 6,560,205   | 6,399,672   | 8,582,671   | 8,270,117   | 9,962,121   | 7,814,570   | 8,228,481   | 10,011,462  | 85,880,548    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| TOTAL             | 201,602,064 | 201,767,588 | 208,871,854 | 220,649,864 | 219,861,593 | 217,234,277 | 223,966,965 | 218,086,205 | 219,309,157 | 215,608,082 | 203,954,133 | 219,193,325 | 2,570,105,108 |

FEDERAL FUND

FY 19 REBASE

|                   | Jul-18      | Aug-18      | Sep-18      | Oct-18      | Nov-18      | Dec-18      | Jan-19      | Feb-19      | Mar-19      | Apr-19      | May-19      | Jun-19      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 221,300     | 222,100     | 222,500     | 227,400     | 227,600     | 227,700     | 227,700     | 227,700     | 227,700     | 227,600     | 227,700     | 227,700     | 2,714,700     |
| AGE 21+           | 28,373,600  | 28,473,100  | 28,531,600  | 30,321,800  | 30,344,300  | 30,355,000  | 30,357,000  | 30,357,600  | 30,355,800  | 30,352,400  | 30,355,600  | 30,361,500  | 338,539,300   |
| DUAL              | 4,558,400   | 4,562,400   | 4,564,700   | 4,488,600   | 4,489,400   | 4,489,900   | 4,487,600   | 4,488,500   | 4,489,300   | 4,490,700   | 4,491,500   | 4,492,400   | 54,093,400    |
| SSI W/O MED       | 1,228,400   | 1,228,700   | 1,226,500   | 1,186,000   | 1,186,000   | 1,186,000   | 1,186,000   | 1,186,000   | 1,186,000   | 1,186,000   | 1,186,000   | 1,186,000   | 14,357,600    |
| ESA               | 150,136,100 | 150,198,700 | 150,261,300 | 154,222,000 | 154,286,200 | 154,350,600 | 156,809,300 | 156,874,600 | 156,940,100 | 157,005,400 | 157,070,900 | 157,136,400 | 1,855,291,600 |
| P204 BIRTHS       | 730,600     | 778,600     | 765,200     | 735,400     | 688,900     | 707,700     | 691,600     | 624,500     | 664,500     | 621,800     | 636,000     | 639,500     | 8,284,300     |
| ESA BIRTHS        | 608,800     | 648,700     | 637,600     | 613,400     | 574,600     | 590,300     | 585,800     | 529,000     | 562,900     | 526,700     | 538,700     | 541,700     | 6,938,200     |
| SMP P204          | 10,411,100  | 10,426,700  | 10,442,300  | 10,615,600  | 10,631,300  | 10,647,200  | 10,662,900  | 10,678,800  | 10,694,700  | 10,710,400  | 10,726,300  | 10,742,100  | 127,389,400   |
| SMI ESA           | 21,709,500  | 21,742,000  | 21,774,500  | 22,158,700  | 22,191,700  | 22,224,800  | 22,602,900  | 22,636,400  | 22,670,000  | 22,703,500  | 22,737,000  | 22,770,500  | 267,921,500   |
| Crisis P204       | 489,300     | 490,700     | 491,500     | 605,900     | 606,200     | 606,400     | 606,400     | 606,400     | 606,500     | 606,500     | 606,600     | 606,700     | 6,929,100     |
| Crisis ESA        | 1,092,300   | 1,092,800   | 1,093,200   | 1,348,300   | 1,348,900   | 1,349,500   | 1,371,000   | 1,371,500   | 1,372,100   | 1,372,700   | 1,373,200   | 1,373,800   | 15,559,300    |
| P204 HIF          | -           | -           | -           | -           | -           | 9,094,100   | -           | -           | -           | -           | -           | -           | 9,094,100     |
| ESA HIF           | -           | -           | -           | -           | -           | 29,571,100  | -           | -           | -           | -           | -           | -           | 29,571,100    |
| REG CAP TOTAL     | 219,559,400 | 219,864,500 | 220,010,900 | 226,523,100 | 226,575,100 | 265,400,300 | 229,588,200 | 229,581,000 | 229,769,600 | 229,803,700 | 229,949,500 | 230,078,300 | 2,756,703,600 |
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 6,900       | 6,900       | 6,900       | 7,000       | 7,100       | 7,100       | 7,100       | 7,100       | 7,100       | 7,100       | 7,100       | 7,100       | 84,500        |
| AGE 21+           | 750,100     | 752,800     | 754,300     | 801,600     | 802,200     | 802,500     | 802,600     | 802,600     | 802,500     | 802,400     | 802,500     | 802,700     | 9,478,800     |
| DUAL              | 63,900      | 63,900      | 63,900      | 62,800      | 62,800      | 62,900      | 62,800      | 62,800      | 62,800      | 62,900      | 62,900      | 62,900      | 757,300       |
| SSI W/O MED       | 34,900      | 34,900      | 34,800      | 33,700      | 33,700      | 33,700      | 33,700      | 33,700      | 33,700      | 33,700      | 33,700      | 33,700      | 407,900       |
| ESA               | 5,560,000   | 5,562,300   | 5,564,600   | 5,711,300   | 5,713,700   | 5,716,100   | 5,807,100   | 5,809,500   | 5,811,900   | 5,814,300   | 5,816,800   | 5,819,200   | 68,706,800    |
| SMP P204          | 108,400     | 108,600     | 108,700     | 110,500     | 110,700     | 110,800     | 111,000     | 111,200     | 111,300     | 111,500     | 111,700     | 111,800     | 1,326,200     |
| SMI ESA           | 535,800     | 536,600     | 537,400     | 546,900     | 547,800     | 548,500     | 557,800     | 558,700     | 559,500     | 560,400     | 561,100     | 562,000     | 6,612,500     |
| PPC CAP TOTAL     | 7,060,000   | 7,066,000   | 7,070,600   | 7,273,800   | 7,278,000   | 7,281,600   | 7,382,100   | 7,385,600   | 7,388,800   | 7,392,300   | 7,395,800   | 7,399,400   | 87,374,000    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 2,772,700   | 2,772,700     |
| TOTAL             | 226,619,400 | 226,930,500 | 227,081,500 | 233,796,900 | 233,853,100 | 272,681,900 | 236,970,300 | 236,966,600 | 237,158,400 | 237,196,000 | 237,345,300 | 240,250,400 | 2,846,850,300 |

FEDERAL FUND

FY 20 REQUEST

|                   | Jul-19      | Aug-19      | Sep-19      | Oct-19      | Nov-19      | Dec-19      | Jan-20      | Feb-20      | Mar-20      | Apr-20      | May-20      | Jun-20      | TOTAL         |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 227,800     | 227,900     | 228,000     | 232,700     | 232,800     | 232,900     | 233,000     | 233,000     | 232,900     | 232,800     | 232,900     | 233,000     | 2,779,700     |
| AGE 21+           | 30,369,900  | 30,381,700  | 30,395,400  | 31,023,600  | 31,036,900  | 31,049,300  | 31,060,800  | 31,059,700  | 31,052,400  | 31,039,500  | 31,049,200  | 31,068,400  | 370,586,800   |
| DUAL              | 4,495,000   | 4,495,600   | 4,496,300   | 4,587,700   | 4,588,200   | 4,588,900   | 4,586,800   | 4,587,700   | 4,588,500   | 4,590,000   | 4,591,100   | 4,592,300   | 54,788,100    |
| SSI W/O MED       | 1,186,000   | 1,186,000   | 1,186,000   | 1,210,000   | 1,210,000   | 1,210,000   | 1,210,000   | 1,210,000   | 1,210,000   | 1,210,000   | 1,210,000   | 1,210,000   | 14,448,000    |
| ESA               | 157,201,900 | 157,267,500 | 157,333,100 | 161,333,600 | 161,400,900 | 161,468,200 | 156,324,600 | 156,389,800 | 156,455,100 | 156,520,300 | 156,585,600 | 156,650,900 | 1,894,931,500 |
| P204 BIRTHS       | 699,300     | 745,100     | 732,400     | 741,200     | 694,400     | 713,300     | 697,000     | 629,400     | 669,800     | 626,700     | 640,900     | 644,500     | 8,234,000     |
| ESA BIRTHS        | 592,300     | 631,200     | 620,400     | 630,800     | 591,000     | 607,100     | 574,100     | 518,400     | 551,600     | 516,100     | 527,900     | 530,900     | 6,891,800     |
| SMI P204          | 10,757,900  | 10,773,700  | 10,789,600  | 11,023,100  | 11,039,300  | 11,055,400  | 11,071,500  | 11,087,700  | 11,103,800  | 11,119,900  | 11,136,000  | 11,152,300  | 132,110,200   |
| SMI ESA           | 22,804,100  | 22,837,600  | 22,871,100  | 23,477,300  | 23,511,700  | 23,545,900  | 22,819,700  | 22,852,900  | 22,886,200  | 22,919,500  | 22,952,800  | 22,985,900  | 276,464,700   |
| Crisis P204       | 606,900     | 607,100     | 607,400     | 619,900     | 620,100     | 620,300     | 620,400     | 620,500     | 620,400     | 620,300     | 620,500     | 620,800     | 7,404,600     |
| Crisis ESA        | 1,374,400   | 1,375,000   | 1,375,500   | 1,410,500   | 1,411,100   | 1,411,700   | 1,366,700   | 1,367,300   | 1,367,900   | 1,368,400   | 1,369,000   | 1,369,600   | 16,567,100    |
| P204 HIF          | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| ESA HIF           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| REG CAP TOTAL     | 230,315,500 | 230,528,400 | 230,635,200 | 236,290,400 | 236,336,400 | 236,503,000 | 230,564,600 | 230,556,400 | 230,738,600 | 230,763,500 | 230,915,900 | 231,058,600 | 2,785,206,500 |
| AGE <1            | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -             |
| AGE 1-20          | 7,100       | 7,100       | 7,100       | 7,200       | 7,200       | 7,200       | 7,200       | 7,200       | 7,200       | 7,200       | 7,200       | 7,200       | 86,100        |
| AGE 21+           | 802,900     | 803,200     | 803,600     | 820,200     | 820,500     | 820,900     | 821,200     | 821,100     | 820,900     | 820,600     | 820,900     | 821,400     | 9,797,400     |
| DUAL              | 62,900      | 62,900      | 62,900      | 64,200      | 64,200      | 64,200      | 64,200      | 64,200      | 64,200      | 64,200      | 64,200      | 64,200      | 766,500       |
| SSI W/O MED       | 33,700      | 33,700      | 33,700      | 34,400      | 34,400      | 34,400      | 34,400      | 34,400      | 34,400      | 34,400      | 34,400      | 34,400      | 410,700       |
| ESA               | 5,821,600   | 5,824,000   | 5,826,400   | 5,974,600   | 5,977,100   | 5,979,500   | 5,789,100   | 5,791,500   | 5,793,900   | 5,796,300   | 5,798,700   | 5,801,100   | 70,173,800    |
| SMI P204          | 112,000     | 112,100     | 112,300     | 114,700     | 114,900     | 115,100     | 115,300     | 115,400     | 115,600     | 115,700     | 115,900     | 116,100     | 1,375,100     |
| SMI ESA           | 562,800     | 563,700     | 564,400     | 579,400     | 580,300     | 581,200     | 563,200     | 564,000     | 564,800     | 565,700     | 566,400     | 567,300     | 6,823,200     |
| PPC CAP TOTAL     | 7,403,000   | 7,406,700   | 7,410,400   | 7,594,700   | 7,598,600   | 7,602,500   | 7,394,600   | 7,397,800   | 7,401,000   | 7,404,100   | 7,407,700   | 7,411,700   | 89,432,800    |
| FP Mix Adjustment | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | -           | 2,772,700   | 2,772,700     |
| TOTAL             | 237,718,500 | 237,935,100 | 238,045,600 | 243,885,100 | 243,935,000 | 244,105,500 | 237,959,200 | 237,954,200 | 238,139,600 | 238,167,600 | 238,323,600 | 241,243,000 | 2,877,412,000 |

STATE FUND

FY 18 ACTUAL

|                   | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AGE <1            | 15         | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | 15          |
| AGE 1-20          | 172,259    | 167,181    | 165,059    | 156,242    | 154,554    | 150,590    | 152,048    | 134,343    | 139,646    | 134,890    | 130,174    | 138,726    | 1,795,713   |
| AGE 21+           | 13,007,652 | 12,907,935 | 12,822,983 | 13,205,616 | 13,141,870 | 12,969,190 | 13,074,387 | 12,507,042 | 12,339,944 | 12,256,582 | 11,785,633 | 12,322,606 | 152,341,439 |
| DUAL              | 2,738,441  | 2,638,891  | 2,650,807  | 2,491,507  | 2,507,498  | 2,521,060  | 2,541,564  | 2,514,391  | 2,528,905  | 2,518,728  | 2,431,854  | 2,535,897  | 30,619,545  |
| SSI W/O MED       | 572,823    | 478,796    | 471,174    | 506,847    | 504,712    | 492,114    | 493,039    | 482,913    | 493,853    | 488,565    | 508,012    | 488,860    | 5,981,710   |
| ESA               | 14,123,504 | 14,951,420 | 14,869,949 | 15,733,323 | 15,728,438 | 15,555,953 | 13,195,781 | 12,836,054 | 12,785,337 | 12,691,321 | 11,687,845 | 12,786,529 | 166,945,453 |
| P204 BIRTHS       | 421,766    | 420,086    | 417,393    | 423,487    | 340,817    | 329,611    | 258,837    | 339,500    | 360,709    | 300,125    | 310,333    | 346,354    | 4,269,018   |
| ESA BIRTHS        | 77,637     | 84,901     | 85,422     | 73,992     | 72,748     | 88,601     | 61,279     | 57,775     | 69,124     | 57,629     | 56,504     | 56,807     | 842,418     |
| SMI P204          | 4,801,089  | 4,812,659  | 4,792,731  | 4,660,357  | 4,633,301  | 4,614,019  | 4,603,065  | 4,568,918  | 4,644,510  | 4,547,230  | 4,546,290  | 4,525,159  | 55,749,329  |
| Crisis P204       | 2,379,409  | 2,399,348  | 2,391,071  | 2,376,841  | 2,450,493  | 2,385,719  | 2,018,000  | 1,992,675  | 1,997,401  | 2,015,986  | 2,026,265  | 2,025,322  | 26,458,529  |
| Crisis ESA        | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| P204 HIF          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| ESA HIF           | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| REG CAP TOTAL     | 38,294,594 | 38,861,218 | 38,666,588 | 39,628,213 | 39,534,431 | 39,106,858 | 36,398,000 | 35,433,611 | 35,359,430 | 35,011,057 | 33,482,911 | 35,226,260 | 445,003,170 |
| AGE <1            | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| AGE 1-20          | 2,937      | (4,149)    | 3,531      | 3,025      | 3,858      | 3,288      | 3,683      | 5,329      | 6,020      | 4,508      | 4,134      | 6,371      | 42,535      |
| AGE 21+           | 181,084    | (2,192)    | 247,424    | 234,768    | 208,945    | 180,606    | 224,939    | 271,696    | 323,839    | 253,782    | 254,778    | 285,461    | 2,665,129   |
| DUAL              | 16,630     | 15,135     | 24,637     | 21,742     | 20,997     | 18,506     | 25,499     | 21,549     | 28,390     | 27,262     | 24,083     | 27,392     | 271,824     |
| SSI W/O MED       | 8,397      | 6,148      | 7,383      | 8,193      | 6,382      | 5,104      | 4,545      | 6,774      | 12,818     | 6,720      | 5,838      | 9,953      | 88,255      |
| ESA               | 555,466    | (169,189)  | 685,576    | 707,478    | 604,089    | 597,538    | 667,175    | 632,900    | 753,970    | 592,438    | 622,845    | 776,172    | 7,026,457   |
| SMI P204          | 48,000     | 58,657     | 47,023     | 46,380     | 46,092     | 40,324     | 53,734     | 40,353     | 61,457     | 54,117     | 56,328     | 64,948     | 617,412     |
| SMI ESA           | 51,282     | 59,523     | 58,131     | 55,473     | 52,447     | 51,059     | 54,322     | 52,801     | 68,589     | 51,286     | 59,147     | 59,101     | 673,162     |
| PPC CAP TOTAL     | 863,795    | (36,066)   | 1,073,704  | 1,077,060  | 942,810    | 896,424    | 1,033,897  | 1,031,402  | 1,255,083  | 990,113    | 1,027,153  | 1,229,399  | 11,384,774  |
| FP Mix Adjustment | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| TOTAL             | 39,158,389 | 38,825,152 | 39,740,292 | 40,705,272 | 40,477,241 | 40,003,282 | 37,431,897 | 36,465,013 | 36,614,512 | 36,001,169 | 34,510,064 | 36,455,659 | 456,387,943 |

STATE FUND

FY 19 REBASE

|                   | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19      | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|-------------|
| AGE <1            | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           | -           |
| AGE 1-20          | 95,400     | 95,700     | 95,900     | 98,400     | 98,400     | 98,400     | 98,400     | 98,400     | 98,400     | 98,500     | 98,400     | 98,500      | 1,172,800   |
| AGE 21+           | 12,224,000 | 12,266,800 | 12,292,100 | 13,112,900 | 13,122,600 | 13,127,200 | 13,128,200 | 13,128,400 | 13,127,600 | 13,126,100 | 13,127,500 | 13,130,200  | 154,913,600 |
| DUAL              | 1,963,900  | 1,965,500  | 1,966,500  | 1,941,200  | 1,941,500  | 1,941,700  | 1,940,600  | 1,941,000  | 1,941,500  | 1,942,100  | 1,942,400  | 1,942,800   | 23,370,700  |
| SSI W/O MED       | 529,200    | 529,300    | 528,300    | 513,000    | 513,000    | 513,000    | 513,000    | 513,000    | 513,000    | 513,000    | 513,000    | 513,000     | 6,203,800   |
| ESA               | 13,785,900 | 13,791,600 | 13,797,400 | 14,179,300 | 14,185,400 | 14,191,200 | 11,802,800 | 11,807,800 | 11,812,600 | 11,817,700 | 11,822,600 | 11,827,500  | 154,821,800 |
| P204 BIRTHS       | 314,800    | 335,400    | 329,700    | 318,000    | 297,900    | 306,100    | 299,100    | 270,000    | 287,400    | 268,900    | 275,000    | 276,600     | 3,578,900   |
| ESA BIRTHS        | 55,900     | 59,600     | 58,600     | 56,400     | 52,900     | 54,300     | 44,100     | 39,800     | 42,400     | 39,700     | 40,600     | 40,800      | 585,100     |
| SMI P204          | 4,483,300  | 4,492,100  | 4,498,800  | 4,590,700  | 4,597,700  | 4,604,400  | 4,611,400  | 4,618,200  | 4,625,000  | 4,631,900  | 4,638,700  | 4,645,500   | 55,039,700  |
| SMI ESA           | 1,993,500  | 1,996,400  | 1,999,400  | 2,037,400  | 2,040,400  | 2,043,400  | 1,701,200  | 1,703,800  | 1,706,200  | 1,708,800  | 1,711,300  | 1,713,900   | 22,355,700  |
| Crisis P204       | 210,800    | 211,400    | 211,700    | 262,000    | 262,200    | 262,300    | 262,200    | 262,300    | 262,200    | 262,300    | 262,300    | 262,400     | 2,994,100   |
| Crisis ESA        | 100,300    | 100,300    | 100,400    | 124,000    | 124,000    | 124,000    | 103,100    | 103,300    | 103,300    | 103,300    | 103,400    | 103,400     | 1,292,800   |
| P204 HIF          | -          | -          | -          | -          | -          | 3,917,900  | -          | -          | -          | -          | -          | -           | 3,917,900   |
| ESA HIF           | -          | -          | -          | -          | -          | 3,292,900  | -          | -          | -          | -          | -          | -           | 3,292,900   |
| REG CAP TOTAL     | 35,759,000 | 35,844,100 | 35,878,800 | 37,233,300 | 37,236,000 | 44,476,800 | 34,504,100 | 34,486,000 | 34,519,600 | 34,512,300 | 34,535,200 | 34,554,600  | 433,539,800 |
| AGE <1            | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           | -           |
| AGE 1-20          | 2,900      | 2,900      | 3,000      | 3,100      | 3,000      | 3,000      | 3,000      | 3,000      | 3,000      | 3,000      | 3,000      | 3,000       | 35,900      |
| AGE 21+           | 323,200    | 324,300    | 325,000    | 346,700    | 347,000    | 347,100    | 347,000    | 347,100    | 347,100    | 347,100    | 347,100    | 347,100     | 4,095,800   |
| DUAL              | 27,500     | 27,600     | 27,600     | 27,200     | 27,200     | 27,100     | 27,200     | 27,200     | 27,200     | 27,100     | 27,200     | 27,200      | 327,300     |
| SSI W/O MED       | 15,000     | 15,000     | 15,000     | 14,500     | 14,500     | 14,500     | 14,500     | 14,500     | 14,500     | 14,500     | 14,500     | 14,500      | 175,500     |
| ESA               | 510,500    | 510,800    | 511,000    | 525,100    | 525,300    | 525,500    | 437,100    | 437,300    | 437,500    | 437,700    | 437,800    | 438,000     | 5,733,600   |
| SMI P204          | 46,600     | 46,700     | 46,900     | 47,800     | 47,800     | 48,000     | 48,000     | 48,100     | 48,200     | 48,200     | 48,200     | 48,300      | 572,800     |
| SMI ESA           | 49,200     | 49,300     | 49,300     | 50,200     | 50,200     | 50,400     | 42,000     | 42,000     | 42,100     | 42,100     | 42,300     | 42,200      | 551,300     |
| PPC CAP TOTAL     | 974,900    | 976,600    | 977,800    | 1,014,600  | 1,015,000  | 1,015,600  | 918,800    | 919,200    | 919,600    | 919,700    | 920,100    | 920,300     | 11,492,200  |
| FP Mix Adjustment | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | (2,772,700) | (2,772,700) |
| TOTAL             | 36,733,900 | 36,820,700 | 36,856,600 | 38,247,900 | 38,251,000 | 45,492,400 | 35,422,900 | 35,405,200 | 35,439,200 | 35,432,000 | 35,455,300 | 35,470,200  | 442,259,300 |

STATE FUND

FY 20 REQUEST

|                   | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20      | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|-------------|
| AGE <1            | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           | -           |
| AGE 1-20          | 98,500     | 98,500     | 98,500     | 102,200    | 102,200    | 102,200    | 102,300    | 102,300    | 102,300    | 102,200    | 102,200    | 102,300     | 1,215,700   |
| AGE 21+           | 13,133,800 | 13,138,800 | 13,144,800 | 13,627,400 | 13,633,300 | 13,638,800 | 13,643,800 | 13,643,400 | 13,640,100 | 13,634,500 | 13,638,900 | 13,647,200  | 162,164,800 |
| DUAL              | 1,943,900  | 1,944,200  | 1,944,400  | 2,015,100  | 2,015,500  | 2,015,700  | 2,014,800  | 2,015,300  | 2,015,600  | 2,016,200  | 2,016,600  | 2,017,200   | 23,974,500  |
| SSI W/O MED       | 513,000    | 513,000    | 513,000    | 531,500    | 531,500    | 531,500    | 531,500    | 531,500    | 531,500    | 531,500    | 531,500    | 531,500     | 6,322,500   |
| ESA               | 11,832,400 | 11,837,300 | 11,842,300 | 12,143,400 | 12,148,400 | 12,153,600 | 17,369,500 | 17,376,700 | 17,383,900 | 17,391,200 | 17,398,400 | 17,405,700  | 176,282,800 |
| P204 BIRTHS       | 302,400    | 322,300    | 316,700    | 325,600    | 305,000    | 313,300    | 306,200    | 276,400    | 294,200    | 275,200    | 281,600    | 283,200     | 3,602,100   |
| ESA BIRTHS        | 44,600     | 47,500     | 46,700     | 47,500     | 44,400     | 45,700     | 63,800     | 57,600     | 61,300     | 57,400     | 58,600     | 58,900      | 634,000     |
| SMP P204          | 4,652,400  | 4,659,200  | 4,666,000  | 4,842,100  | 4,849,100  | 4,856,300  | 4,863,300  | 4,870,400  | 4,877,500  | 4,884,600  | 4,891,800  | 4,898,700   | 57,811,400  |
| SMI ESA           | 1,716,400  | 1,718,900  | 1,721,500  | 1,767,100  | 1,769,600  | 1,772,400  | 2,535,500  | 2,539,200  | 2,542,900  | 2,546,600  | 2,550,200  | 2,554,100   | 25,734,400  |
| Crisis P204       | 262,500    | 262,600    | 262,600    | 272,300    | 272,400    | 272,500    | 272,600    | 272,500    | 272,500    | 272,400    | 272,500    | 272,700     | 3,240,100   |
| Crisis ESA        | 103,400    | 103,400    | 103,600    | 106,200    | 106,200    | 106,200    | 151,900    | 151,900    | 151,900    | 152,100    | 152,100    | 152,100     | 1,541,000   |
| P204 HIF          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           | -           |
| ESA HIF           | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           | -           |
| REG CAP TOTAL     | 34,603,300 | 34,645,700 | 34,660,100 | 35,780,400 | 35,777,600 | 35,808,200 | 41,855,200 | 41,837,200 | 41,873,700 | 41,863,900 | 41,894,400 | 41,923,600  | 462,523,300 |
| AGE <1            | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           | -           |
| AGE 1-20          | 3,000      | 3,000      | 3,000      | 3,200      | 3,200      | 3,200      | 3,200      | 3,200      | 3,200      | 3,200      | 3,200      | 3,200       | 37,800      |
| AGE 21+           | 347,200    | 347,400    | 347,500    | 360,300    | 360,500    | 360,500    | 360,700    | 360,700    | 360,700    | 360,500    | 360,500    | 360,800     | 4,287,300   |
| DUAL              | 27,200     | 27,200     | 27,200     | 28,200     | 28,200     | 28,200     | 28,200     | 28,200     | 28,200     | 28,200     | 28,300     | 28,300      | 335,600     |
| SSI W/O MED       | 14,500     | 14,500     | 14,500     | 15,000     | 15,000     | 15,000     | 15,000     | 15,000     | 15,000     | 15,000     | 15,000     | 15,000      | 178,500     |
| ESA               | 438,200    | 438,400    | 438,600    | 449,700    | 449,800    | 450,100    | 643,200    | 643,500    | 643,700    | 644,000    | 644,300    | 644,600     | 6,528,100   |
| SMP P204          | 48,400     | 48,600     | 48,600     | 50,500     | 50,500     | 50,500     | 50,600     | 50,700     | 50,800     | 50,900     | 50,900     | 50,900      | 601,900     |
| SMI ESA           | 42,300     | 42,300     | 42,500     | 43,600     | 43,600     | 43,600     | 62,600     | 62,700     | 62,800     | 62,800     | 63,000     | 63,000      | 634,800     |
| PPC CAP TOTAL     | 920,800    | 921,400    | 921,900    | 950,500    | 950,800    | 951,100    | 1,163,500  | 1,164,000  | 1,164,400  | 1,164,600  | 1,165,200  | 1,165,800   | 12,604,000  |
| FP Mix Adjustment | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | (2,772,700) | (2,772,700) |
| TOTAL             | 35,524,100 | 35,567,100 | 35,582,000 | 36,730,900 | 36,728,400 | 36,759,300 | 43,018,700 | 43,001,200 | 43,038,100 | 43,028,500 | 43,059,600 | 43,016,700  | 472,354,600 |

MEMBER MONTHS

FY 18 ACTUAL

|                   | Jul-17  | Aug-17  | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL      |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|------------|
| AGE <1            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AGE 1-20          | 2,287   | 2,265   | 2,234   | 2,197   | 2,152   | 2,088   | 2,039   | 1,824   | 1,900   | 1,859   | 1,867   | 1,889   | 24,602     |
| AGE 21+           | 130,114 | 129,414 | 128,698 | 128,238 | 127,323 | 125,803 | 123,195 | 119,875 | 118,476 | 117,903 | 117,994 | 118,208 | 1,485,240  |
| DUAL              | 42,926  | 43,221  | 43,460  | 43,833  | 44,016  | 44,397  | 44,330  | 44,125  | 44,463  | 44,308  | 44,393  | 44,558  | 528,030    |
| SSI W/O MED       | 1,575   | 1,574   | 1,554   | 1,520   | 1,502   | 1,470   | 1,457   | 1,440   | 1,471   | 1,466   | 1,451   | 1,451   | 17,931     |
| ESA               | 278,812 | 279,578 | 278,890 | 279,309 | 278,269 | 276,418 | 274,144 | 270,392 | 269,465 | 268,251 | 268,678 | 268,632 | 3,290,838  |
| P204 BIRTHS       | 221     | 219     | 222     | 226     | 185     | 169     | 157     | 177     | 201     | 167     | 173     | 187     | 2,304      |
| ESA BIRTHS        | 125     | 135     | 139     | 120     | 120     | 136     | 134     | 113     | 136     | 107     | 116     | 111     | 1,492      |
| SMI P204          | 7,565   | 7,586   | 7,582   | 7,624   | 7,648   | 7,642   | 7,622   | 7,574   | 7,666   | 7,631   | 7,594   | 7,583   | 91,317     |
| SMI ESA           | 11,148  | 11,239  | 11,263  | 11,328  | 11,436  | 11,467  | 11,469  | 11,536  | 11,622  | 11,696  | 11,726  | 11,770  | 137,699    |
| Crisis P204       | 191,446 | 191,337 | 190,494 | 190,155 | 189,209 | 187,584 | 185,447 | 181,755 | 180,793 | 179,895 | 179,968 | 180,890 | 2,228,972  |
| Crisis ESA        | 316,358 | 317,637 | 316,481 | 316,741 | 315,634 | 314,283 | 312,985 | 308,369 | 307,360 | 306,012 | 306,638 | 307,626 | 3,746,124  |
| P204 HIF          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| ESA HIF           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| REG CAP TOTAL     | 982,576 | 984,204 | 981,017 | 981,289 | 977,495 | 971,458 | 962,979 | 947,180 | 943,554 | 939,294 | 940,597 | 942,906 | 11,554,549 |
| AGE <1            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AGE 1-20          | 42      | 42      | 54      | 36      | 56      | 50      | 66      | 76      | 61      | 72      | 73      | 73      | 700        |
| AGE 21+           | 2,805   | 3,106   | 2,865   | 2,690   | 2,620   | 2,571   | 3,179   | 3,409   | 3,477   | 3,342   | 3,287   | 3,635   | 36,985     |
| DUAL              | 570     | 587     | 549     | 612     | 598     | 497     | 561     | 611     | 625     | 628     | 580     | 689     | 7,107      |
| SSI W/O MED       | 34      | 38      | 49      | 49      | 31      | 33      | 40      | 44      | 36      | 46      | 40      | 40      | 479        |
| ESA               | 8,965   | 9,304   | 8,865   | 8,640   | 8,538   | 9,193   | 10,281  | 9,854   | 9,903   | 9,897   | 10,114  | 11,227  | 114,783    |
| SMI P204          | 77      | 59      | 73      | 69      | 61      | 59      | 79      | 94      | 88      | 99      | 102     | 81      | 941        |
| SMI ESA           | 251     | 259     | 237     | 251     | 252     | 243     | 295     | 316     | 309     | 311     | 298     | 307     | 3,330      |
| PPCCAP TOTAL      | 12,743  | 13,395  | 12,692  | 12,348  | 12,156  | 12,647  | 14,501  | 14,405  | 14,498  | 14,395  | 14,494  | 16,051  | 164,325    |
| FP Mix Adjustment | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| TOTAL             | 995,320 | 997,600 | 993,709 | 993,637 | 989,650 | 984,105 | 977,479 | 961,584 | 958,052 | 953,689 | 955,091 | 958,957 | 11,718,874 |

MEMBER MONTHS

FY 19 REBASE

|                   | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL      |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|------------|
| AGE <1            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AGE 1-20          | 1,811   | 1,817   | 1,821   | 1,823   | 1,825   | 1,825   | 1,825   | 1,825   | 1,825   | 1,825   | 1,825   | 1,826   | 21,874     |
| AGE 21+           | 118,961 | 119,378 | 119,623 | 119,771 | 119,860 | 119,902 | 119,910 | 119,913 | 119,906 | 119,892 | 119,905 | 119,928 | 1,436,949  |
| DUAL              | 44,777  | 44,815  | 44,838  | 44,852  | 44,860  | 44,864  | 44,841  | 44,850  | 44,858  | 44,872  | 44,880  | 44,889  | 538,196    |
| SSI W/O MED       | 1,383   | 1,383   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 16,572     |
| ESA               | 270,438 | 270,551 | 270,664 | 270,777 | 270,890 | 271,003 | 271,116 | 271,229 | 271,342 | 271,455 | 271,568 | 271,681 | 3,252,711  |
| P204 BIRTHS       | 173     | 184     | 181     | 180     | 168     | 173     | 169     | 153     | 162     | 152     | 155     | 156     | 2,007      |
| ESA BIRTHS        | 110     | 117     | 115     | 114     | 107     | 110     | 107     | 97      | 103     | 97      | 99      | 99      | 1,276      |
| SMI P204          | 7,494   | 7,505   | 7,516   | 7,527   | 7,539   | 7,550   | 7,561   | 7,572   | 7,584   | 7,595   | 7,606   | 7,617   | 90,666     |
| SMI ESA           | 11,924  | 11,942  | 11,960  | 11,977  | 11,995  | 12,013  | 12,031  | 12,049  | 12,067  | 12,085  | 12,102  | 12,120  | 144,265    |
| Crisis P204       | 181,212 | 181,719 | 182,016 | 182,198 | 182,309 | 182,365 | 182,354 | 182,370 | 182,375 | 182,379 | 182,406 | 182,445 | 2,186,148  |
| Crisis ESA        | 308,697 | 308,825 | 308,954 | 309,083 | 309,212 | 309,341 | 309,469 | 309,598 | 309,728 | 309,857 | 309,986 | 310,115 | 3,712,864  |
| P204 HIF          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| ESA HIF           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| REG CAP TOTAL     | 946,978 | 948,237 | 949,069 | 949,683 | 950,145 | 950,526 | 950,765 | 951,037 | 951,329 | 951,588 | 951,913 | 952,258 | 11,403,528 |
| AGE <1            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AGE 1-20          | 56      | 56      | 56      | 56      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 678        |
| AGE 21+           | 3,145   | 3,156   | 3,163   | 3,166   | 3,169   | 3,170   | 3,170   | 3,170   | 3,170   | 3,170   | 3,170   | 3,171   | 37,989     |
| DUAL              | 628     | 628     | 628     | 628     | 628     | 628     | 628     | 628     | 628     | 628     | 628     | 628     | 7,536      |
| SSI W/O MED       | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 471        |
| ESA               | 10,015  | 10,019  | 10,024  | 10,028  | 10,032  | 10,036  | 10,040  | 10,044  | 10,049  | 10,053  | 10,057  | 10,061  | 120,457    |
| SMI P204          | 78      | 78      | 78      | 78      | 78      | 79      | 79      | 79      | 79      | 79      | 79      | 79      | 944        |
| SMI ESA           | 294     | 295     | 295     | 296     | 296     | 296     | 297     | 297     | 298     | 298     | 299     | 299     | 3,561      |
| PPCCAP TOTAL      | 14,256  | 14,272  | 14,283  | 14,292  | 14,299  | 14,305  | 14,309  | 14,314  | 14,319  | 14,324  | 14,329  | 14,334  | 171,635    |
| FP Mix Adjustment | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| TOTAL             | 961,234 | 962,508 | 963,352 | 963,975 | 964,443 | 964,831 | 965,074 | 965,351 | 965,648 | 965,912 | 966,242 | 966,592 | 11,575,163 |

MEMBER MONTHS

FY 20 REQUEST

|                   | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL      |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|------------|
| AGE <1            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AGE 1-20          | 1,826   | 1,827   | 1,828   | 1,829   | 1,829   | 1,830   | 1,831   | 1,831   | 1,830   | 1,830   | 1,830   | 1,831   | 21,953     |
| AGE 21+           | 119,961 | 120,008 | 120,062 | 120,122 | 120,174 | 120,222 | 120,267 | 120,262 | 120,234 | 120,184 | 120,222 | 120,296 | 1,442,014  |
| DUAL              | 44,915  | 44,921  | 44,928  | 44,935  | 44,941  | 44,947  | 44,927  | 44,936  | 44,944  | 44,958  | 44,968  | 44,981  | 539,303    |
| SSI W/O MED       | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 16,567     |
| ESA               | 271,794 | 271,908 | 272,021 | 272,135 | 272,248 | 272,362 | 272,475 | 272,589 | 272,702 | 272,816 | 272,930 | 273,044 | 3,269,024  |
| P204 BIRTHS       | 171     | 182     | 179     | 178     | 166     | 171     | 167     | 151     | 160     | 150     | 154     | 154     | 1,983      |
| ESA BIRTHS        | 109     | 116     | 114     | 113     | 106     | 109     | 106     | 96      | 102     | 95      | 98      | 98      | 1,261      |
| SMI P204          | 7,628   | 7,640   | 7,651   | 7,662   | 7,673   | 7,684   | 7,696   | 7,707   | 7,718   | 7,729   | 7,741   | 7,752   | 92,281     |
| SMI ESA           | 12,138  | 12,156  | 12,174  | 12,192  | 12,210  | 12,227  | 12,245  | 12,263  | 12,281  | 12,299  | 12,317  | 12,334  | 146,835    |
| Crisis P204       | 182,513 | 182,575 | 182,647 | 182,726 | 182,794 | 182,857 | 182,891 | 182,900 | 182,881 | 182,845 | 182,901 | 183,001 | 2,193,529  |
| Crisis ESA        | 310,244 | 310,374 | 310,503 | 310,632 | 310,762 | 310,891 | 311,021 | 311,151 | 311,280 | 311,410 | 311,540 | 311,670 | 3,731,477  |
| P204 HIF          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| ESA HIF           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| REG CAP TOTAL     | 952,681 | 953,086 | 953,486 | 953,903 | 954,283 | 954,682 | 955,006 | 955,266 | 955,514 | 955,697 | 956,080 | 956,542 | 11,456,226 |
| AGE <1            | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| AGE 1-20          | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 57      | 680        |
| AGE 21+           | 3,171   | 3,173   | 3,174   | 3,176   | 3,177   | 3,178   | 3,180   | 3,179   | 3,179   | 3,177   | 3,178   | 3,180   | 38,123     |
| DUAL              | 629     | 629     | 629     | 629     | 629     | 629     | 629     | 629     | 629     | 629     | 629     | 629     | 7,546      |
| SSI W/O MED       | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 39      | 470        |
| ESA               | 10,065  | 10,069  | 10,074  | 10,078  | 10,082  | 10,086  | 10,090  | 10,095  | 10,099  | 10,103  | 10,107  | 10,111  | 121,060    |
| SMI P204          | 79      | 80      | 80      | 80      | 80      | 80      | 80      | 80      | 80      | 80      | 81      | 81      | 961        |
| SMI ESA           | 300     | 300     | 300     | 301     | 301     | 302     | 302     | 303     | 303     | 304     | 304     | 304     | 3,624      |
| PPCCAP TOTAL      | 14,340  | 14,346  | 14,352  | 14,359  | 14,365  | 14,371  | 14,377  | 14,381  | 14,386  | 14,389  | 14,395  | 14,402  | 172,464    |
| FP Mix Adjustment | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -          |
| TOTAL             | 967,021 | 967,432 | 967,839 | 968,262 | 968,648 | 969,053 | 969,383 | 969,648 | 969,900 | 970,086 | 970,475 | 970,944 | 11,628,690 |

| Capitation Rates |             |             |             |             |             |             |             |             |    |             |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----|-------------|
| Rate Cells       | 2018.3      | 2018.4      | 2019.1      | 2019.2      | 2019.3      | 2019.4      | 2020.1      | 2020.2      |    |             |
| Age <1           | \$ 509.56   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 582.98   | \$ 582.98   | \$ 582.98   | \$ | \$ 582.98   |
| Age 1-20         | \$ 174.85   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 183.13   | \$ 183.13   | \$ 183.13   | \$ | \$ 183.13   |
| Age 21+          | \$ 341.27   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 371.71   | \$ 371.71   | \$ 371.71   | \$ | \$ 371.71   |
| Duals            | \$ 145.66   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 146.94   | \$ 146.94   | \$ 146.94   | \$ | \$ 146.94   |
| SSI w/o          | \$ 1,271.12 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 | \$ | \$ 1,261.36 |
| ESA              | \$ 606.13   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 637.47   | \$ 637.47   | \$ 637.47   | \$ | \$ 637.47   |
| NEA              | \$ 377.80   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 415.58   | \$ 415.58   | \$ 415.58   | \$ | \$ 415.58   |
| Delivery         | \$ 6,042.82 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 | \$ | \$ 6,008.76 |
| SMI RBHA         | \$ 1,987.84 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 | \$ | \$ 2,070.63 |
| Crisis RBHA      | \$ 3.86     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.88     | \$ 4.88     | \$ 4.88     | \$ | \$ 4.88     |
| CMDP             | \$ 279.18   | \$ 298.38   | \$ 298.38   | \$ 298.38   | \$ 302.09   | \$ 305.84   | \$ 305.84   | \$ 305.84   | \$ | \$ 305.84   |
| CMDP RBHA        | \$ 757.55   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 886.51   | \$ 886.51   | \$ 886.51   | \$ | \$ 886.51   |
| ALTCS EPD        | \$ 3,455.59 | \$ 3,607.36 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,726.68 | \$ 3,756.05 | \$ 3,756.05 | \$ | \$ 3,756.05 |
| ALTCS DDD        | \$ 3,892.14 | \$ 4,098.51 | \$ 4,137.17 | \$ 4,137.17 | \$ 4,188.57 | \$ 4,240.60 | \$ 4,280.60 | \$ 4,280.60 | \$ | \$ 4,280.60 |
| ALTCS TCM        | \$ 164.41   | \$ 154.28   | \$ 154.28   | \$ 154.28   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ | \$ 158.14   |
| ALTCS DDD RBHA   | \$ 236.60   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 279.99   | \$ 279.99   | \$ 279.99   | \$ | \$ 279.99   |

| Federal Matching Rates |         |         |         |         |         |         |         |         |
|------------------------|---------|---------|---------|---------|---------|---------|---------|---------|
| FMAP Type              | 2018.3  | 2018.4  | 2019.1  | 2019.2  | 2019.3  | 2019.4  | 2020.1  | 2020.2  |
| Regular FMAP           | 69.89%  | 69.81%  | 69.81%  | 69.81%  | 69.81%  | 69.48%  | 69.48%  | 69.48%  |
| ACA FMAP               | 94.00%  | 94.00%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  |
| CHIP FMAP              | 78.92%  | 78.87%  | 78.87%  | 78.87%  | 78.87%  | 78.64%  | 78.64%  | 78.64%  |
| CHIP Enhanced          | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 90.14%  | 90.14%  | 90.14%  |
| ESA FMAP               | 91.59%  | 91.58%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  |
| AIHP Facilities        | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Proposition 204 - Capitation                       |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund                                   |   |            |             |               |
| <b>Appropriated</b>  |   |            |             |               |
| 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                          | (515.5)                                     | 100,262.5  | (11,645.5)  | 88,617.0      |
| 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   | (0.5)                                       | 90.2       | 0.0         | 90.2          |
| <b>Appropriated Total:</b>   | (516.0)                                     | 100,352.7  | (11,645.5)  | 88,707.2      |
| <b>Fund Total:</b>   | (516.0)                                     | 100,352.7  | (11,645.5)  | 88,707.2      |
| <b>Fund:</b> 1303-N Proposition 204 Protection Account (TPTF) Fund |   |            |             |               |
| <b>Non-Appropriated</b>  |   |            |             |               |
| 6000 Personal Services   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                             | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                          | 15,866.6                                    | 37,728.9   | 0.0         | 37,728.9      |
| 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 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|  | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program:</b> Proposition 204 - Capitation                       |   |                 |             |                 |
| <b>Fund:</b> 1303-N Proposition 204 Protection Account (TPTF) Fund |   |                 |             |                 |
| <b>Non-Appropriated</b>  |   |                 |             |                 |
| 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             |
| <b>Non-Appropriated Total:</b>                                     | <b>15,866.6</b>                             | <b>37,728.9</b> | <b>0.0</b>  | <b>37,728.9</b> |
| <b>Fund Total:</b>   | <b>15,866.6</b>                             | <b>37,728.9</b> | <b>0.0</b>  | <b>37,728.9</b> |
| <b>Fund:</b> 1310-A Tobacco Products Tax Fund                      |   |                 |             |                 |
| <b>Appropriated</b>  |   |                 |             |                 |
| 6000 Personal Services   | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses                                     | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services                             | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State   | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State   | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals                          | 17,627.3                                    | 17,966.1        | 0.0         | 17,966.1        |
| 7000 Other Operating Expenses                                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment   | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay  | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service  | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation   | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers   | 0.0   | 0.0             | 0.0         | 0.0             |
| <b>Appropriated Total:</b>   | <b>17,627.3</b>                             | <b>17,966.1</b> | <b>0.0</b>  | <b>17,966.1</b> |
| <b>Fund Total:</b>   | <b>17,627.3</b>                             | <b>17,966.1</b> | <b>0.0</b>  | <b>17,966.1</b> |
| <b>Fund:</b> 2120-N AHCCCS Fund                                    |   |                 |             |                 |
| <b>Non-Appropriated</b>  |   |                 |             |                 |
| 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             |

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# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                      | Arizona Health Care Cost Containment System       |             |             |               |
|--|---|-------------|-------------|---------------|
|  | FY 2018   | FY 2019     | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan  | Fund. Issue | Total Request |
| <b>Program:</b> Proposition 204 - Capitation |   |             |             |               |
| <b>Fund:</b> 2120-N                          | <b>AHCCCS Fund</b>                                |             |             |               |
| <b>Non-Appropriated</b>                      |   |             |             |               |
| 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   | 1,805,357.1                                       | 2,761,135.9 | 116,276.1   | 2,877,412.0   |
| 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           |
| <b>Non-Appropriated Total:</b>               |   |             |             |               |
| <b>Fund Total:</b>                           | 1,805,357.1                                       | 2,761,135.9 | 116,276.1   | 2,877,412.0   |
| <b>Fund:</b> 2468-N                          | <b>Arizona Tobacco Litigation Settlement Fund</b> |             |             |               |
| <b>Non-Appropriated</b>                      |   |             |             |               |
| 0000   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6000   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6100   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6200   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6500   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6600   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6700   | 0.0   | 0.0         | 0.0         | 0.0           |
| 6800   | 101,761.0   | 87,000.0    | 15,000.0    | 102,000.0     |
| 7000   | 0.0   | 0.0         | 0.0         | 0.0           |
| 8000   | 0.0   | 0.0         | 0.0         | 0.0           |
| 8100   | 0.0   | 0.0         | 0.0         | 0.0           |
| 8600   | 0.0   | 0.0         | 0.0         | 0.0           |
| 9000   | 0.0   | 0.0         | 0.0         | 0.0           |
| 9100   | 0.0   | 0.0         | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Proposition 204 - Capitation                         |   |            |             |               |
| <b>Fund:</b> 2468-N Arizona Tobacco Litigation Settlement Fund       |   |            |             |               |
| <b>Non-Appropriated</b>  |   |            |             |               |
| <b>Non-Appropriated Total:</b> 101,761.0 87,000.0 15,000.0 102,000.0 |   |            |             |               |
| <b>Fund Total:</b> 101,761.0 87,000.0 15,000.0 102,000.0             |   |            |             |               |
| <b>Fund:</b> 2500-N IGA and ISA Fund                                 |   |            |             |               |
| <b>Non-Appropriated</b>  |   |            |             |               |
| 0000 FTE   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                            | 1,462.8                                     | 1,931.9    | 632.8       | 2,564.7       |
| 7000 Other Operating Expenses  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b> 1,462.8 1,931.9 632.8 2,564.7         |   |            |             |               |
| <b>Fund Total:</b> 1,462.8 1,931.9 632.8 2,564.7                     |   |            |             |               |
| <b>Fund:</b> 2576-N Hospital Assessment                              |   |            |             |               |
| <b>Non-Appropriated</b>  |   |            |             |               |
| 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           |

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# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Proposition 204 - Capitation

|                                |                                      |           |           |          |           |
|--------------------------------|--------------------------------------|-----------|-----------|----------|-----------|
| <b>Fund:</b> 2576-N            | Hospital Assessment                  |           |           |          |           |
| <b>Non-Appropriated</b>        |                                      |           |           |          |           |
| 6700                           | Food                                 | 0.0       | 0.0       | 0.0      | 0.0       |
| 6800                           | Aid to Organizations and Individuals | 163,873.2 | 199,350.4 | 23,949.9 | 223,300.3 |
| 7000                           | Other Operating Expenses             | 71.4      | 86.8      | 0.0      | 86.8      |
| 8000                           | Equipment                            | 0.0       | 0.0       | 0.0      | 0.0       |
| 8100                           | Capital Outlay                       | 0.0       | 0.0       | 0.0      | 0.0       |
| 8600                           | Debt Service                         | 0.0       | 0.0       | 0.0      | 0.0       |
| 9000                           | Cost Allocation                      | 0.0       | 0.0       | 0.0      | 0.0       |
| 9100                           | Transfers                            | 0.5       | 0.6       | 0.0      | 0.6       |
| <b>Non-Appropriated Total:</b> |                                      | 163,945.1 | 199,437.8 | 23,949.9 | 223,387.7 |

**Fund Total:** 163,945.1    199,437.8    23,949.9    223,387.7

**Program Total For Selected Funds:** 2,105,503.9    3,205,553.3    144,213.3    3,349,766.6



## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Capitation</b>                |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 2,105,432.5       | 3,205,375.7           |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Capitation</b>                |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| <b>Expenditure Category Total</b>                                 | <b>2,105,432.5</b>              | <b>3,205,375.7</b>                  |
| <b>Appropriated</b>   |                                 |                                     |
| 1000-A General Fund (Appropriated)                                | (515.5)                         | 100,262.5                           |
| 1310-A Tobacco Products Tax Fund (Appropriated)                   | 17,627.3                        | 17,966.1                            |
|   | <b>17,111.8</b>                 | <b>118,228.6</b>                    |
| <b>Non-Appropriated</b>   |                                 |                                     |
| 1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriate | 15,866.6                        | 37,728.9                            |
| 2120-N AHCCCS Fund (Non-Appropriated)                             | #####                           | 2,761,135.9                         |
| 2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriat | 101,761.0                       | 87,000.0                            |
| 2500-N IGA and ISA Fund (Non-Appropriated)                        | 1,462.8                         | 1,931.9                             |
| 2576-N Hospital Assessment (Non-Appropriated)                     | 163,873.2                       | 199,350.4                           |
|   | <b>2,088,320.7</b>              | <b>3,087,147.1</b>                  |
| <b>Fund Source Total</b>  | <b>2,105,432.5</b>              | <b>3,205,375.7</b>                  |

|  |     |      |
|--|-----|------|
| Other Operating Expenses                                 |     | 86.8 |
| Other Operating Expenditures Budg Approp                 | 0.0 |      |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |      |
| Risk Management Charges To State Agency                  | 0.0 |      |
| Risk Management Deductible - Indemnity                   | 0.0 |      |
| Risk Management Deductible - Legal                       | 0.0 |      |
| Risk Management Deductible - Medical                     | 0.0 |      |
| Risk Management Deductible - Other                       | 0.0 |      |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |      |
| Gross Proceeds Payments To Attorneys                     | 0.0 |      |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |      |
| Medical Malpractice - Self-Insured                       | 0.0 |      |
| Automobile Liability - Self Insured                      | 0.0 |      |
| General Property Damage - Self- Insured                  | 0.0 |      |
| Automobile Physical Damage-Self Insured                  | 0.0 |      |
| Liability Insurance Premiums                             | 0.0 |      |
| Property Insurance Premiums                              | 0.0 |      |
| Workers Compensation Benefit Payments                    | 0.0 |      |
| Self Insurance - Administrative Fees                     | 0.0 |      |
| Self Insurance - Premiums                                | 0.0 |      |
| Self Insurance - Claim Payments                          | 0.0 |      |
| Self Insurance - Pharmacy Claims                         | 0.0 |      |
| Premium Tax On Altcs                                     | 0.0 |      |
| Other Insurance-Related Charges                          | 0.0 |      |
| Internal Service Data Processing                         | 0.0 |      |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |      |
| External Programming-Mainframe/Legacy                    | 0.0 |      |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |      |
| External Data Entry                                      | 0.0 |      |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |      |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |      |
| Pmt for AFIS Development & Usage                         | 0.0 |      |
| Internal Service Telecommunications                      | 0.0 |      |
| External Telecom Long Distance-In-State                  | 0.0 |      |
| External Telecom Long Distance-Out-State                 | 0.0 |      |
| Other External Telecommunication Service                 | 0.0 |      |
| Electricity  | 0.0 |      |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Capitation</b>                |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Capitation</b>                |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Internal Printing   | 0.0               |                       |
| External Printing   | 0.0               |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                      | 0.0               |                       |
| Document shredding and Destruction Services               | 0.0               |                       |
| Translation and Sign Language Services                    | 0.0               |                       |
| Distribution To State Universities                        | 0.0               |                       |
| Other Intrastate Distributions                            | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                       | 0.0               |                       |
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                     | 0.0               |                       |
| Costs For Digital Image Or Microfilm                      | 0.0               |                       |
| Revolving Fund Advances                                   | 0.0               |                       |
| Credit Card Fees Over Approved Limit                      | 0.0               |                       |
| Relief Bill Expenditures                                  | 0.0               |                       |
| Surplus Property Distr To State Agencies                  | 0.0               |                       |
| Security Services   | 0.0               |                       |
| Judgments - Damages                                       | 0.0               |                       |
| ICA Payments to Claimants Confidential                    | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0               |                       |
| Judgments - Non-Confidential Restitution                  | 0.0               |                       |
| Judgments - Punitive And Compensatory                     | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                    | 0.0               |                       |
| Payments To State Inmates                                 | 0.0               |                       |
| Bad Debt Expense  | 71.4              |                       |
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | 0.0               |                       |
| <b>Expenditure Category Total</b>                         | <b>71.4</b>       | <b>86.8</b>           |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2576-N Hospital Assessment (Non-Appropriated)             | 71.4              | 86.8                  |
| <b>Fund Source Total</b>                                  | <b>71.4</b>       | <b>86.8</b>           |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Capitation</b>                |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 90.8                  |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Proposition 204 - Capitation                |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| <b>Expenditure Category Total</b>             | <b>0.0</b>        | <b>90.8</b>           |
| <b>Appropriated</b>                           |                   |                       |
| 1000-A General Fund (Appropriated)            | (0.5)             | 90.2                  |
|   | <b>(0.5)</b>      | <b>90.2</b>           |
| <b>Non-Appropriated</b>                       |                   |                       |
| 2576-N Hospital Assessment (Non-Appropriated) | 0.5               | 0.6                   |
|   | <b>0.5</b>        | <b>0.6</b>            |
| <b>Fund Source Total</b>                      | <b>0.0</b>        | <b>90.8</b>           |

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# Member Month Summary

| QUARTER              | AGE < 1 | AGE 1-20 | AGE 21+ | DUAL    | SSIWO  | ESA     | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS |
|----------------------|---------|----------|---------|---------|--------|---------|----------------|---------------------|--------|
| 2012.3               | 98      | 29,145   | 295,777 | 99,631  | 16,910 | 282,352 | -              | 723,914             | 321    |
| 2012.4               | 83      | 28,982   | 289,832 | 101,697 | 14,800 | 249,638 | -              | 685,032             | 258    |
| 2013.1               | 89      | 29,146   | 285,135 | 103,766 | 13,136 | 225,488 | -              | 656,760             | 267    |
| 2013.2               | 84      | 28,623   | 287,176 | 105,489 | 11,330 | 206,231 | -              | 638,934             | 248    |
| 2013.3               | 87      | 27,312   | 286,812 | 107,208 | 10,169 | 195,833 | -              | 627,421             | 245    |
| 2013.4               | 76      | 26,546   | 284,119 | 108,857 | 9,562  | 184,764 | -              | 613,925             | 234    |
| 2014.1               | 85      | 24,326   | 278,953 | 109,819 | 9,347  | 387,542 | -              | 810,072             | 268    |
| 2014.2               | 100     | 23,537   | 302,272 | 104,420 | 7,784  | 554,763 | 16,121         | 1,008,996           | 260    |
| 2014.3               | 120     | 22,986   | 324,929 | 106,193 | 7,537  | 678,263 | 18,034         | 1,158,062           | 446    |
| 2014.4               | 124     | 22,811   | 331,480 | 111,254 | 7,139  | 737,734 | 19,954         | 1,230,496           | 526    |
| 2015.1               | 112     | 20,700   | 328,245 | 115,993 | 7,869  | 758,505 | 20,572         | 1,251,995           | 526    |
| 2015.2               | 78      | 15,540   | 305,369 | 131,109 | 10,630 | 762,567 | 22,568         | 1,247,860           | 649    |
| 2015.3               | 26      | 9,187    | 220,645 | 136,656 | 10,661 | 774,437 | 24,126         | 1,175,738           | 755    |
| 2015.4               | 9       | 9,841    | 363,077 | 122,950 | 7,264  | 805,039 | 52,850         | 1,361,030           | 1,016  |
| 2016.1               | 3       | 8,703    | 376,729 | 123,929 | 6,293  | 820,692 | 52,613         | 1,388,962           | 1,075  |
| 2016.2               | 0       | 8,103    | 375,864 | 114,937 | 5,050  | 820,995 | 50,793         | 1,375,741           | 1,029  |
| 2016.3               | 2       | 8,389    | 382,373 | 107,714 | 4,254  | 824,346 | 50,585         | 1,377,663           | 1,097  |
| 2016.4               | -       | 8,027    | 394,183 | 101,881 | 3,591  | 837,966 | 50,905         | 1,396,554           | 1,033  |
| 2017.1               | -       | 7,511    | 394,311 | 90,057  | 3,248  | 841,709 | 49,192         | 1,386,028           | 985    |
| 2017.2               | -       | 7,117    | 391,120 | 81,670  | 3,480  | 840,383 | 48,343         | 1,372,113           | 919    |
| 2017.3               | -       | 6,786    | 388,226 | 129,607 | 4,703  | 837,281 | 56,383         | 1,422,986           | 1,061  |
| 2017.4               | -       | 6,437    | 381,364 | 132,246 | 4,492  | 833,995 | 57,145         | 1,415,680           | 956    |
| 2018.1               | -       | 5,763    | 361,546 | 132,918 | 4,368  | 814,001 | 57,489         | 1,376,085           | 918    |
| 2018.2               | -       | 5,616    | 354,104 | 133,260 | 4,368  | 805,561 | 57,999         | 1,360,907           | 861    |
| <b>FORECAST DATA</b> |         |          |         |         |        |         |                |                     |        |
| 2018.3               | -       | 5,449    | 357,962 | 134,430 | 4,146  | 811,653 | 58,340         | 1,371,981           | 881    |
| 2018.4               | -       | 5,473    | 359,534 | 134,575 | 4,142  | 812,669 | 58,602         | 1,374,995           | 852    |
| 2019.1               | -       | 5,476    | 359,729 | 134,548 | 4,142  | 813,686 | 58,864         | 1,376,444           | 792    |
| 2019.2               | -       | 5,476    | 359,725 | 134,642 | 4,142  | 814,704 | 59,125         | 1,377,814           | 758    |
| 2019.3               | -       | 5,481    | 360,031 | 134,764 | 4,142  | 815,723 | 59,387         | 1,379,528           | 870    |
| 2019.4               | -       | 5,488    | 360,518 | 134,824 | 4,142  | 816,744 | 59,648         | 1,381,364           | 842    |
| 2020.1               | -       | 5,492    | 360,763 | 134,808 | 4,142  | 817,766 | 59,910         | 1,382,881           | 782    |
| 2020.2               | -       | 5,491    | 360,702 | 134,908 | 4,142  | 818,790 | 60,171         | 1,384,204           | 749    |

# Growth Rate Summary

| QUARTER              | AGE < 1  | AGE 1-20 | AGE 21+ | DUAL    | SSIWO   | ESA     | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS  |
|----------------------|----------|----------|---------|---------|---------|---------|----------------|---------------------|---------|
| 2012.3               | 9.96%    | -3.00%   | -0.19%  | 2.07%   | -8.59%  | -15.02% |                | -6.57%              | -4.75%  |
| 2012.4               | -15.43%  | -0.56%   | -2.01%  | 2.07%   | -12.48% | -11.59% |                | -5.37%              | -19.63% |
| 2013.1               | 7.05%    | 0.57%    | -1.62%  | 2.04%   | -11.24% | -9.67%  |                | -4.13%              | 3.49%   |
| 2013.2               | -5.66%   | -1.79%   | 0.72%   | 1.66%   | -13.74% | -8.54%  |                | -2.71%              | -7.12%  |
| 2013.3               | 4.17%    | -4.58%   | -0.13%  | 1.63%   | -10.25% | -5.04%  |                | -1.80%              | -1.21%  |
| 2013.4               | -12.89%  | -2.80%   | -0.94%  | 1.54%   | -5.97%  | -5.65%  |                | -2.15%              | -4.49%  |
| 2014.1               | 12.02%   | -8.36%   | -1.82%  | 0.88%   | -2.25%  | 109.75% |                | 31.95%              | 14.53%  |
| 2014.2               | 16.95%   | -3.24%   | 8.36%   | -4.92%  | -16.73% | 43.15%  |                | 24.56%              | -2.99%  |
| 2014.3               | 20.51%   | -2.34%   | 7.50%   | 1.70%   | -3.17%  | 22.26%  | 11.87%         | 14.77%              | 71.54%  |
| 2014.4               | 3.46%    | -0.76%   | 2.02%   | 4.77%   | -5.28%  | 8.77%   | 10.65%         | 6.25%               | 17.94%  |
| 2015.1               | -9.48%   | -9.26%   | -0.98%  | 4.26%   | 10.22%  | 2.82%   | 3.10%          | 1.75%               | 0.00%   |
| 2015.2               | -30.61%  | -24.93%  | -6.97%  | 13.03%  | 35.10%  | 0.54%   | 9.71%          | -0.33%              | 23.38%  |
| 2015.3               | -66.67%  | -40.88%  | -27.74% | 4.23%   | 0.29%   | 1.56%   | 6.90%          | -5.78%              | 16.33%  |
| 2015.4               | -65.38%  | 7.12%    | 64.55%  | -10.03% | -31.86% | 3.95%   | 119.06%        | 15.76%              | 34.57%  |
| 2016.1               | -66.67%  | -11.57%  | 3.76%   | 0.80%   | -13.37% | 1.94%   | -0.45%         | 2.05%               | 5.81%   |
| 2016.2               | -98.89%  | -6.90%   | -0.23%  | -7.26%  | -19.75% | 0.04%   | -3.46%         | -0.95%              | -4.28%  |
| 2016.3               | 6584.08% | 3.53%    | 1.73%   | -6.28%  | -15.76% | 0.41%   | -0.41%         | 0.14%               | 6.61%   |
| 2016.4               | -100.00% | -4.31%   | 3.09%   | -5.42%  | -15.59% | 1.65%   | 0.63%          | 1.37%               | -5.83%  |
| 2017.1               |          | -6.43%   | 0.03%   | -11.61% | -9.57%  | 0.45%   | -3.37%         | -0.75%              | -4.65%  |
| 2017.2               |          | -5.24%   | -0.81%  | -9.31%  | 7.14%   | -0.16%  | -1.73%         | -1.00%              | -6.70%  |
| 2017.3               |          | -4.65%   | -0.74%  | 58.70%  | 35.17%  | -0.37%  | 16.63%         | 3.71%               | 15.45%  |
| 2017.4               |          | -5.14%   | -1.77%  | 2.04%   | -4.49%  | -0.39%  | 1.35%          | -0.51%              | -9.90%  |
| 2018.1               |          | -10.48%  | -5.20%  | 0.51%   | -2.76%  | -2.40%  | 0.60%          | -2.80%              | -3.97%  |
| 2018.2               |          | -2.55%   | -2.06%  | 0.26%   | -0.01%  | -1.04%  | 0.89%          | -1.10%              | -6.21%  |
| <b>FORECAST DATA</b> |          |          |         |         |         |         |                |                     |         |
| 2018.3               |          | -2.97%   | 1.09%   | 0.88%   | -5.06%  | 0.76%   | 0.59%          | 0.81%               | 2.32%   |
| 2018.4               |          | 0.44%    | 0.44%   | 0.11%   | -0.11%  | 0.13%   | 0.45%          | 0.22%               | -3.26%  |
| 2019.1               |          | 0.06%    | 0.05%   | -0.02%  | 0.00%   | 0.13%   | 0.45%          | 0.11%               | -7.10%  |
| 2019.2               |          | 0.00%    | 0.00%   | 0.07%   | 0.00%   | 0.13%   | 0.44%          | 0.10%               | -4.20%  |
| 2019.3               |          | 0.09%    | 0.09%   | 0.09%   | 0.00%   | 0.13%   | 0.44%          | 0.12%               | 14.73%  |
| 2019.4               |          | 0.14%    | 0.14%   | 0.04%   | 0.00%   | 0.13%   | 0.44%          | 0.13%               | -3.24%  |
| 2020.1               |          | 0.07%    | 0.07%   | -0.01%  | 0.00%   | 0.13%   | 0.44%          | 0.11%               | -7.11%  |
| 2020.2               |          | -0.01%   | -0.02%  | 0.07%   | 0.00%   | 0.13%   | 0.44%          | 0.10%               | -4.21%  |

# Year-to-Year Changes

| STATE FISCAL YEAR    | AGE < 1 | AGE 1-20 | AGE 21+   | DUAL    | SSIWO  | ESA       | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS |
|----------------------|---------|----------|-----------|---------|--------|-----------|----------------|---------------------|--------|
| 2012-13              | 354     | 115,896  | 1,157,922 | 410,583 | 56,176 | 963,710   | -              | 2,704,640           | 1,094  |
| 2013-14              | 348     | 101,722  | 1,152,156 | 430,304 | 36,862 | 1,322,902 | 16,121         | 3,060,414           | 1,007  |
| 2014-15              | 435     | 82,036   | 1,290,023 | 464,549 | 33,175 | 2,937,068 | 81,127         | 4,888,413           | 2,147  |
| 2015-16              | 38      | 35,835   | 1,336,314 | 498,472 | 29,268 | 3,221,163 | 180,382        | 5,301,472           | 3,875  |
| 2016-17              | 2       | 31,044   | 1,561,986 | 381,322 | 14,573 | 3,344,405 | 199,026        | 5,532,358           | 4,034  |
| 2017-18              | -       | 24,602   | 1,485,240 | 528,030 | 17,931 | 3,290,838 | 229,016        | 5,575,657           | 3,796  |
| <b>FORECAST DATA</b> |         |          |           |         |        |           |                |                     |        |
| 2018-19              | -       | 21,874   | 1,436,949 | 538,196 | 16,572 | 3,252,711 | 234,931        | 5,501,233           | 3,283  |
| 2019-20              | -       | 21,953   | 1,442,014 | 539,303 | 16,567 | 3,269,024 | 239,116        | 5,527,977           | 3,243  |

| STATE FISCAL YEAR    | AGE < 1  | AGE 1-20 | AGE 21+ | DUAL    | SSIWO   | ESA     | SMI INTEGRATED | TOTAL MEMBER MONTHS | BIRTHS  |
|----------------------|----------|----------|---------|---------|---------|---------|----------------|---------------------|---------|
| 2012-13              | -2.73%   | -7.89%   | -4.26%  | 4.19%   | -30.62% | -46.64% |                | -25.22%             | -41.84% |
| 2013-14              | -1.58%   | -12.23%  | -0.50%  | 4.80%   | -34.38% | 37.27%  |                | 13.15%              | -7.95%  |
| 2014-15              | 24.87%   | -19.35%  | 11.97%  | 7.96%   | -10.00% | 122.02% | 403.25%        | 59.73%              | 113.21% |
| 2015-16              | -91.25%  | -56.32%  | 3.59%   | 7.30%   | -11.78% | 9.67%   | 122.34%        | 8.45%               | 80.48%  |
| 2016-17              | -94.15%  | -13.37%  | 16.89%  | -23.50% | -50.21% | 3.83%   | 10.34%         | 4.36%               | 4.10%   |
| 2017-18              | -100.00% | -20.75%  | -4.91%  | 38.47%  | 23.04%  | -1.60%  | 15.07%         | 0.78%               | -5.90%  |
| <b>FORECAST DATA</b> |          |          |         |         |         |         |                |                     |         |
| 2018-19              |          | -11.09%  | -3.25%  | 1.93%   | -7.58%  | -1.16%  | 2.58%          | -1.33%              | -13.51% |
| 2019-20              |          | 0.36%    | 0.35%   | 0.21%   | -0.03%  | 0.50%   | 1.78%          | 0.49%               | -1.21%  |



**TANF Proposition 204**

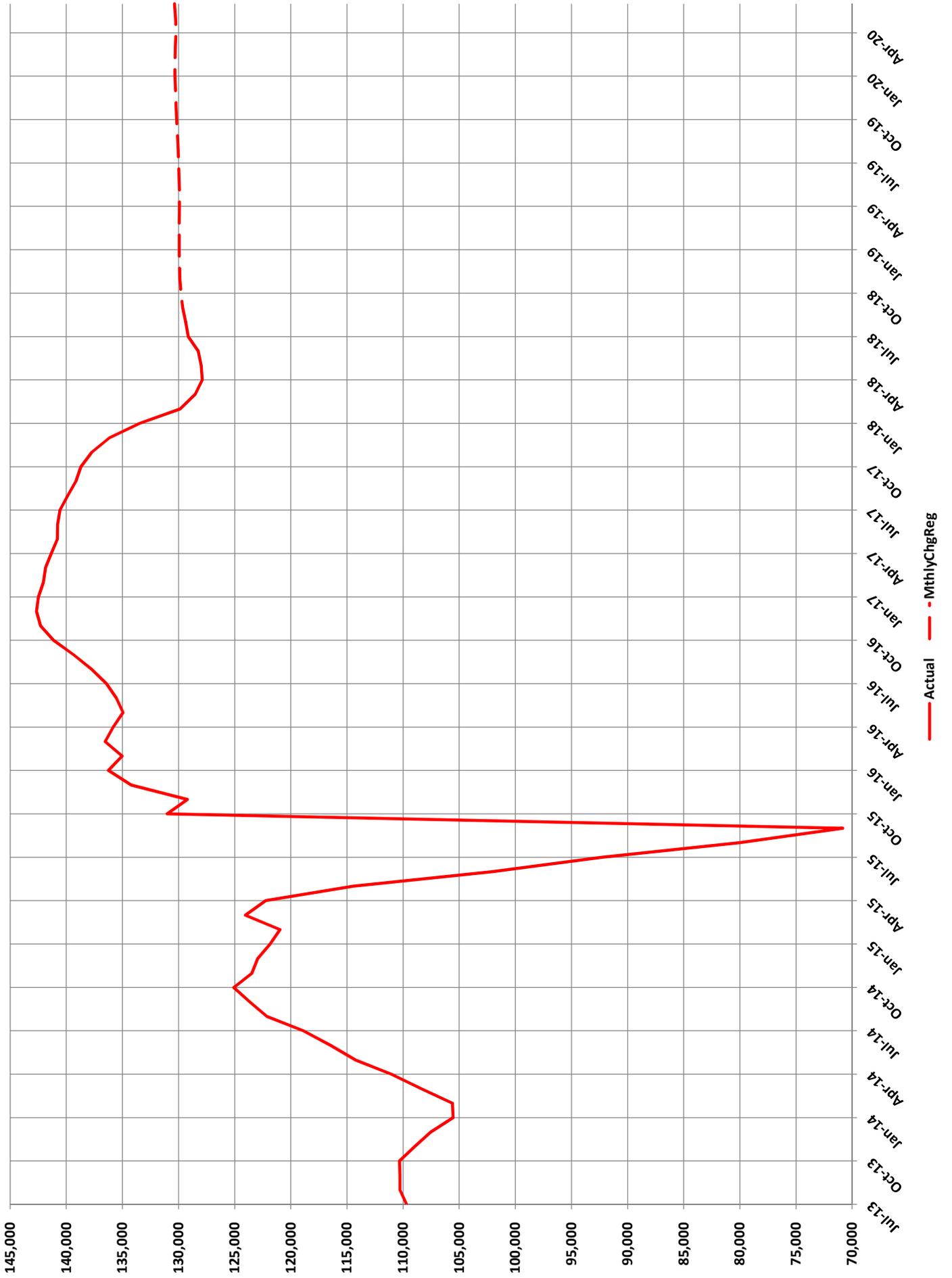
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   |  |              |                          |                          |
| 2012.3 | 340,473    |          | -0.38%                 |            |  |              |                          |                          |
| 2012.4 | 334,400    |          | -1.78%                 |            |  |              |                          |                          |
| 2013.1 | 330,190    |          | -1.26%                 |            |  |              |                          |                          |
| 2013.2 | 331,899    |          | 0.52%                  |            |  | 1,336,962    | -4.17%                   | -2.94%                   |
| 2013.3 | 330,253    |          | -0.50%                 |            |  |              |                          | SFY 12-13                |
| 2013.4 | 326,819    |          | -1.04%                 |            |  |              |                          |                          |
| 2014.1 | 319,552    |          | -2.22%                 |            |  |              |                          |                          |
| 2014.2 | 341,762    |          | 6.95%                  |            |  | 1,318,386    | -1.39%                   | 5.54%                    |
| 2014.3 | 364,682    |          | 6.71%                  |            |  |              |                          | SFY 13-14                |
| 2014.4 | 371,479    |          | 1.86%                  |            |  |              |                          |                          |
| 2015.1 | 366,867    |          | -1.24%                 |            |  |              |                          |                          |
| 2015.2 | 338,736    |          | -7.67%                 |            |  | 1,441,764    | 9.36%                    | -12.33%                  |
| 2015.3 | 243,162    |          | -28.21%                |            |  |              |                          | SFY 14-15                |
| 2015.4 | 394,431    |          | 62.21%                 |            |  |              |                          |                          |
| 2016.1 | 407,815    |          | 3.39%                  |            |  |              |                          |                          |
| 2016.2 | 406,305    |          | -0.37%                 |            |  | 1,451,714    | 0.69%                    | 32.75%                   |
| 2016.3 | 413,486    |          | 1.77%                  |            |  |              |                          | SFY 15-16                |
| 2016.4 | 426,078    |          | 3.05%                  |            |  |              |                          |                          |
| 2017.1 | 426,385    |          | 0.07%                  |            |  | 1,688,854    | 16.34%                   | 3.87%                    |
| 2017.2 | 422,906    |          | -0.82%                 |            |  |              |                          | SFY 16-17                |
| 2017.3 | 419,593    |          | -0.78%                 |            |  |              |                          |                          |
| 2017.4 | 412,584    |          | -1.67%                 |            |  |              |                          |                          |
| 2018.1 | 391,840    |          | -5.03%                 |            |  |              |                          |                          |
| 2018.2 | 384,128    |          | -1.97%                 |            |  | 1,608,145    | -4.78%                   | -8.89%                   |
| 2018.3 |            | 388,108  | 1.04%                  |            |  |              |                          | SFY 17-18                |
| 2018.4 |            | 389,592  | 0.38%                  |            |  |              |                          |                          |
| 2019.1 |            | 389,804  | 0.05%                  |            |  |              |                          |                          |
| 2019.2 |            | 389,800  | 0.00%                  |            |  | 1,557,304    | -3.16%                   | 1.33%                    |
| 2019.3 |            | 390,131  | 0.09%                  |            |  |              |                          | SFY 18-19                |
| 2019.4 |            | 390,659  | 0.14%                  |            |  |              |                          |                          |
| 2020.1 |            | 390,924  | 0.07%                  |            |  |              |                          |                          |
| 2020.2 |            | 390,858  | -0.02%                 |            |  | 1,562,571    | 0.34%                    | 0.31%                    |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on 120-month regression of monthly changes in underlying data.

Adj. R Squared: 0.8452  
 Standard Error: 830.09

# TANF Proposition 204



**SSI W/Medicare Proposition 204**

|        | ENROLLMENT |             | PERCENT     |          | ENROLLMENT |          | SFY   |          | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|-------------|-------------|----------|------------|----------|-------|----------|--------------|----------|--------------|-----------|
|        | ACTUAL     | QTR. GROWTH | QTR. GROWTH | FORECAST | TOTAL      | GROWTH % | TOTAL | GROWTH % | TOTAL        | GROWTH % | TOTAL        | GROWTH %  |
| 2012.3 | 83,521     |             | 2.26%       |          |            |          |       |          |              |          |              |           |
| 2012.4 | 85,542     |             | 2.42%       |          |            |          |       |          |              |          |              |           |
| 2013.1 | 87,331     |             | 2.09%       |          |            |          |       |          |              |          |              |           |
| 2013.2 | 88,873     |             | 1.77%       |          | 345,267    | 4.03%    |       |          |              | 9.43%    |              | SFY 12-13 |
| 2013.3 | 90,590     |             | 1.93%       |          |            |          |       |          |              |          |              |           |
| 2013.4 | 92,210     |             | 1.79%       |          |            |          |       |          |              |          |              |           |
| 2014.1 | 93,078     |             | 0.94%       |          |            |          |       |          |              |          |              |           |
| 2014.2 | 88,098     |             | -5.35%      |          | 363,976    | 5.42%    |       |          |              | -0.75%   |              | SFY 13-14 |
| 2014.3 | 89,116     |             | 1.16%       |          |            |          |       |          |              |          |              |           |
| 2014.4 | 93,746     |             | 5.19%       |          |            |          |       |          |              |          |              |           |
| 2015.1 | 97,784     |             | 4.31%       |          |            |          |       |          |              |          |              |           |
| 2015.2 | 113,044    |             | 15.61%      |          | 393,689    | 8.16%    |       |          |              | 35.99%   |              | SFY 14-15 |
| 2015.3 | 123,165    |             | 8.95%       |          |            |          |       |          |              |          |              |           |
| 2015.4 | 101,278    |             | -17.77%     |          |            |          |       |          |              |          |              |           |
| 2016.1 | 101,393    |             | 0.11%       |          |            |          |       |          |              |          |              |           |
| 2016.2 | 92,453     |             | -8.82%      |          | 418,288    | 6.25%    |       |          |              | -26.36%  |              | SFY 15-16 |
| 2016.3 | 84,841     |             | -8.23%      |          |            |          |       |          |              |          |              |           |
| 2016.4 | 77,867     |             | -8.22%      |          |            |          |       |          |              |          |              |           |
| 2017.1 | 65,359     |             | -16.06%     |          |            |          |       |          |              |          |              |           |
| 2017.2 | 56,880     |             | -12.97%     |          | 284,947    | -31.88%  |       |          |              | -30.46%  |              | SFY 16-17 |
| 2017.3 | 104,900    |             | 84.42%      |          |            |          |       |          |              |          |              |           |
| 2017.4 | 107,345    |             | 2.33%       |          |            |          |       |          |              |          |              |           |
| 2018.1 | 108,259    |             | 0.85%       |          |            |          |       |          |              |          |              |           |
| 2018.2 | 108,734    |             | 0.44%       |          | 429,238    | 50.64%   |       |          |              | 76.20%   |              | SFY 17-18 |
| 2018.3 |            |             | 0.94%       | 109,752  |            |          |       |          |              |          |              |           |
| 2018.4 |            |             | 0.09%       | 109,854  |            |          |       |          |              |          |              |           |
| 2019.1 |            |             | -0.04%      | 109,813  |            |          |       |          |              |          |              |           |
| 2019.2 |            |             | 0.09%       | 109,907  | 439,325    | 2.35%    |       |          |              | 0.78%    |              | SFY 18-19 |
| 2019.3 |            |             | 0.09%       | 110,008  |            |          |       |          |              |          |              |           |
| 2019.4 |            |             | 0.02%       | 110,034  |            |          |       |          |              |          |              |           |
| 2020.1 |            |             | -0.03%      | 110,001  |            |          |       |          |              |          |              |           |
| 2020.2 |            |             | 0.09%       | 110,105  | 440,148    | 0.19%    |       |          |              | 0.18%    |              | SFY 19-20 |

**Notes:**

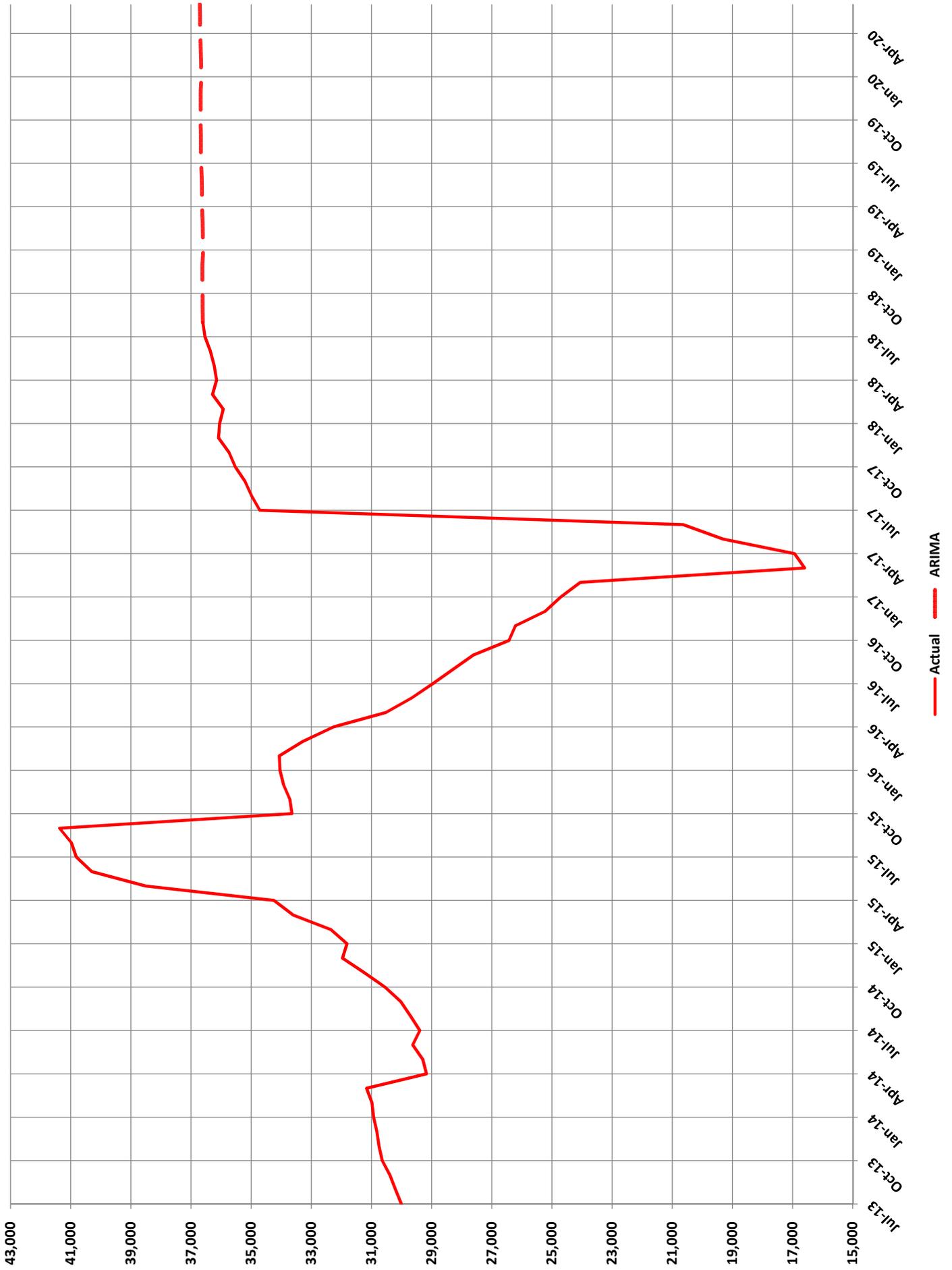
(1) Data are obtained from PMMIS.

(2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: 0.2022

Standard Error: 2168.36

# SSI W/Medicare Proposition 204



**SSI WO/Medicare Proposition 204**

|        | ENROLLMENT |       | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|-------|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |       |                        |                        |  |              |                          |                          |
| 2012.3 | 16,892     |       | -8.59%                 |                        |  |              |                          |                          |
| 2012.4 | 14,775     |       | -12.53%                |                        |  |              |                          |                          |
| 2013.1 | 13,113     |       | -11.25%                |                        |  |              |                          |                          |
| 2013.2 | 11,306     |       | -13.77%                |                        |  | 56,087       | -30.67%                  | -40.06%                  |
| 2013.3 | 10,147     |       | -10.26%                |                        |  |              |                          | SFY 12-13                |
| 2013.4 | 9,536      |       | -6.02%                 |                        |  |              |                          |                          |
| 2014.1 | 9,324      |       | -2.21%                 |                        |  |              |                          |                          |
| 2014.2 | 7,761      |       | -16.76%                |                        |  | 36,768       | -34.44%                  | -29.26%                  |
| 2014.3 | 7,514      |       | -3.19%                 |                        |  |              |                          | SFY 13-14                |
| 2014.4 | 7,115      |       | -5.31%                 |                        |  |              |                          |                          |
| 2015.1 | 7,847      |       | 10.28%                 |                        |  |              |                          |                          |
| 2015.2 | 10,607     |       | 35.17%                 |                        |  | 33,082       | -10.02%                  | 45.62%                   |
| 2015.3 | 10,638     |       | 0.29%                  |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 7,251      |       | -31.84%                |                        |  |              |                          |                          |
| 2016.1 | 6,288      |       | -13.29%                |                        |  |              |                          |                          |
| 2016.2 | 5,044      |       | -19.78%                |                        |  | 29,221       | -11.67%                  | -57.07%                  |
| 2016.3 | 4,243      |       | -15.87%                |                        |  |              |                          | SFY 15-16                |
| 2016.4 | 3,579      |       | -15.65%                |                        |  |              |                          |                          |
| 2017.1 | 3,236      |       | -9.60%                 |                        |  |              |                          |                          |
| 2017.2 | 3,473      |       | 7.32%                  |                        |  | 14,531       | -50.27%                  | -25.48%                  |
| 2017.3 | 4,700      |       | 35.35%                 |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 4,489      |       | -4.50%                 |                        |  |              |                          |                          |
| 2018.1 | 4,367      |       | -2.72%                 |                        |  |              |                          |                          |
| 2018.2 | 4,361      |       | -0.15%                 |                        |  | 17,917       | 23.30%                   | 21.25%                   |
| 2018.3 |            | 4,162 | -4.56%                 |                        |  |              |                          | SFY 17-18                |
| 2018.4 |            | 4,136 | -0.63%                 |                        |  |              |                          |                          |
| 2019.1 |            | 4,136 | 0.00%                  |                        |  |              |                          |                          |
| 2019.2 |            | 4,136 | 0.00%                  |                        |  | 16,569       | -7.52%                   | -4.78%                   |
| 2019.3 |            | 4,136 | 0.00%                  |                        |  |              |                          | SFY 18-19                |
| 2019.4 |            | 4,136 | 0.00%                  |                        |  |              |                          |                          |
| 2020.1 |            | 4,136 | 0.00%                  |                        |  |              |                          |                          |
| 2020.2 |            | 4,136 | 0.00%                  |                        |  | 16,543       | -0.16%                   | 0.00%                    |
| 2020.2 |            | 4,136 | 0.00%                  |                        |  |              |                          | SFY 19-20                |

**Notes:**

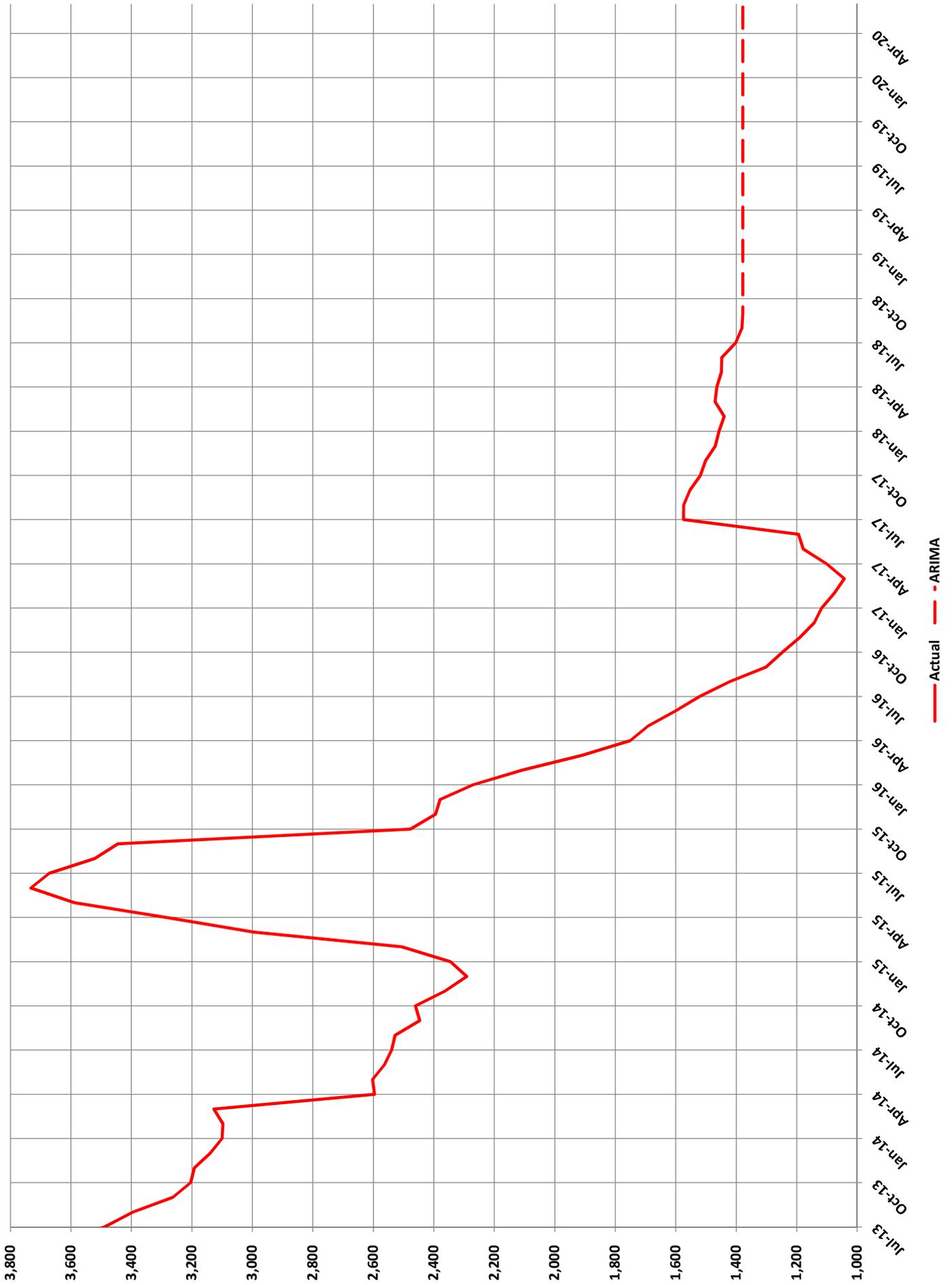
(1) Data are obtained from PMMIS.

(2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: -0.0678

Standard Error: 43.24

SSI WO/Medicare Proposition 204



**Expansion State Adults**

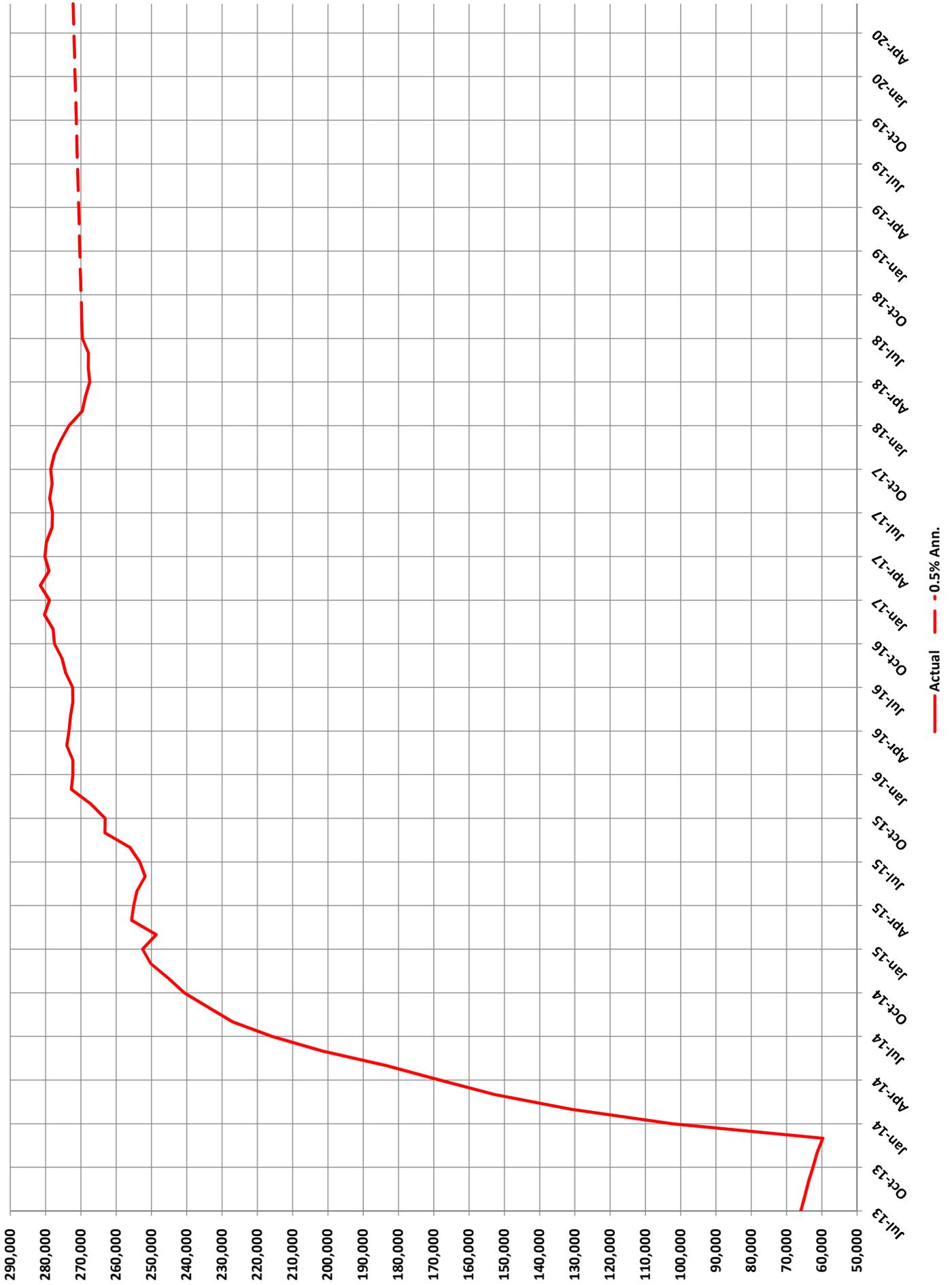
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 280,965    |          | -15.06%                |            |          |              |                          |                          |
| 2012.4 | 248,317    |          | -11.62%                |            |          |              |                          |                          |
| 2013.1 | 224,239    |          | -9.70%                 |            |          | 958,544      | -46.74%                  | -35.35%                  |
| 2013.2 | 205,022    |          | -8.57%                 |            |          |              |                          | SFY 12-13                |
| 2013.3 | 194,646    |          | -5.06%                 |            |          |              |                          |                          |
| 2013.4 | 183,624    |          | -5.66%                 |            |          |              |                          |                          |
| 2014.1 | 386,198    |          | 110.32%                |            |          | 1,317,791    | 37.48%                   | 200.16%                  |
| 2014.2 | 553,323    |          | 43.27%                 |            |          |              |                          | SFY 13-14                |
| 2014.3 | 676,718    |          | 22.30%                 |            |          |              |                          |                          |
| 2014.4 | 736,046    |          | 8.77%                  |            |          |              |                          |                          |
| 2015.1 | 756,799    |          | 2.82%                  |            |          |              |                          |                          |
| 2015.2 | 760,930    |          | 0.55%                  |            |          | 2,930,493    | 122.38%                  | 24.93%                   |
| 2015.3 | 772,681    |          | 1.54%                  |            |          |              |                          | SFY 14-15                |
| 2015.4 | 803,103    |          | 3.94%                  |            |          |              |                          |                          |
| 2016.1 | 818,586    |          | 1.93%                  |            |          | 3,213,050    | 9.64%                    | 8.14%                    |
| 2016.2 | 818,680    |          | 0.01%                  |            |          |              |                          | SFY 15-16                |
| 2016.3 | 821,988    |          | 0.40%                  |            |          |              |                          |                          |
| 2016.4 | 835,622    |          | 1.66%                  |            |          |              |                          |                          |
| 2017.1 | 839,406    |          | 0.45%                  |            |          |              |                          |                          |
| 2017.2 | 838,112    |          | -0.15%                 |            |          | 3,335,128    | 3.80%                    | 2.15%                    |
| 2017.3 | 835,042    |          | -0.37%                 |            |          |              |                          | SFY 16-17                |
| 2017.4 | 831,788    |          | -0.39%                 |            |          |              |                          |                          |
| 2018.1 | 811,815    |          | -2.40%                 |            |          |              |                          |                          |
| 2018.2 | 803,313    |          | -1.05%                 |            |          | 3,281,959    | -1.59%                   | -3.70%                   |
| 2018.3 |            | 809,152  | 0.73%                  |            |          |              |                          | SFY 17-18                |
| 2018.4 |            | 810,239  | 0.13%                  |            |          |              |                          |                          |
| 2019.1 |            | 811,250  | 0.12%                  |            |          |              |                          |                          |
| 2019.2 |            | 812,262  | 0.12%                  |            |          | 3,242,902    | -1.19%                   | 1.12%                    |
| 2019.3 |            | 813,275  | 0.12%                  |            |          |              |                          | SFY 18-19                |
| 2019.4 |            | 814,290  | 0.12%                  |            |          |              |                          |                          |
| 2020.1 |            | 815,306  | 0.12%                  |            |          |              |                          |                          |
| 2020.2 |            | 816,323  | 0.12%                  |            |          | 3,259,194    | 0.50%                    | 0.50%                    |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 0.5% annual growth assumption.

Adj. R Squared: 0.1325  
 Standard Error: 1995.67

# Expansion State Adults



**Behavioral Health - SMI Integrated**

|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2014.3 | 52,968     |  | 4.31%                  |                        |  |              |                          |                          |
| 2014.4 | 55,352     |  | 4.50%                  |                        |  |              |                          |                          |
| 2015.1 | 56,546     |  | 2.16%                  |                        |  |              |                          |                          |
| 2015.2 | 57,094     |  | 0.97%                  |                        |  | 221,960      | 337.10%                  | 13.33%                   |
| 2015.3 | 58,503     |  | 2.47%                  |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 116,659    |  | 99.41%                 |                        |  |              |                          |                          |
| 2016.1 | 116,181    |  | -0.41%                 |                        |  |              |                          |                          |
| 2016.2 | 115,253    |  | -0.80%                 |                        |  | 406,597      | 83.18%                   | 100.92%                  |
| 2016.3 | 116,272    |  | 0.88%                  |                        |  |              |                          | SFY 15-16                |
| 2016.4 | 117,976    |  | 1.47%                  |                        |  |              |                          |                          |
| 2017.1 | 118,795    |  | 0.69%                  |                        |  |              |                          |                          |
| 2017.2 | 120,345    |  | 1.30%                  |                        |  |              |                          |                          |
| 2017.3 | 121,247    |  | 0.75%                  |                        |  | 473,387      | 16.43%                   | 4.46%                    |
| 2017.4 | 122,139    |  | 0.74%                  |                        |  |              |                          | SFY 16-17                |
| 2018.1 | 122,737    |  | 0.49%                  |                        |  |              |                          |                          |
| 2018.2 | 123,113    |  | 0.31%                  |                        |  | 489,236      | 3.35%                    | 2.11%                    |
| 2018.3 |            |  | 0.50%                  | 123,725                |  |              |                          | SFY 17-18                |
| 2018.4 |            |  | 0.39%                  | 124,203                |  |              |                          |                          |
| 2019.1 |            |  | 0.45%                  | 124,757                |  |              |                          |                          |
| 2019.2 |            |  | 0.44%                  | 125,311                |  | 497,996      | 1.79%                    | 1.83%                    |
| 2019.3 |            |  | 0.44%                  | 125,866                |  |              |                          | SFY 18-19                |
| 2019.4 |            |  | 0.44%                  | 126,420                |  |              |                          |                          |
| 2020.1 |            |  | 0.44%                  | 126,974                |  |              |                          |                          |
| 2020.2 |            |  | 0.44%                  | 127,529                |  | 506,789      | 1.77%                    | 1.77%                    |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on 12-month linear regression

Adj. R Squared: 0.9700  
 Standard Error: 112.81

# Behavioral Health - SMI Integrated



**Births - Proposition 204**

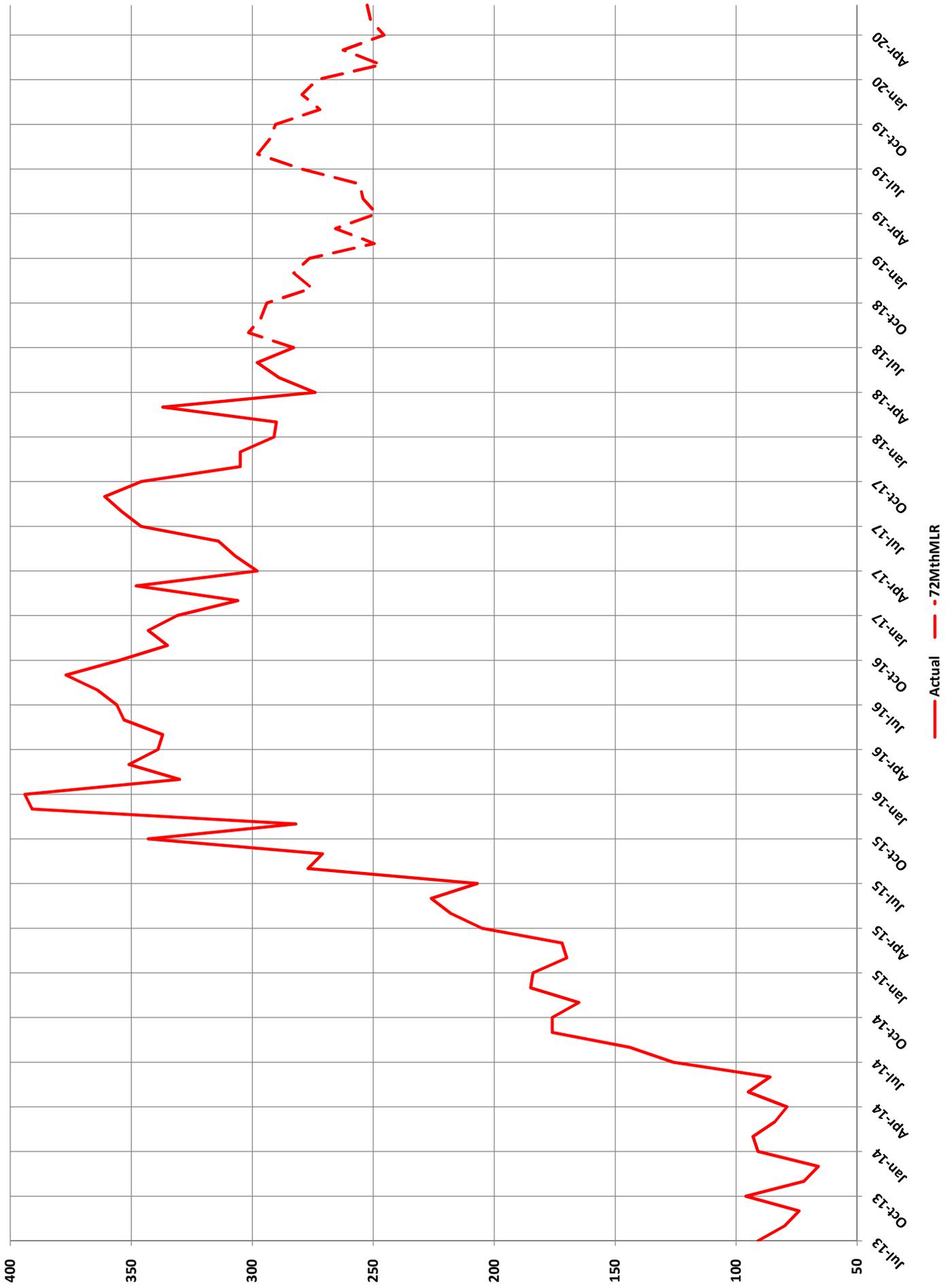
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              |                          |                          |
| 2012.3 | 321        |          | -4.75%                 |            |          |              |                          |                          |
| 2012.4 | 258        |          | -19.63%                |            |          |              |                          |                          |
| 2013.1 | 267        |          | 3.49%                  |            |          | 1,094        | -41.84%                  | SFY 12-13                |
| 2013.2 | 248        |          | -7.12%                 |            |          |              |                          |                          |
| 2013.3 | 245        |          | -1.21%                 |            |          |              |                          |                          |
| 2013.4 | 234        |          | -4.49%                 |            |          |              |                          |                          |
| 2014.1 | 268        |          | 14.53%                 |            |          | 1,007        | -7.95%                   | SFY 13-14                |
| 2014.2 | 260        |          | -2.99%                 |            |          |              |                          |                          |
| 2014.3 | 446        |          | 71.54%                 |            |          |              |                          |                          |
| 2014.4 | 526        |          | 17.94%                 |            |          |              |                          |                          |
| 2015.1 | 526        |          | 0.00%                  |            |          |              |                          |                          |
| 2015.2 | 649        |          | 23.38%                 |            |          | 2,147        | 113.21%                  | SFY 14-15                |
| 2015.3 | 755        |          | 16.33%                 |            |          |              |                          |                          |
| 2015.4 | 1,016      |          | 34.57%                 |            |          |              |                          |                          |
| 2016.1 | 1,075      |          | 5.81%                  |            |          | 3,875        | 80.48%                   | SFY 15-16                |
| 2016.2 | 1,029      |          | -4.28%                 |            |          |              |                          |                          |
| 2016.3 | 1,097      |          | 6.61%                  |            |          |              |                          |                          |
| 2016.4 | 1,033      |          | -5.83%                 |            |          |              |                          |                          |
| 2017.1 | 985        |          | -4.65%                 |            |          | 4,034        | 4.10%                    | SFY 16-17                |
| 2017.2 | 919        |          | -6.70%                 |            |          |              |                          |                          |
| 2017.3 | 1,061      |          | 15.45%                 |            |          |              |                          |                          |
| 2017.4 | 956        |          | -9.90%                 |            |          |              |                          |                          |
| 2018.1 | 918        |          | -3.97%                 |            |          | 3,796        | -5.90%                   | SFY 17-18                |
| 2018.2 | 861        |          | -6.21%                 |            |          |              |                          |                          |
| 2018.3 |            | 881      | 2.32%                  |            |          |              |                          |                          |
| 2018.4 |            | 852      | -3.26%                 |            |          |              |                          |                          |
| 2019.1 |            | 792      | -7.10%                 |            |          | 3,283        | -13.51%                  | SFY 18-19                |
| 2019.2 |            | 758      | -4.20%                 |            |          |              |                          |                          |
| 2019.3 |            | 870      | 14.73%                 |            |          |              |                          |                          |
| 2019.4 |            | 842      | -3.24%                 |            |          |              |                          |                          |
| 2020.1 |            | 782      | -7.11%                 |            |          | 3,243        | -1.21%                   | SFY 19-20                |
| 2020.2 |            | 749      | -4.21%                 |            |          |              |                          |                          |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 72-Month Regression against birth rate and seasonal components

Adj. R Squared: 0.2825  
 Standard Error: 25.72

# Births - Proposition 204



**Children's Rehabilitative Services**

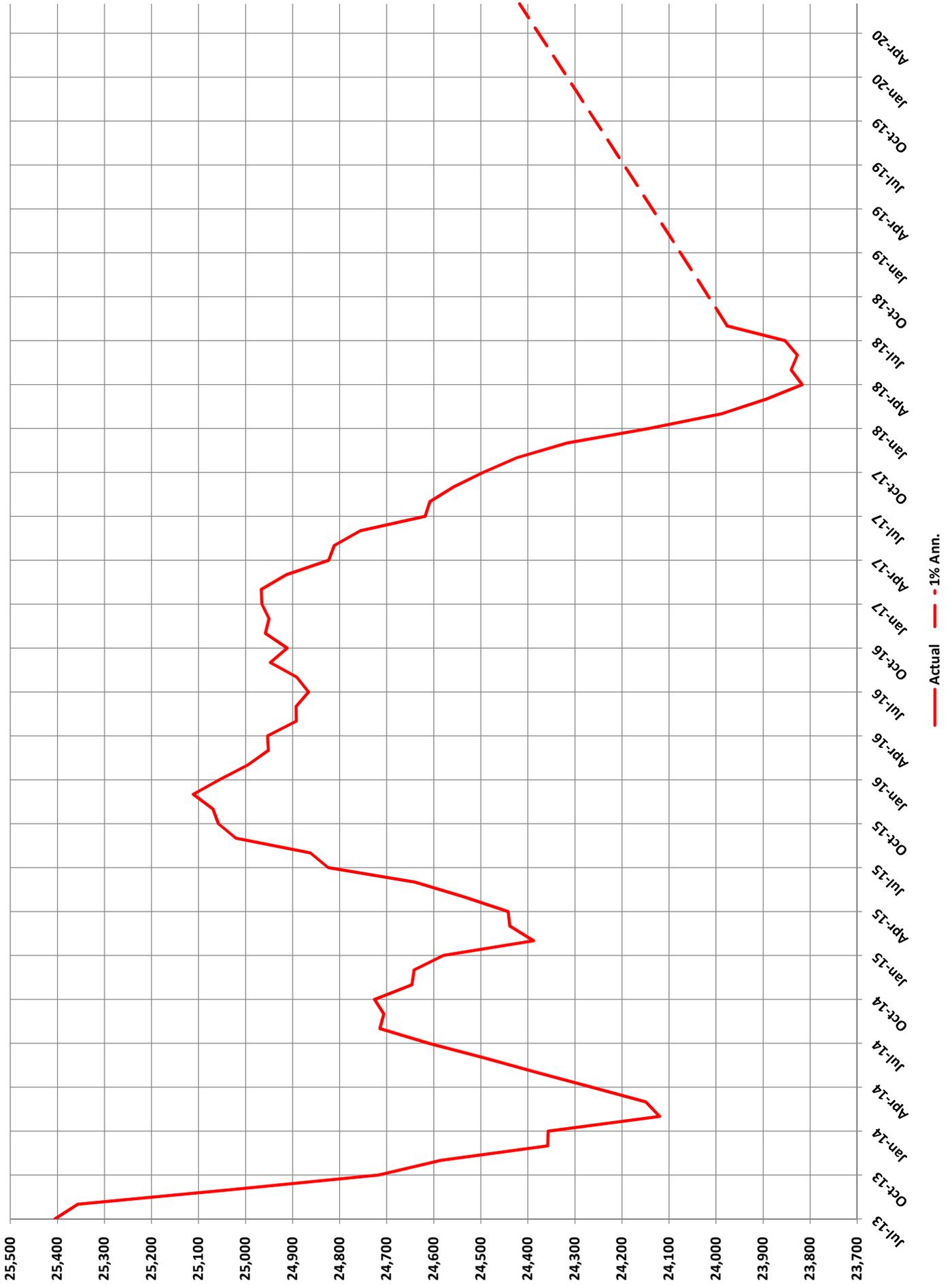
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | FORECAST |              |                          |                          |
| 2012.3 | 74,425     |          | 0.34%                  |            |          |              |                          |                          |
| 2012.4 | 74,776     |          | 0.47%                  |            |          |              |                          |                          |
| 2013.1 | 75,309     |          | 0.71%                  |            |          | 300,294      | 1.53%                    | 2.51%                    |
| 2013.2 | 75,784     |          | 0.63%                  |            |          |              |                          | SFY 12-13                |
| 2013.3 | 75,794     |          | 0.01%                  |            |          |              |                          |                          |
| 2013.4 | 73,659     |          | -2.82%                 |            |          |              |                          |                          |
| 2014.1 | 72,626     |          | -1.40%                 |            |          |              |                          |                          |
| 2014.2 | 73,139     |          | 0.71%                  |            |          | 295,218      | -1.69%                   | -3.32%                   |
| 2014.3 | 74,032     |          | 1.22%                  |            |          |              |                          | SFY 13-14                |
| 2014.4 | 74,014     |          | -0.02%                 |            |          |              |                          |                          |
| 2015.1 | 73,405     |          | -0.82%                 |            |          |              |                          |                          |
| 2015.2 | 73,618     |          | 0.29%                  |            |          | 295,069      | -0.05%                   | 0.60%                    |
| 2015.3 | 74,707     |          | 1.48%                  |            |          |              |                          | SFY 14-15                |
| 2015.4 | 75,238     |          | 0.71%                  |            |          |              |                          |                          |
| 2016.1 | 75,003     |          | -0.31%                 |            |          |              |                          |                          |
| 2016.2 | 74,738     |          | -0.35%                 |            |          | 299,687      | 1.57%                    | 1.03%                    |
| 2016.3 | 74,704     |          | -0.05%                 |            |          |              |                          | SFY 15-16                |
| 2016.4 | 74,820     |          | 0.15%                  |            |          |              |                          |                          |
| 2017.1 | 74,845     |          | 0.03%                  |            |          |              |                          |                          |
| 2017.2 | 74,391     |          | -0.61%                 |            |          | 298,760      | -0.31%                   | -0.55%                   |
| 2017.3 | 73,784     |          | -0.82%                 |            |          |              |                          | SFY 16-17                |
| 2017.4 | 73,234     |          | -0.74%                 |            |          |              |                          |                          |
| 2018.1 | 72,024     |          | -1.65%                 |            |          |              |                          |                          |
| 2018.2 | 71,484     |          | -0.75%                 |            |          | 290,526      | -2.76%                   | -3.75%                   |
| 2018.3 |            |          | 0.48%                  | 71,825     |          |              |                          | SFY 17-18                |
| 2018.4 |            |          | 0.39%                  | 72,107     |          |              |                          |                          |
| 2019.1 |            |          | 0.25%                  | 72,287     |          |              |                          |                          |
| 2019.2 |            |          | 0.25%                  | 72,467     |          | 288,686      | -0.63%                   | 1.46%                    |
| 2019.3 |            |          | 0.25%                  | 72,647     |          |              |                          | SFY 18-19                |
| 2019.4 |            |          | 0.25%                  | 72,828     |          |              |                          |                          |
| 2020.1 |            |          | 0.25%                  | 73,010     |          |              |                          |                          |
| 2020.2 |            |          | 0.25%                  | 73,192     |          | 291,677      | 1.04%                    | 1.00%                    |
|        |            |          |                        |            |          |              |                          | SFY 19-20                |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes 1% annual growth.

Adj. R Squared: 0.8144  
 Standard Error: 232.30

# Children's Rehabilitative Services



**Proposition 204 - Age 1-20**

|        | ENROLLMENT |       | PERCENT QTR. GROWTH | ENROLLMENT FORECAST |  | SFY TOTAL | YEAR TO YEAR GROWTH % | JUNE TO JUNE GROWTH % |
|--------|------------|-------|---------------------|---------------------|--|-----------|-----------------------|-----------------------|
|        | ACTUAL     |       |                     |                     |  |           |                       |                       |
| 2012.3 | 29,145     |       | -3.00%              |                     |  |           |                       |                       |
| 2012.4 | 28,982     |       | -0.56%              |                     |  |           |                       |                       |
| 2013.1 | 29,146     |       | 0.57%               |                     |  | 115,896   | -7.89%                | SFY 12-13             |
| 2013.2 | 28,623     |       | -1.79%              |                     |  |           |                       |                       |
| 2013.3 | 27,312     |       | -4.58%              |                     |  |           |                       |                       |
| 2013.4 | 26,546     |       | -2.80%              |                     |  |           |                       |                       |
| 2014.1 | 24,326     |       | -8.36%              |                     |  |           |                       |                       |
| 2014.2 | 23,537     |       | -3.24%              |                     |  | 101,722   | -12.23%               | SFY 13-14             |
| 2014.3 | 22,986     |       | -2.34%              |                     |  |           |                       |                       |
| 2014.4 | 22,811     |       | -0.76%              |                     |  |           |                       |                       |
| 2015.1 | 20,700     |       | -9.26%              |                     |  |           |                       |                       |
| 2015.2 | 15,540     |       | -24.93%             |                     |  | 82,036    | -19.35%               | SFY 14-15             |
| 2015.3 | 9,187      |       | -40.88%             |                     |  |           |                       |                       |
| 2015.4 | 9,841      |       | 7.12%               |                     |  |           |                       |                       |
| 2016.1 | 8,703      |       | -11.57%             |                     |  |           |                       |                       |
| 2016.2 | 8,103      |       | -6.90%              |                     |  | 35,835    | -56.32%               | SFY 15-16             |
| 2016.3 | 8,389      |       | 3.53%               |                     |  |           |                       |                       |
| 2016.4 | 8,027      |       | -4.31%              |                     |  |           |                       |                       |
| 2017.1 | 7,511      |       | -6.43%              |                     |  | 31,044    | -13.37%               | SFY 16-17             |
| 2017.2 | 7,117      |       | -5.24%              |                     |  |           |                       |                       |
| 2017.3 | 6,786      |       | -4.65%              |                     |  |           |                       |                       |
| 2017.4 | 6,437      |       | -5.14%              |                     |  |           |                       |                       |
| 2018.1 | 5,763      |       | -10.48%             |                     |  | 24,602    | -20.75%               | SFY 17-18             |
| 2018.2 | 5,616      |       | -2.55%              |                     |  |           |                       |                       |
| 2018.3 |            | 5,474 | -2.53%              |                     |  |           |                       |                       |
| 2018.4 |            | 5,473 | -0.01%              |                     |  |           |                       |                       |
| 2019.1 |            | 5,476 | 0.06%               |                     |  | 21,898    | -10.99%               | SFY 18-19             |
| 2019.2 |            | 5,476 | 0.00%               |                     |  |           |                       |                       |
| 2019.3 |            | 5,481 | 0.09%               |                     |  |           |                       |                       |
| 2019.4 |            | 5,488 | 0.14%               |                     |  |           |                       |                       |
| 2020.1 |            | 5,492 | 0.07%               |                     |  | 21,953    | 0.25%                 | SFY 19-20             |
| 2020.2 |            | 5,491 | -0.01%              |                     |  |           |                       |                       |

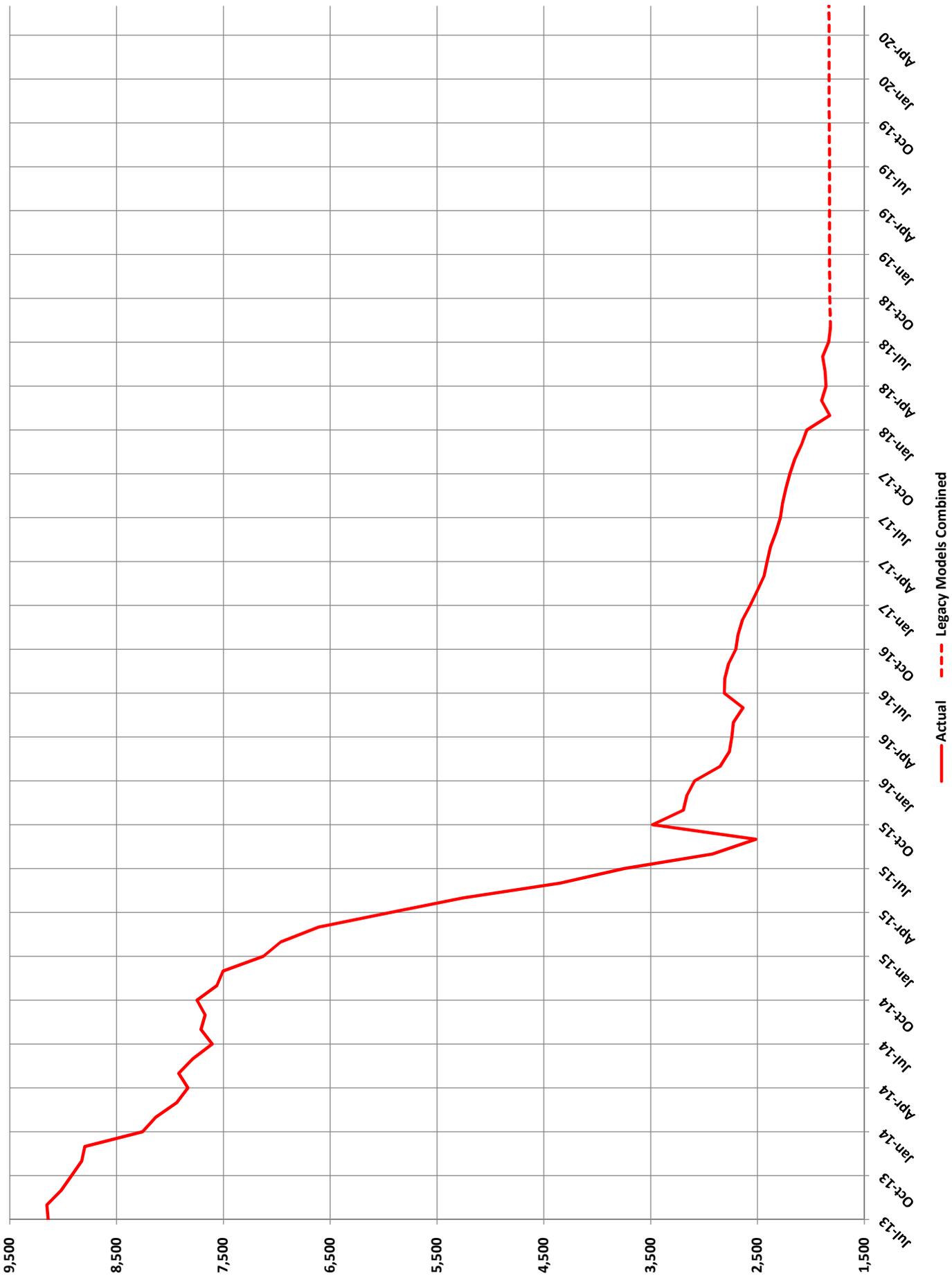
**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.0283  
 Standard Error: 138.70

08/20/2018 Monday 6:51:38 PM

Proposition 204 - Age 1-20



**Proposition 204 - Age 21+**

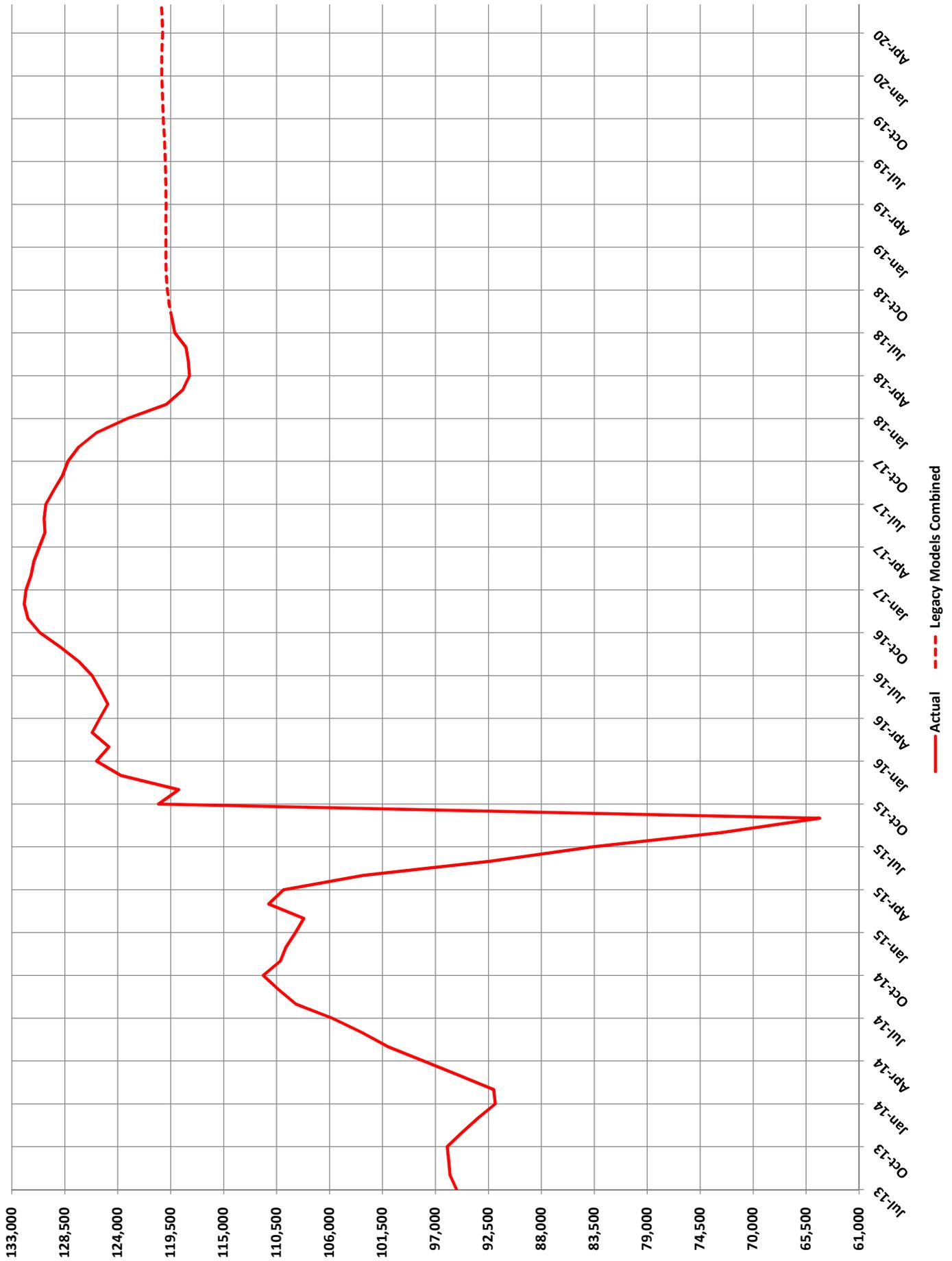
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 295,777    |          | -0.19%                 |            |          |              |              |          |              |           |
| 2012.4 | 289,832    |          | -2.01%                 |            |          |              |              |          |              |           |
| 2013.1 | 285,135    |          | -1.62%                 |            |          | 1,157,922    | -4.26%       |          | -3.01%       | SFY 12-13 |
| 2013.2 | 287,176    |          | 0.72%                  |            |          |              |              |          |              |           |
| 2013.3 | 286,812    |          | -0.13%                 |            |          |              |              |          |              |           |
| 2013.4 | 284,119    |          | -0.94%                 |            |          |              |              |          |              |           |
| 2014.1 | 278,953    |          | -1.82%                 |            |          |              |              |          |              |           |
| 2014.2 | 302,272    |          | 8.36%                  |            |          | 1,152,156    | -0.50%       |          | 7.78%        | SFY 13-14 |
| 2014.3 | 324,929    |          | 7.50%                  |            |          |              |              |          |              |           |
| 2014.4 | 331,480    |          | 2.02%                  |            |          |              |              |          |              |           |
| 2015.1 | 328,245    |          | -0.98%                 |            |          |              |              |          |              |           |
| 2015.2 | 305,369    |          | -6.97%                 |            |          | 1,290,023    | 11.97%       |          | -10.60%      | SFY 14-15 |
| 2015.3 | 220,645    |          | -27.74%                |            |          |              |              |          |              |           |
| 2015.4 | 363,077    |          | 64.55%                 |            |          |              |              |          |              |           |
| 2016.1 | 376,729    |          | 3.76%                  |            |          |              |              |          |              |           |
| 2016.2 | 375,864    |          | -0.23%                 |            |          | 1,336,314    | 3.59%        |          | 35.94%       | SFY 15-16 |
| 2016.3 | 382,373    |          | 1.73%                  |            |          |              |              |          |              |           |
| 2016.4 | 394,183    |          | 3.09%                  |            |          |              |              |          |              |           |
| 2017.1 | 394,311    |          | 0.03%                  |            |          | 1,561,986    | 16.89%       |          | 3.80%        | SFY 16-17 |
| 2017.2 | 391,120    |          | -0.81%                 |            |          |              |              |          |              |           |
| 2017.3 | 388,226    |          | -0.74%                 |            |          |              |              |          |              |           |
| 2017.4 | 381,364    |          | -1.77%                 |            |          |              |              |          |              |           |
| 2018.1 | 361,546    |          | -5.20%                 |            |          | 1,485,240    | -4.91%       |          | -9.25%       | SFY 17-18 |
| 2018.2 | 354,104    |          | -2.06%                 |            |          |              |              |          |              |           |
| 2018.3 |            | 358,139  | 1.14%                  |            |          |              |              |          |              |           |
| 2018.4 |            | 359,534  | 0.39%                  |            |          |              |              |          |              |           |
| 2019.1 |            | 359,729  | 0.05%                  |            |          | 1,437,127    | -3.24%       |          | 1.46%        | SFY 18-19 |
| 2019.2 |            | 359,725  | 0.00%                  |            |          |              |              |          |              |           |
| 2019.3 |            | 360,031  | 0.09%                  |            |          |              |              |          |              |           |
| 2019.4 |            | 360,518  | 0.14%                  |            |          |              |              |          |              |           |
| 2020.1 |            | 360,763  | 0.07%                  |            |          | 1,442,014    | 0.34%        |          | 0.31%        | SFY 19-20 |
| 2020.2 |            | 360,702  | -0.02%                 |            |          |              |              |          |              |           |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.8326  
 Standard Error: 870.32

# Proposition 204 - Age 21+



**Proposition 204 - Dual Eligible**

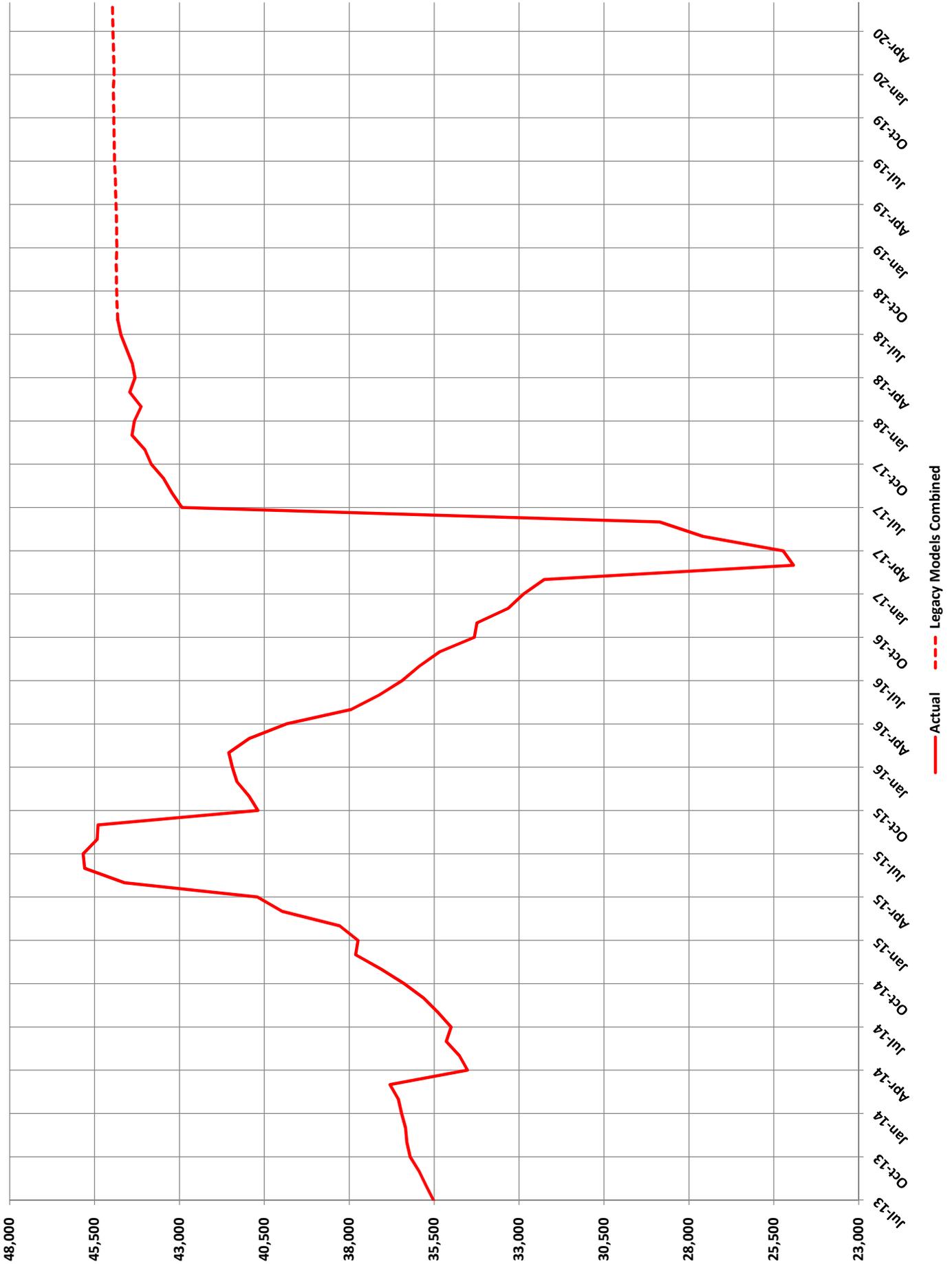
|        | ENROLLMENT |          | PERCENT QTR. GROWTH | ENROLLMENT |          | SFY TOTAL | YEAR TO YEAR GROWTH % | JUNE TO JUNE GROWTH % |
|--------|------------|----------|---------------------|------------|----------|-----------|-----------------------|-----------------------|
|        | ACTUAL     | FORECAST |                     | FORECAST   | GROWTH % |           |                       |                       |
| 2012.3 | 99,631     |          | 2.07%               |            |          |           |                       |                       |
| 2012.4 | 101,697    |          | 2.07%               |            |          |           |                       |                       |
| 2013.1 | 103,766    |          | 2.04%               |            |          | 410,583   | 4.19%                 | 8.47% SFY 12-13       |
| 2013.2 | 105,489    |          | 1.66%               |            |          |           |                       |                       |
| 2013.3 | 107,208    |          | 1.63%               |            |          |           |                       |                       |
| 2013.4 | 108,857    |          | 1.54%               |            |          |           |                       |                       |
| 2014.1 | 109,819    |          | 0.88%               |            |          |           |                       |                       |
| 2014.2 | 104,420    |          | -4.92%              |            |          | 430,304   | 4.80%                 | -0.56% SFY 13-14      |
| 2014.3 | 106,193    |          | 1.70%               |            |          |           |                       |                       |
| 2014.4 | 111,254    |          | 4.77%               |            |          |           |                       |                       |
| 2015.1 | 115,993    |          | 4.26%               |            |          |           |                       |                       |
| 2015.2 | 131,109    |          | 13.03%              |            |          | 464,549   | 7.96%                 | 30.30% SFY 14-15      |
| 2015.3 | 136,656    |          | 4.23%               |            |          |           |                       |                       |
| 2015.4 | 122,950    |          | -10.03%             |            |          |           |                       |                       |
| 2016.1 | 123,929    |          | 0.80%               |            |          |           |                       |                       |
| 2016.2 | 114,937    |          | -7.26%              |            |          | 498,472   | 7.30%                 | -18.93% SFY 15-16     |
| 2016.3 | 107,714    |          | -6.28%              |            |          |           |                       |                       |
| 2016.4 | 101,881    |          | -5.42%              |            |          |           |                       |                       |
| 2017.1 | 90,057     |          | -11.61%             |            |          | 381,322   | -23.50%               | -22.26% SFY 16-17     |
| 2017.2 | 81,670     |          | -9.31%              |            |          |           |                       |                       |
| 2017.3 | 129,607    |          | 58.70%              |            |          |           |                       |                       |
| 2017.4 | 132,246    |          | 2.04%               |            |          |           |                       |                       |
| 2018.1 | 132,918    |          | 0.51%               |            |          | 528,030   | 38.47%                | 54.39% SFY 17-18      |
| 2018.2 | 133,260    |          | 0.26%               |            |          |           |                       |                       |
| 2018.3 |            | 134,380  | 0.84%               |            |          |           |                       |                       |
| 2018.4 |            | 134,575  | 0.15%               |            |          |           |                       |                       |
| 2019.1 |            | 134,548  | -0.02%              |            |          | 538,145   | 1.92%                 | 0.74% SFY 18-19       |
| 2019.2 |            | 134,642  | 0.07%               |            |          |           |                       |                       |
| 2019.3 |            | 134,764  | 0.09%               |            |          |           |                       |                       |
| 2019.4 |            | 134,824  | 0.04%               |            |          |           |                       |                       |
| 2020.1 |            | 134,808  | -0.01%              |            |          | 539,303   | 0.22%                 | 0.20% SFY 19-20       |
| 2020.2 |            | 134,908  | 0.07%               |            |          |           |                       |                       |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.0126  
 Standard Error: 2389.71

# Proposition 204 - Dual Eligible



**Proposition 204 - SSI W/O**

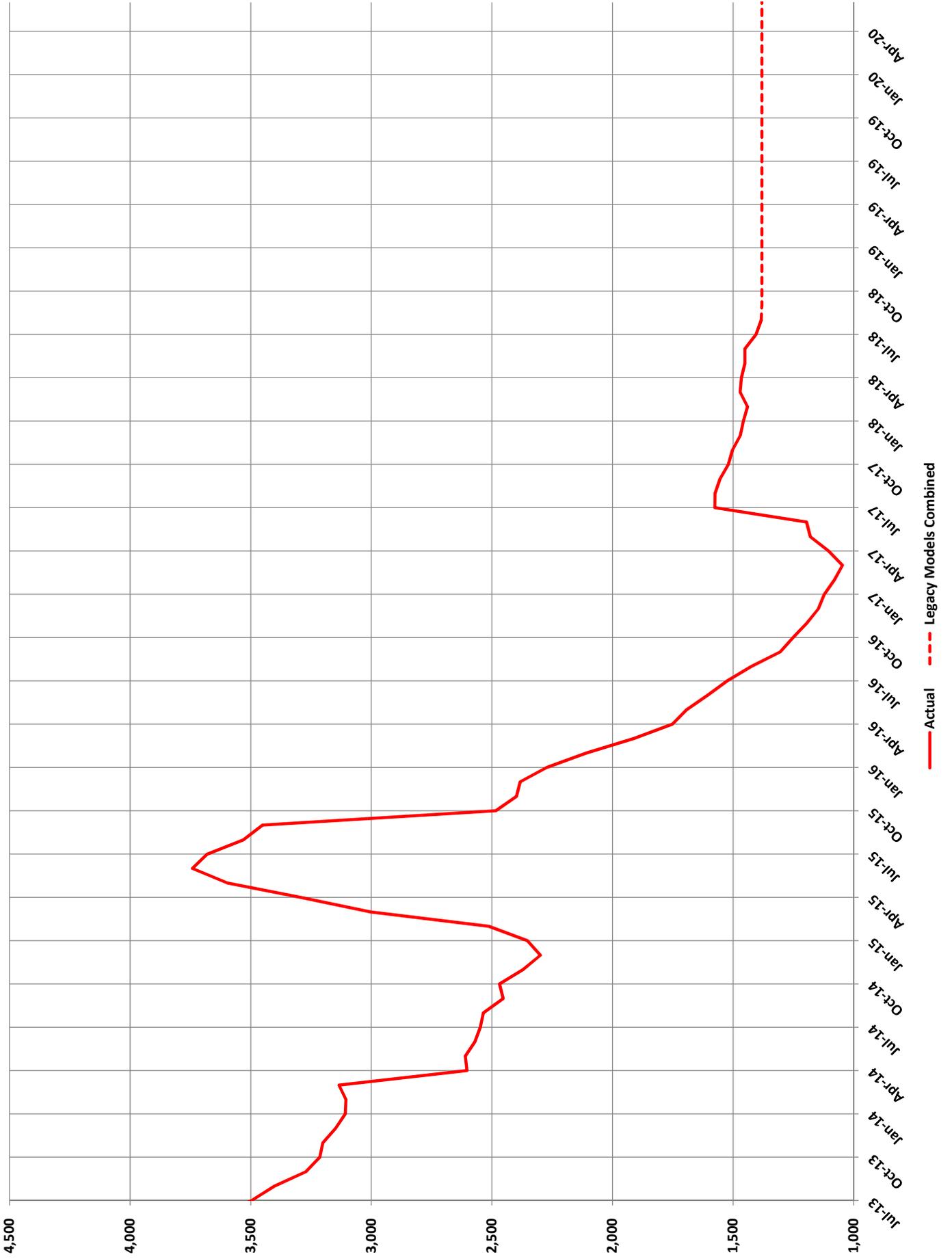
|        | ENROLLMENT |  | PERCENT QTR. GROWTH | ENROLLMENT FORECAST |  | SFY TOTAL | YEAR TO YEAR GROWTH % | JUNE TO JUNE GROWTH % |
|--------|------------|--|---------------------|---------------------|--|-----------|-----------------------|-----------------------|
|        | ACTUAL     |  |                     |                     |  |           |                       |                       |
| 2012.3 | 16,910     |  | -8.59%              |                     |  |           |                       |                       |
| 2012.4 | 14,800     |  | -12.48%             |                     |  |           |                       |                       |
| 2013.1 | 13,136     |  | -11.24%             |                     |  | 56,176    | -30.62%               | -39.99%               |
| 2013.2 | 11,330     |  | -13.74%             |                     |  |           |                       | SFY 12-13             |
| 2013.3 | 10,169     |  | -10.25%             |                     |  |           |                       |                       |
| 2013.4 | 9,562      |  | -5.97%              |                     |  |           |                       |                       |
| 2014.1 | 9,347      |  | -2.25%              |                     |  |           |                       |                       |
| 2014.2 | 7,784      |  | -16.73%             |                     |  | 36,862    | -34.38%               | -29.19%               |
| 2014.3 | 7,537      |  | -3.17%              |                     |  |           |                       | SFY 13-14             |
| 2014.4 | 7,139      |  | -5.28%              |                     |  |           |                       |                       |
| 2015.1 | 7,869      |  | 10.22%              |                     |  |           |                       |                       |
| 2015.2 | 10,630     |  | 35.10%              |                     |  | 33,175    | -10.00%               | 45.52%                |
| 2015.3 | 10,661     |  | 0.29%               |                     |  |           |                       | SFY 14-15             |
| 2015.4 | 7,264      |  | -31.86%             |                     |  |           |                       |                       |
| 2016.1 | 6,293      |  | -13.37%             |                     |  |           |                       |                       |
| 2016.2 | 5,050      |  | -19.75%             |                     |  | 29,268    | -11.78%               | -57.09%               |
| 2016.3 | 4,254      |  | -15.76%             |                     |  |           |                       | SFY 15-16             |
| 2016.4 | 3,591      |  | -15.59%             |                     |  |           |                       |                       |
| 2017.1 | 3,248      |  | -9.57%              |                     |  | 14,573    | -50.21%               | -25.56%               |
| 2017.2 | 3,480      |  | 7.14%               |                     |  |           |                       | SFY 16-17             |
| 2017.3 | 4,703      |  | 35.17%              |                     |  |           |                       |                       |
| 2017.4 | 4,492      |  | -4.49%              |                     |  |           |                       |                       |
| 2018.1 | 4,368      |  | -2.76%              |                     |  |           |                       |                       |
| 2018.2 | 4,368      |  | -0.01%              |                     |  | 17,931    | 23.04%                | 21.40%                |
| 2018.3 |            |  | -4.55%              | 4,169               |  |           |                       | SFY 17-18             |
| 2018.4 |            |  | -0.65%              | 4,142               |  |           |                       |                       |
| 2019.1 |            |  | 0.00%               | 4,142               |  | 16,594    | -7.46%                | -4.84%                |
| 2019.2 |            |  | 0.00%               | 4,142               |  |           |                       | SFY 18-19             |
| 2019.3 |            |  | 0.00%               | 4,142               |  |           |                       |                       |
| 2019.4 |            |  | 0.00%               | 4,142               |  |           |                       |                       |
| 2020.1 |            |  | 0.00%               | 4,142               |  |           |                       |                       |
| 2020.2 |            |  | 0.00%               | 4,142               |  | 16,567    | -0.16%                | 0.00%                 |
|        |            |  |                     |                     |  |           |                       | SFY 19-20             |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: -0.1269  
 Standard Error: 45.30

Proposition 204 - SSI W/O





**PROPOSITION 204 FEE-FOR-SERVICE**

**PROGRAM DESCRIPTION/BACKGROUND**

The distinct populations/programs, outlined and described below, combine to make up the Proposition 204 Fee-For-Service program within the Proposition 204 Services appropriation.

**Indian Health Services (IHS)**

Under the provision of its approved medical assistance plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

Native American recipients have a choice of either enrolling with the American Indian Health Program (AIHP) or an AHCCCS health plan. AHCCCS pays claims for Native Americans who select the AIHP as their health plan on a fee-for-service basis. AHCCCS also pays claims on a fee-for-service basis for Native Americans enrolled with an MCO if they receive services at an IHS and/or 638 facility.

With the implementation of the Patient Protection and Affordable Care Act (ACA) on January 1, 2014, the AHCCCS Care population (renamed Expansion State Adults or ESA following ACA implementation) was restored up to 100% FPL and enrollment increased dramatically. The forecast is based on the estimates contained in the Proposition 204 regular member month forecasts. Both IHS Facilities and Non-Facilities utilize the same enrollment forecast for budget development.

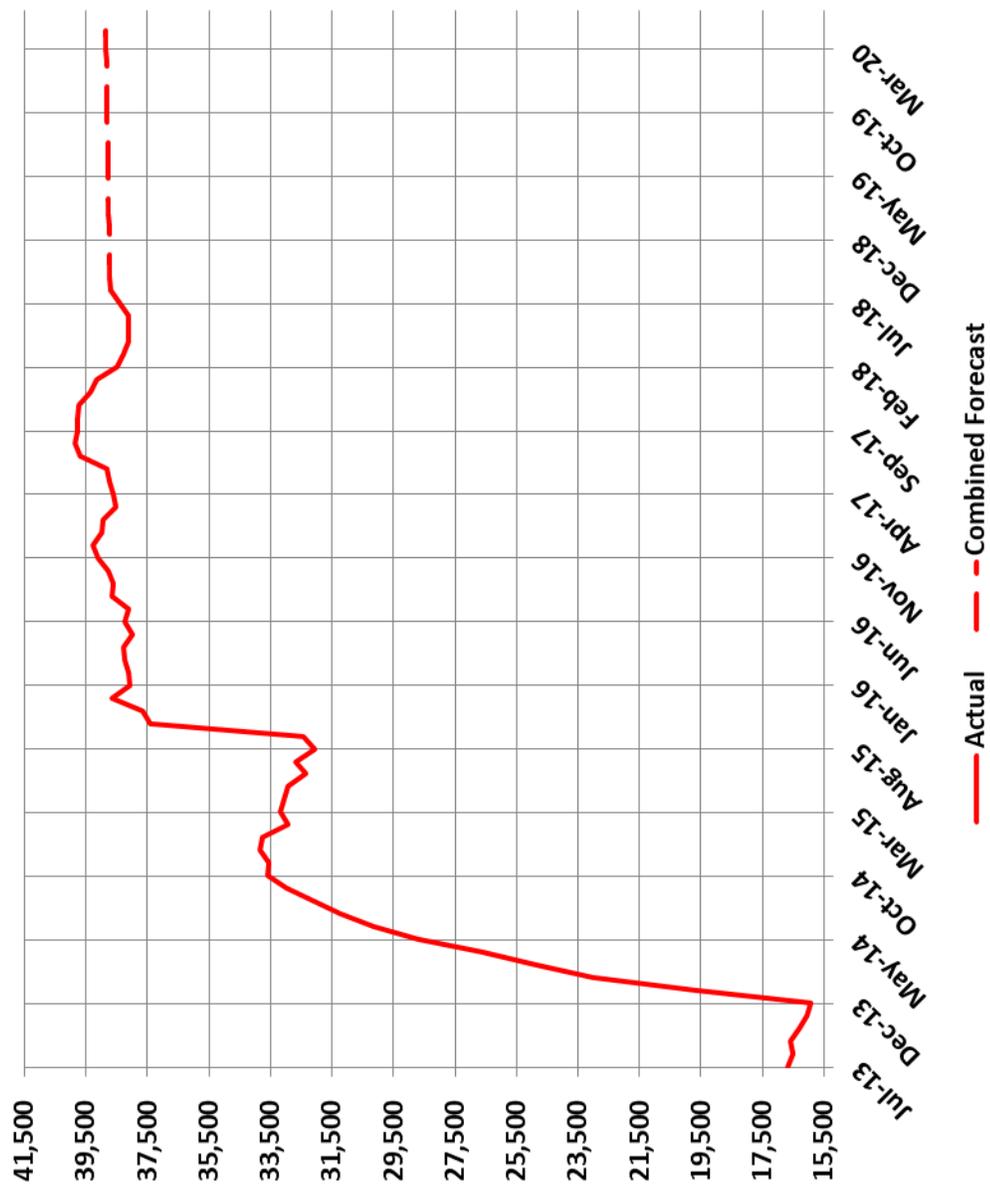
| Fiscal Year       | Enrollment | % Change |
|-------------------|------------|----------|
| SFY 2017 Actual   | 465,273    | 5.77%    |
| SFY 2018 Actual   | 468,399    | 0.67%    |
| SFY 2019 Estimate | 464,679    | -0.79%   |
| SFY 2020 Estimate | 465,933    | 0.27%    |



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES  
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

### AIHP - Proposition 204



IHS Facilities Budget Development

DATE PREPARED

08/27/18



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES  
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually on a calendar year basis. The IHS rates are used to calculate the IHS Facility expenditure forecast. The inpatient/outpatient IHS rate changes for CY2018 were 10.09% and 9.21%, respectively. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87%, respectively, were used for CY2019 and CY2020 budget calculations. The inflation rates are applied every January. Inpatient/Outpatient weights were computed separately for each program (as shown in the table below) and used to develop a weighted inflation factor.

|                      |                 | Historical AHP Payment Rates |             |      |      | Average Inflation<br>% +/- | AHP Facility |                                |                |                           |
|----------------------|-----------------|------------------------------|-------------|------|------|----------------------------|--------------|--------------------------------|----------------|---------------------------|
|                      |                 | 2013                         | 2014        | 2015 | 2016 |                            | OP/IP        | Program                        | Weights        | Weighted Inflation Factor |
| Outpatient/Inpatient | Outpatient Rate | \$ 330.00                    | \$ 342.00   |      |      | 3.64%                      | OP           | Traditional                    | 74.25%         | 5.10%                     |
|                      | Inpatient Rate  | \$ 2,272.00                  | \$ 2,413.00 |      |      | 6.21%                      | IP           | Traditional                    | 25.75%         | 2.51%                     |
|                      |                 |                              |             |      |      |                            | <b>Total</b> | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| Outpatient Rate      | Outpatient Rate | \$ 342.00                    | \$ 350.00   |      |      | 2.34%                      | OP           | Proposition 204                | 76.49%         | 5.25%                     |
|                      | Inpatient Rate  | \$ 2,413.00                  | \$ 2,443.00 |      |      | 1.24%                      | IP           | Proposition 204                | 23.51%         | 2.29%                     |
|                      |                 |                              |             |      |      |                            | <b>Total</b> | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| Outpatient Rate      | Outpatient Rate | \$ 350.00                    | \$ 368.00   |      |      | 5.14%                      | OP           | Newly Eligible Children        | 89.12%         | 6.12%                     |
|                      | Inpatient Rate  | \$ 2,443.00                  | \$ 2,655.00 |      |      | 8.68%                      | IP           | Newly Eligible Children        | 10.88%         | 1.06%                     |
|                      |                 |                              |             |      |      |                            | <b>Total</b> | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| Outpatient Rate      | Outpatient Rate | \$ 368.00                    | \$ 391.00   |      |      | 6.25%                      | OP           | Newly Eligible Adults          | 81.43%         | 5.59%                     |
|                      | Inpatient Rate  | \$ 2,655.00                  | \$ 2,933.00 |      |      | 10.47%                     | IP           | Newly Eligible Adults          | 18.57%         | 1.81%                     |
|                      |                 |                              |             |      |      |                            | <b>Total</b> | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| Outpatient Rate      | Outpatient Rate | \$ 391.00                    | \$ 427.00   |      |      | 9.21%                      | OP           | ALTCS-EPD                      | 78.81%         | 5.41%                     |
|                      | Inpatient Rate  | \$ 2,933.00                  | \$ 3,229.00 |      |      | 10.09%                     | IP           | ALTCS-EPD                      | 21.19%         | 2.06%                     |
|                      |                 |                              |             |      |      |                            | <b>Total</b> | <b>ALTCS-EPD</b>               | <b>100.00%</b> | <b>7.48%</b>              |



**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**  
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The weighted inflation factor of 7.54% was applied to the average PMPM (Per Member Per Month) rate for the final two quarters of SFY 2018 (January – June 2018) starting in January 2019, and again in January 2020, to produce the forecasted PMPM rates for SFY 2019 and SFY 2020, respectively (shown in table below). Expenditures (also shown below) were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2018 IHS rates were released in April 2018, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts. Estimates do not include the IHS Facility forecasts associated with the Newly Eligible Adult population. Newly Eligible Adult FFS estimates can be found in the budget section entitled “Newly Eligible Adult Expansion”.

| <b>AHHP Facility - Expenditures and PMPM</b> |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                      |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|----------------------|
| SFY 2019                                     | Jul-18            | Aug-18            | Sep-18            | Oct-18            | Nov-18            | Dec-18            | Jan-19            | Feb-19            | Mar-19            | Apr-19            | May-19            | Jun-19            | Total/SFY Avg        |
| <b>Expenditures</b>                          |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                      |
| P204 Regular                                 | 4,740,000         | 5,943,700         | 4,764,400         | 5,963,800         | 4,775,800         | 4,779,000         | 6,427,400         | 5,144,100         | 5,145,900         | 5,147,600         | 6,437,800         | 5,153,200         | 64,422,700           |
| P204 ESA                                     | 17,073,600        | 21,350,900        | 17,087,800        | 21,368,600        | 17,102,000        | 17,109,100        | 23,009,300        | 18,415,100        | 18,422,700        | 18,430,400        | 23,047,600        | 18,445,700        | 230,862,800          |
| <b>Total</b>                                 | <b>21,813,600</b> | <b>27,294,600</b> | <b>21,852,200</b> | <b>27,332,400</b> | <b>21,877,800</b> | <b>21,888,100</b> | <b>29,436,700</b> | <b>23,559,200</b> | <b>23,568,600</b> | <b>23,578,000</b> | <b>29,485,400</b> | <b>23,598,900</b> | <b>295,285,500</b>   |
| <b>PMPM</b>                                  |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                      |
| P204 Regular                                 | 455.19            | 568.99            | 455.19            | 568.99            | 455.19            | 455.19            | 611.92            | 489.53            | 489.53            | 489.53            | 611.92            | 489.53            | 511.76               |
| P204 ESA                                     | 604.52            | 755.65            | 604.52            | 755.65            | 604.52            | 604.52            | 812.65            | 650.12            | 650.12            | 650.12            | 812.65            | 650.12            | 679.62               |
| <b>SFY 2020</b>                              | <b>Jul-19</b>     | <b>Aug-19</b>     | <b>Sep-19</b>     | <b>Oct-19</b>     | <b>Nov-19</b>     | <b>Dec-19</b>     | <b>Jan-20</b>     | <b>Feb-20</b>     | <b>Mar-20</b>     | <b>Apr-20</b>     | <b>May-20</b>     | <b>Jun-20</b>     | <b>Total/SFY Avg</b> |
| <b>Expenditures</b>                          |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                      |
| P204 Regular                                 | 6,445,700         | 5,160,400         | 5,164,500         | 6,461,000         | 5,172,700         | 5,176,500         | 6,963,600         | 5,573,000         | 5,574,300         | 6,968,600         | 5,578,700         | 5,583,900         | 69,822,900           |
| P204 ESA                                     | 23,066,700        | 18,461,100        | 18,468,700        | 23,095,500        | 18,484,100        | 18,491,800        | 24,868,800        | 19,903,300        | 19,911,500        | 24,899,800        | 19,928,100        | 19,936,400        | 249,515,800          |
| <b>Total</b>                                 | <b>29,512,400</b> | <b>23,621,500</b> | <b>23,633,200</b> | <b>29,556,500</b> | <b>23,656,800</b> | <b>23,668,300</b> | <b>31,832,400</b> | <b>25,476,300</b> | <b>25,485,800</b> | <b>31,868,400</b> | <b>25,506,800</b> | <b>25,520,300</b> | <b>319,338,700</b>   |
| <b>PMPM</b>                                  |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                      |
| P204 Regular                                 | 611.92            | 489.53            | 489.53            | 611.92            | 489.53            | 489.53            | 658.08            | 526.46            | 526.46            | 658.08            | 526.46            | 526.46            | 550.34               |
| P204 ESA                                     | 812.65            | 650.12            | 650.12            | 812.65            | 650.12            | 650.12            | 873.96            | 699.17            | 699.17            | 873.96            | 699.17            | 699.17            | 730.87               |



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**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**

*Non-Facility Budget Development*

To the extent of available resources, medical care is provided either by IHS staff or under contract. However, to ensure equal access to State, local, and Federal programs to which other citizens are entitled (in accordance with Medicaid Payment Policy and the Indian Health Care Act), if IHS is unable to provide the necessary treatment, Medicaid-eligible Native Americans who enroll with IHS may use non-IHS providers for services. AHCCCS considers the costs associated with these services to be Title XIX Non-facility claims. CMS reimburses the State for Title XIX non-facility claims (with the exception of the ESA population) at the FMAP rates given below:

| <b>Proposition 204 FMAP</b> |        |        |        |        |        |        |        |        |        |        |        |        |
|-----------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
|                             | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 |
| <b>SFY 2019</b>             |        |        |        |        |        |        |        |        |        |        |        |        |
| Regular                     | 69.89% | 69.89% | 69.89% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% |
| ESA                         | 91.59% | 91.59% | 91.59% | 91.58% | 91.58% | 91.58% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% |
|                             |        |        |        |        |        |        |        |        |        |        |        |        |
| <b>SFY 2020</b>             |        |        |        |        |        |        |        |        |        |        |        |        |
| Regular                     | 69.81% | 69.81% | 69.81% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% |
| ESA                         | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% |

The Non-facility expenditure forecast used a derived PMPM from the relevant programmatic IHS enrollment and actual expenditures. PMPM rates were calculated as the annual weighted average of SFY 2018 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2019 and 2020 estimates. Inflation factors were estimated by calculating a weighted average of the annualized inflation rates given by appropriate market baskets from *Global Insight's Health-Care Cost Review, First Quarter 2018*. The market baskets were chosen to correspond with claim type information given in PMMIS and are as follows (claim type in parentheses): Hospital and Related Services (Inpatient), Medical Care Services (Outpatient), Physicians Services (Professional), Prescription Drugs (Prescriptions), Dental Services (Dental), CMS Nursing Home All Other Services (LTC). The inflation factors, weights, and programmatic inflation rates are given in the following table:



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PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

|  |                        | AIHP Non-Facility                   |                           |                            |                     |                  |                         | AIHP Non-Facility Weighted Inflation Rates |                           |
|--|------------------------|-------------------------------------|---------------------------|----------------------------|---------------------|------------------|-------------------------|--|---------------------------|
|  |                        | AIHP Non-Facility Inflation Factors |                           |                            |                     |                  |                         |  |                           |
| Fiscal Year  | Inpatient <sup>1</sup> | Outpatient <sup>2</sup>             | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | Dental <sup>5</sup> | LTC <sup>6</sup> | Program                 | SFY 2020                                   | Weighted Inflation Factor |
| SFY 2020   | 3.26%                  | 2.90%                               | 2.95%                     | 2.44%                      | 2.67%               | 3.38%            | Traditional             | SFY 2020                                   | 2.97%                     |
| Long Term  | 3.79%                  | 2.63%                               | 1.67%                     | 2.49%                      | 2.21%               | 3.34%            | Proposition 204         | Long Term                                  | 2.66%                     |
| <b>AIHP Non-Facility Programmatic Weights</b>  |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| Program  | Inpatient              | Outpatient                          | Professional              | Prescriptions              | Dental              | LTC              |                         |  |                           |
| Traditional  | 19.55%                 | 56.37%                              | 20.42%                    | 2.56%                      | 0.64%               | 0.47%            | Newly Eligible Children | SFY 2020                                   | 2.91%                     |
| Proposition 204  | 17.12%                 | 55.72%                              | 22.77%                    | 3.53%                      | 0.02%               | 0.84%            | Long Term               | Long Term                                  | 2.63%                     |
| Newly Eligible Children  | 9.13%                  | 74.85%                              | 9.53%                     | 4.18%                      | 2.31%               | 0.00%            | Newly Eligible Adults   | SFY 2020                                   | 2.93%                     |
| Newly Eligible Adults  | 14.82%                 | 65.00%                              | 12.53%                    | 6.74%                      | 0.03%               | 0.88%            | ALTCS-EPD               | Long Term                                  | 2.68%                     |
| ALTCS-EPD  | 3.53%                  | 13.14%                              | 51.60%                    | 1.49%                      | 0.00%               | 30.24%           |                         | SFY 2020                                   | 3.08%                     |
|  |                        |                                     |                           |                            |                     |                  |                         | Long Term                                  | 2.39%                     |
| <b>Notes:</b>  |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 1. Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018. |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.        |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.        |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.        |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.                  |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018. |                        |                                     |                           |                            |                     |                  |                         |  |                           |
| 7. Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.                         |                        |                                     |                           |                            |                     |                  |                         |  |                           |

The Non-facility SFY2019 and SFY2020 PMPMs and expenditures are depicted in the following table and do not include estimates for the Newly Eligible Adult population:



**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**  
 FISCAL YEAR 2020  
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**AHHP Non-Facility - Expenditures and PMPM**

| SFY                 | Jul-18            | Aug-18            | Sep-18            | Oct-18            | Nov-18            | Dec-18            | Jan-19            | Feb-19            | Mar-19            | Apr-19            | May-19            | Jun-19            | Total/SFY Avg      |
|---------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| <b>Expenditures</b> |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| P204 Regular        | 2,186,500         | 2,741,800         | 2,197,800         | 2,822,900         | 2,260,600         | 2,262,100         | 2,828,900         | 2,264,100         | 2,264,900         | 2,265,600         | 2,833,500         | 2,268,100         | 29,196,800         |
| P204 ESA            | 11,901,200        | 14,882,700        | 11,911,100        | 15,284,200        | 12,232,400        | 12,237,500        | 15,303,300        | 12,247,700        | 12,252,800        | 12,257,900        | 15,328,700        | 12,268,100        | 158,107,600        |
| <b>Total</b>        | <b>14,087,700</b> | <b>17,624,500</b> | <b>14,108,900</b> | <b>18,107,100</b> | <b>14,493,000</b> | <b>14,499,600</b> | <b>18,132,200</b> | <b>14,511,800</b> | <b>14,517,700</b> | <b>14,523,500</b> | <b>18,162,200</b> | <b>14,536,200</b> | <b>187,304,400</b> |
| <b>PMPM</b>         |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| P204 Regular        | 209.98            | 262.47            | 209.98            | 269.33            | 215.46            | 215.46            | 269.33            | 215.46            | 215.46            | 215.46            | 269.33            | 215.46            | 231.93             |
| P204 ESA            | 421.38            | 526.73            | 421.38            | 540.49            | 432.39            | 432.39            | 540.49            | 432.39            | 432.39            | 432.39            | 540.49            | 432.39            | 465.44             |
| <b>SFY 2020</b>     |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| <b>Expenditures</b> |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| P204 Regular        | 2,837,000         | 2,271,300         | 2,273,100         | 2,918,000         | 2,336,200         | 2,337,900         | 2,924,400         | 2,340,400         | 2,341,000         | 2,926,500         | 2,342,800         | 2,345,000         | 30,193,600         |
| P204 ESA            | 15,341,500        | 12,278,300        | 12,283,400        | 15,761,900        | 12,614,800        | 12,620,000        | 15,781,600        | 12,630,500        | 12,635,800        | 15,801,300        | 12,646,300        | 12,651,500        | 163,046,900        |
| <b>Total</b>        | <b>18,178,500</b> | <b>14,549,600</b> | <b>14,556,500</b> | <b>18,679,900</b> | <b>14,951,000</b> | <b>14,957,900</b> | <b>18,706,000</b> | <b>14,970,900</b> | <b>14,976,800</b> | <b>18,727,800</b> | <b>14,989,100</b> | <b>14,996,500</b> | <b>193,240,500</b> |
| <b>PMPM</b>         |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| P204 Regular        | 269.33            | 215.46            | 215.46            | 276.36            | 221.09            | 221.09            | 276.36            | 221.09            | 221.09            | 276.36            | 221.09            | 221.09            | 237.98             |
| P204 ESA            | 540.49            | 432.39            | 432.39            | 554.61            | 443.69            | 443.69            | 554.61            | 443.69            | 443.69            | 554.61            | 443.69            | 443.69            | 477.59             |





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PROPOSITION 204 SERVICES  
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

**Emergency Services Program (ESP)**

The Emergency Services Program (ESP) encompasses AHCCCS coverage of services for lawfully admitted immigrants during their first 60 months of residency, as well as undocumented immigrants. AHCCCS recipients enrolled with this program are covered for emergency services only and the claims for their services are paid for on a fee-for-service basis.

The Federal Emergency Services Program (FES) is available to individuals who, except for their citizenship/alien status, meet Federal income and resource eligibility requirements. The program provides emergency services to three general categories: persons not qualified for Medicaid services because they are aliens who entered the U.S. prior to August 22, 1996; qualified aliens who entered after August 22, 1996, but are not yet entitled to full services; and undocumented immigrants. This program only covers emergency services which are defined by the Social Security Act as acute symptoms of sufficient severity that the absence of immediate medical attention could reasonably be expected to result in: 1) placing the patient's health in serious jeopardy, 2) serious impairment to bodily functions, 3) serious dysfunction of any bodily organ or part. Labor and delivery are included as emergency medical services, but not routine prenatal or post-partum care. When certain requirements are met, AHCCCS also considers dialysis as an emergency service. For budgeting purposes, FES covered services are considered to be either birth-related services (births) or other services (other).

For the birth-related expenditure estimates, the total FES birth counts, which are composed of Traditional Medicaid FES births and Proposition 204 FES births, were assumed to remain at current levels following four years of moderate decreases. The annual counts were then adjusted for seasonality based on actual experience over the past 4 years. The total FES births forecast was used to compute the PMPMs for both Traditional Medicaid and Proposition 204. The PMPM for July 2018 through September 2018 was calculated using the actual expenditures and birth count for the period covering October 2017 through June 2018. Inflation of 3.13%, based on Global Insights's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018, was applied to the calculated PMPM in October 2018 and again in October 2019.

The forecasts for other emergency expenditures were computed in a similar fashion to births, by multiplying an estimated PMPM rate by forecasted enrollment. PMPM rates were estimated for both the Traditional and Proposition 204 populations by using the 3.13% inflation rate mentioned above to increase the weighted average PMPM calculated from actual expenditures in the period from October 2017 through June 2018. Enrollment was then estimated by applying the monthly growth rates implied by the member-month forecasts to the relevant emergency services enrollment population. The tables below give the PMPMs, expenditures, and enrollment for both births and other emergency services.



**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**

FISCAL YEAR 2020

BUDGET JUSTIFICATION

**FES - Expenditures, Enrollment, PMPM**

| SFY                 | Jul-18           | Aug-18           | Sep-18           | Oct-18           | Nov-18           | Dec-18           | Jan-19           | Feb-19           | Mar-19           | Apr-19           | May-19           | Jun-19           | Total/SFY Avg     |
|---------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|-------------------|
| <b>Expenditures</b> |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| FES Births          | 421,100          | 596,600          | 463,000          | 617,400          | 425,500          | 465,600          | 543,000          | 383,900          | 406,400          | 332,900          | 459,000          | 384,500          | 5,498,900         |
| FES Other           | 2,623,100        | 3,289,300        | 2,636,700        | 3,403,800        | 2,725,800        | 2,727,600        | 3,411,100        | 2,730,000        | 2,731,000        | 2,731,900        | 3,416,600        | 2,734,900        | 35,161,800        |
| <b>Total</b>        | <b>3,044,200</b> | <b>3,885,900</b> | <b>3,099,700</b> | <b>4,021,200</b> | <b>3,151,300</b> | <b>3,193,200</b> | <b>3,954,100</b> | <b>3,113,900</b> | <b>3,137,400</b> | <b>3,064,800</b> | <b>3,875,600</b> | <b>3,119,400</b> | <b>40,660,700</b> |
| <b>Enrollment</b>   |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| FES Births          | 522              | 591              | 573              | 593              | 511              | 559              | 522              | 461              | 488              | 400              | 441              | 462              | 6,123             |
| FES Other           | 67,386           | 67,599           | 67,734           | 67,828           | 67,895           | 67,941           | 67,973           | 68,001           | 68,025           | 68,047           | 68,082           | 68,122           | 814,634           |
| <b>Total</b>        | <b>67,907</b>    | <b>68,190</b>    | <b>68,307</b>    | <b>68,421</b>    | <b>68,406</b>    | <b>68,500</b>    | <b>68,494</b>    | <b>68,462</b>    | <b>68,514</b>    | <b>68,447</b>    | <b>68,523</b>    | <b>68,584</b>    | <b>820,756</b>    |
| <b>PMPM</b>         |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| FES Births          | 807.46           | 1,009.32         | 807.46           | 1,040.94         | 832.76           | 832.76           | 1,040.94         | 832.76           | 832.76           | 832.76           | 1,040.94         | 832.76           | 898.18            |
| FES Other           | 38.93            | 48.66            | 38.93            | 50.18            | 40.15            | 40.15            | 50.18            | 40.15            | 40.15            | 40.15            | 50.18            | 40.15            | 43.16             |
| <b>SFY 2020</b>     |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| <b>Expenditures</b> |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| FES Births          | 508,300          | 460,900          | 447,100          | 596,200          | 410,900          | 449,600          | 524,300          | 370,700          | 392,400          | 401,800          | 354,600          | 371,300          | 5,288,100         |
| FES Other           | 3,420,800        | 2,738,700        | 2,740,900        | 3,536,400        | 2,831,200        | 2,833,300        | 3,544,100        | 2,836,400        | 2,837,000        | 3,546,600        | 2,839,300        | 2,841,900        | 36,546,600        |
| <b>Total</b>        | <b>3,929,100</b> | <b>3,199,600</b> | <b>3,188,000</b> | <b>4,132,600</b> | <b>3,242,100</b> | <b>3,282,900</b> | <b>4,068,400</b> | <b>3,207,100</b> | <b>3,229,400</b> | <b>3,948,400</b> | <b>3,193,900</b> | <b>3,213,200</b> | <b>41,834,700</b> |
| <b>Enrollment</b>   |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| FES Births          | 488              | 553              | 537              | 555              | 478              | 523              | 488              | 432              | 457              | 374              | 413              | 432              | 5,732             |
| FES Other           | 68,166           | 68,217           | 68,271           | 68,328           | 68,379           | 68,429           | 68,478           | 68,504           | 68,520           | 68,527           | 68,574           | 68,637           | 821,030           |
| <b>Total</b>        | <b>68,654</b>    | <b>68,770</b>    | <b>68,808</b>    | <b>68,883</b>    | <b>68,858</b>    | <b>68,953</b>    | <b>68,966</b>    | <b>68,936</b>    | <b>68,977</b>    | <b>68,901</b>    | <b>68,987</b>    | <b>69,069</b>    | <b>826,762</b>    |
| <b>PMPM</b>         |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                   |
| FES Births          | 1,040.94         | 832.76           | 832.76           | 1,073.56         | 858.84           | 858.84           | 1,073.56         | 858.84           | 858.84           | 1,073.56         | 858.84           | 858.84           | 922.51            |
| FES Other           | 50.18            | 40.15            | 40.15            | 51.76            | 41.40            | 41.40            | 51.76            | 41.40            | 41.40            | 51.76            | 41.40            | 41.40            | 44.51             |



**AHCCCS Complete Care (ACC) Integration:**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

**Prior Quarter Coverage:**

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS will require AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS has been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES  
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

*Example:* An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

If the AHCCCS waiver is approved, prior quarter for all adult populations will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.

**FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$11,284,700 Total Fund, consisting of \$9,619,400 Federal Fund and \$1,665,300 General Fund for FY 2019 and \$11,284,700, consisting of \$9,381,700 Federal Fund and \$1,903,000 General Fund for FY 2020.

**Statutory Reference**

- A.R.S. §36-2901.01 (Laws 2001, Chapter 344)
- Section 1905(b) of the Social Security Act, 42 U.S.C.1396d
- Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j]  
(a)
- Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j]  
(c)
- Vol. II, P.L. 94-437, §402(c)(d)
- Sec 321(a) and 322(b) of the Public Health Service Act (42U.S.C. 248(a) and 249(b))
- Sec 601 of the Indian Health Care Improvement Act (25 U.S.C. 1601)
- Arizona Revised Statute (A.R.S.) § 36-2903.01 (J)(2)

**PROPOSITION 204 SERVICES** FISCAL YEAR 2020  
**PROPOSITION 204 FEE-FOR-SERVICE PROGRAM** BUDGET JUSTIFICATION

§1902(a)(10)(B) of the Social Security Act (the Act) and 42 CFR 440.240  
1905(a)(2)(c) of the Social Security Act Secs.329, 330 or 340 of the Public Health Services (PHS) Act  
Section 6404 of the Omnibus Budget Reconciliation Act of 1989 (P.L. 101-239) amended  
Secs. 1905 (a) and (1) of the Social Security Act  
HCFA State Medicaid Manual, SMM4-4231 section C. Provisions of payment for services provided under the  
Balanced Budget Act of 1997 (BBA 97) Section 4712(b), Social Security Act 1902(a)(13)(C)(I),  
Arizona State Plan, Section 4.19 (b)(1) and (2)  
Section 1902(a)(13)(C)(I) of the Social Security Act.  
Section 702 of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA)



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
PROPOSITION 204 MEDICAID SERVICES  
PROPOSITION 204 FEE FOR SERVICE**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 1,771,210         | 2,256,200             | 1,573,000         | 1,755,300          | (500,900)            |
| Hospital Assessment      | 37,836,098        | 42,856,100            | 34,264,700        | 36,515,600         | (6,340,500)          |
| Subtotal State Match     | 39,607,307        | 45,112,300            | 35,837,700        | 38,270,900         | (6,841,400)          |
| Federal Title XIX        | 497,033,892       | 540,980,200           | 519,064,900       | 544,623,600        | 3,643,400            |
| Subtotal Federal Funding | 497,033,892       | 540,980,200           | 519,064,900       | 544,623,600        | 3,643,400            |
| Grand Total              | 536,641,199       | 586,092,500           | 554,902,600       | 582,894,500        | (3,198,000)          |

**Fiscal Year 2020**

|                          | <u>Total Fund</u>  | <u>Federal Fund</u> | <u>State Match</u> |
|--------------------------|--------------------|---------------------|--------------------|
| IHS Facilities           | 69,822,900         | 69,822,900          | 0                  |
| IHS Non-Facility         | 30,193,600         | 21,002,800          | 9,190,800          |
| Non IHS                  | 462,800            | 342,500             | 120,300            |
| FES Births               | 5,288,100          | 3,678,800           | 1,609,300          |
| FES Other                | 36,546,600         | 25,421,900          | 11,124,700         |
| FQHC Reconciliations     | 3,774,700          | 1,152,000           | 2,622,700          |
| Uncomp. Care             | 0                  | 0                   | 0                  |
| Prior Quarter            | 0                  | 0                   | 0                  |
| Expansion State Adults   | 436,805,800        | 421,732,000         | 15,073,800         |
| Total SFY 2020 FFS Exp.  | <u>582,894,500</u> | <u>543,152,900</u>  | <u>39,741,600</u>  |
| Total FY 2019 Allocation | 586,092,500        | 540,980,200         | 45,112,300         |
| Increase (Decrease)      | (3,198,000)        | 2,172,700           | (5,370,700)        |

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM**  
**Proposition 204 Medicaid Fee-For-Service Summary**

|                              | FY 2018 |             | FY 2019     |             | FY 2020 |             | FY 2020<br>Increase |
|------------------------------|---------|-------------|-------------|-------------|---------|-------------|---------------------|
|                              | Actual  | (SM %)      | Allocation  | Rebase      | (SM %)  | Request     |                     |
| <b>IHS Facilities</b>        | (SM)    | -           | -           | -           | -       | -           | -                   |
|                              | (TF)    | 59,669,982  | 65,168,600  | 64,422,700  |         | 69,822,900  | 4,654,300           |
| <b>IHS Non-Facility</b>      | (SM)    | 8,771,406   | 9,990,500   | 8,808,800   | 31.6%   | 9,190,800   | (799,700)           |
|                              | (TF)    | 28,970,748  | 31,640,400  | 29,196,800  |         | 30,193,600  | (1,446,800)         |
| <b>Non IHS</b>               | (SM)    | 75,118      | 85,600      | 116,900     | 25.3%   | 120,300     | 34,700              |
|                              | (TF)    | 309,634     | 338,200     | 451,700     |         | 462,800     | 124,600             |
| <b>FES Births</b>            | (SM)    | 1,609,743   | 1,833,500   | 1,658,900   | 31.6%   | 1,609,300   | (224,200)           |
|                              | (TF)    | 5,313,550   | 5,803,200   | 5,498,900   |         | 5,288,100   | (515,100)           |
| <b>FES Other</b>             | (SM)    | 11,297,796  | 12,868,100  | 10,608,700  | 31.6%   | 11,124,700  | (1,743,400)         |
|                              | (TF)    | 37,283,382  | 40,719,000  | 35,161,800  |         | 36,546,600  | (4,172,400)         |
| <b>FQHC Reconciliations</b>  | (SM)    | 910,722     | 1,037,300   | 1,139,600   |         | 1,152,000   | 114,700             |
|                              | (TF)    | 3,023,473   | 3,302,100   | 3,774,700   |         | 3,774,700   | 472,600             |
| <b>Uncompensated Care</b>    | (SM)    | -           | -           | -           | #DIV/0! | -           | -                   |
|                              | (TF)    | -           | -           | -           |         | -           | -                   |
| <b>Prior Quarter</b>         | (SM)    | 615,923     | 701,500     | 146,900     | 31.6%   | -           | (701,500)           |
|                              | (TF)    | 2,033,252   | 2,220,600   | 487,500     |         | -           | (2,220,600)         |
| <b>ESA</b>                   | (SM)    | 16,326,600  | 18,595,800  | 13,357,900  | 4.3%    | 15,073,800  | (3,522,000)         |
|                              | (TF)    | 400,037,179 | 436,900,500 | 415,908,500 |         | 436,805,800 | (94,700)            |
| <b>Total Fee-For-Service</b> | (SM)    | 39,607,307  | 45,112,300  | 35,837,700  |         | 38,270,900  | (6,841,400)         |
|                              | (TF)    | 536,641,199 | 586,092,500 | 554,902,600 |         | 582,894,500 | (3,198,100)         |

Notes:

- (1) The JLBC provides the Prop. 204 Medicaid Services Appropriation figure and the Fee-for-Service allocation is included in this appropriation. The FY 2019 allocation and line detail was derived by using a percentage of each individual line to the total line of the state fiscal year 2018 actuals.
- (2) FY 2018 Actuals are from PMMIS and will not tie to AFIS due to timing and manual adjustments.
- (3) FES Births/Other expenditures were categorized more accurately in the second half of FY2017, and are assumed to remain accurate in future years.

TOTAL FUND

FY 18 ACTUAL

|                   | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility     | 4,188,181  | 6,785,658  | 4,870,259  | 4,227,695  | 4,635,481  | 4,330,652  | 4,953,209  | 5,623,960  | 4,797,206  | 4,670,671  | 6,281,059  | 4,305,952  | 59,669,982  |
| AHHP Non-Facility | 2,259,061  | 3,053,671  | 2,120,110  | 2,122,857  | 2,754,098  | 2,383,958  | 2,640,689  | 2,006,725  | 2,592,172  | 2,374,723  | 2,704,350  | 2,158,333  | 28,970,748  |
| Non-AHP           | 16,325     | 18,266     | 27,256     | 14,296     | 23,380     | 15,551     | 22,823     | 27,675     | 23,639     | 26,378     | 75,579     | 18,467     | 309,634     |
| Prior Quarter     | 149,911    | 270,684    | 150,296    | 164,354    | 152,832    | 168,394    | 146,188    | 167,522    | 148,727    | 136,743    | 206,922    | 170,680    | 2,033,252   |
| FES Births        | 544,729    | 692,415    | 275,632    | 443,212    | 563,670    | 496,825    | 479,503    | 346,700    | 336,411    | 407,334    | 433,004    | 294,113    | 5,313,550   |
| FES Other         | 3,534,732  | 5,309,070  | 2,197,650  | 2,249,802  | 3,667,259  | 3,036,813  | 2,691,553  | 2,954,883  | 3,184,472  | 2,570,875  | 3,107,308  | 2,778,965  | 37,283,382  |
| Uncomp. Care      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FQHC RECON        | 602        | 53,842     | -          | -          | -          | 123,076    | 1,649,279  | 1,180,103  | 29,960     | (2,924)    | (10,465)   | -          | 3,023,473   |
| P204 TOTAL        | 10,693,540 | 16,129,765 | 9,695,045  | 9,222,215  | 11,796,720 | 10,555,270 | 12,583,244 | 12,307,568 | 10,912,587 | 10,183,799 | 12,797,758 | 9,726,510  | 136,604,020 |
| AHHP Facility     | 15,799,438 | 23,265,461 | 16,843,454 | 14,172,667 | 15,655,545 | 15,915,798 | 18,706,103 | 17,837,796 | 17,433,047 | 17,503,766 | 22,275,140 | 16,366,181 | 211,774,396 |
| AHHP Non-Facility | 11,613,729 | 14,963,252 | 11,541,281 | 10,326,931 | 15,096,077 | 11,421,894 | 14,459,241 | 11,287,114 | 12,663,169 | 12,819,523 | 15,589,864 | 12,488,526 | 154,270,601 |
| Non-AHP           | 1,427,240  | 1,232,734  | 695,095    | 933,110    | 1,319,650  | 1,114,127  | 1,394,118  | 1,112,075  | 1,433,499  | 1,226,398  | 1,850,925  | 1,611,173  | 15,350,145  |
| Prior Quarter     | 939,850    | 1,403,180  | 919,677    | 997,395    | 1,288,430  | 807,361    | 1,044,095  | 730,075    | 1,023,019  | 1,076,180  | 1,212,915  | 1,184,536  | 12,626,713  |
| FQHC RECON        | 842        | 100,749    | -          | -          | -          | 226,254    | 3,252,969  | 2,382,447  | 76,776     | (4,153)    | (20,561)   | -          | 6,015,324   |
| ESA TOTAL         | 29,781,098 | 40,864,628 | 30,100,257 | 26,430,103 | 33,359,702 | 29,485,434 | 38,856,526 | 33,349,508 | 32,629,510 | 32,621,714 | 40,908,283 | 31,650,416 | 400,037,179 |
| TOTAL             | 40,474,639 | 56,994,393 | 39,795,302 | 35,652,318 | 45,156,422 | 40,040,704 | 51,439,770 | 45,657,075 | 43,542,097 | 42,805,513 | 53,706,041 | 41,376,927 | 536,641,199 |

FY 19 REBASE

|                   | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility     | 4,740,000  | 5,943,700  | 4,764,400  | 5,963,800  | 4,775,800  | 4,779,000  | 6,427,400  | 5,144,100  | 5,145,900  | 5,147,600  | 6,437,800  | 5,153,200  | 64,422,700  |
| AHHP Non-Facility | 2,186,500  | 2,741,800  | 2,197,800  | 2,822,900  | 2,260,600  | 2,262,100  | 2,828,900  | 2,264,100  | 2,264,900  | 2,265,600  | 2,833,500  | 2,268,100  | 29,196,800  |
| Non-AHP           | 34,100     | 42,700     | 34,100     | 43,600     | 35,000     | 35,000     | 43,600     | 35,000     | 35,000     | 35,000     | 43,600     | 35,000     | 451,700     |
| Prior Quarter     | 150,000    | 187,500    | 150,000    | 167,400    | 425,500    | 465,600    | 543,000    | 383,900    | 406,400    | 332,900    | 459,000    | 384,500    | 487,500     |
| FES Births        | 421,100    | 596,600    | 463,000    | 617,400    | 425,500    | 465,600    | 543,000    | 383,900    | 406,400    | 332,900    | 459,000    | 384,500    | 5,498,900   |
| FES Other         | 2,623,100  | 3,289,300  | 2,636,700  | 3,403,800  | 2,725,800  | 2,727,600  | 3,411,100  | 2,730,000  | 2,731,000  | 2,731,900  | 3,416,600  | 2,734,900  | 35,161,800  |
| Uncomp. Care      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FQHC RECON        | -          | -          | -          | -          | -          | -          | 3,774,700  | -          | -          | -          | -          | -          | 3,774,700   |
| P204 TOTAL        | 10,154,800 | 12,801,600 | 10,246,000 | 12,851,500 | 10,222,700 | 10,269,300 | 17,028,700 | 10,557,100 | 10,583,200 | 10,513,000 | 13,190,500 | 10,575,700 | 138,994,100 |
| AHHP Facility     | 17,073,600 | 21,350,900 | 17,087,800 | 21,368,600 | 17,102,000 | 17,109,100 | 23,009,300 | 18,415,100 | 18,422,700 | 18,430,400 | 23,047,600 | 18,445,700 | 230,862,800 |
| AHHP Non-Facility | 11,901,200 | 14,882,700 | 11,911,100 | 15,284,200 | 12,232,400 | 12,237,500 | 15,303,300 | 12,247,700 | 12,252,800 | 12,257,800 | 15,328,700 | 12,268,100 | 158,107,600 |
| Non-AHP           | 1,230,300  | 1,537,800  | 1,230,300  | 1,578,000  | 1,262,400  | 1,262,400  | 1,578,000  | 1,262,400  | 1,262,400  | 1,262,400  | 1,578,000  | 1,262,400  | 16,306,800  |
| Prior Quarter     | 960,400    | 1,200,500  | 960,400    | -          | -          | -          | -          | -          | -          | -          | -          | -          | 3,121,300   |
| FQHC RECON        | -          | -          | -          | -          | -          | -          | 7,510,000  | -          | -          | -          | -          | -          | 7,510,000   |
| ESA TOTAL         | 31,165,500 | 38,971,900 | 31,189,600 | 38,230,800 | 30,596,800 | 30,609,000 | 47,400,600 | 31,925,200 | 31,937,900 | 31,950,700 | 39,954,300 | 31,976,200 | 415,908,500 |
| TOTAL             | 41,320,300 | 51,773,500 | 41,435,600 | 51,082,300 | 40,819,500 | 40,878,300 | 64,429,300 | 42,482,300 | 42,521,100 | 42,463,700 | 53,144,800 | 42,551,900 | 554,902,600 |

FY 20 REQUEST

|                   | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility     | 6,445,700  | 5,160,400  | 5,164,500  | 6,461,000  | 5,172,700  | 5,176,500  | 6,963,600  | 5,573,000  | 5,574,300  | 6,968,600  | 5,578,700  | 5,583,900  | 69,822,900  |
| AHHP Non-Facility | 2,837,000  | 2,271,300  | 2,273,100  | 2,918,000  | 2,336,200  | 2,337,900  | 2,924,400  | 2,340,000  | 2,341,000  | 2,926,500  | 2,342,800  | 2,345,000  | 30,193,600  |
| Non-AHP           | 43,600     | 35,000     | 35,000     | 44,800     | 35,800     | 35,800     | 44,800     | 35,800     | 35,800     | 44,800     | 35,800     | 35,800     | 462,800     |
| Prior Quarter     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FES Births        | 508,300    | 460,900    | 447,100    | 596,200    | 410,900    | 449,600    | 524,300    | 370,700    | 392,400    | 401,800    | 354,600    | 371,300    | 5,288,100   |
| FES Other         | 3,420,800  | 2,738,700  | 2,740,900  | 3,536,400  | 2,831,200  | 2,833,300  | 3,544,100  | 2,836,400  | 2,837,000  | 3,546,600  | 2,839,300  | 2,841,900  | 36,546,600  |
| Uncomp. Care      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FQHC RECON        | -          | -          | -          | -          | -          | -          | 3,774,700  | -          | -          | -          | -          | -          | 3,774,700   |
| P204 TOTAL        | 13,255,400 | 10,666,300 | 10,660,600 | 13,556,400 | 10,786,800 | 10,833,100 | 17,775,900 | 11,156,300 | 11,180,500 | 13,888,300 | 11,151,200 | 11,177,900 | 146,088,700 |
| AHHP Facility     | 23,066,700 | 18,461,100 | 18,468,700 | 23,095,500 | 18,484,100 | 18,491,800 | 24,868,800 | 19,903,300 | 19,911,500 | 24,899,800 | 19,928,100 | 19,936,400 | 249,515,800 |
| AHHP Non-Facility | 15,341,500 | 12,278,300 | 12,283,400 | 15,761,900 | 12,614,800 | 12,620,000 | 15,781,600 | 12,620,500 | 12,635,800 | 15,801,300 | 12,646,300 | 12,651,500 | 163,046,900 |
| Non-AHP           | 1,578,000  | 1,262,400  | 1,262,400  | 1,619,300  | 1,295,400  | 1,295,400  | 1,619,300  | 1,295,400  | 1,295,400  | 1,619,300  | 1,295,400  | 1,295,400  | 16,733,100  |
| Prior Quarter     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FQHC RECON        | 39,986,200 | 32,001,800 | 32,014,500 | 40,476,700 | 32,394,300 | 32,407,200 | 49,779,700 | 33,829,200 | 33,842,700 | 42,320,400 | 33,869,800 | 33,883,300 | 436,805,800 |
| ESA TOTAL         | 53,241,600 | 42,668,100 | 42,675,100 | 54,033,100 | 43,181,100 | 43,240,300 | 67,555,600 | 44,985,500 | 45,023,200 | 56,208,700 | 45,021,000 | 45,061,200 | 582,894,500 |

FEDERAL FUND

FY 18 ACTUAL

|                   | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility     | 4,188,181  | 6,785,658  | 4,870,259  | 4,227,695  | 4,635,481  | 4,330,652  | 4,953,209  | 5,623,960  | 4,797,206  | 4,670,671  | 6,281,059  | 4,305,952  | 59,669,982  |
| AHHP Non-Facility | 1,564,174  | 2,114,362  | 1,467,964  | 1,483,665  | 1,924,839  | 1,666,148  | 1,845,577  | 1,402,500  | 1,671,889  | 1,659,694  | 1,890,070  | 1,508,459  | 20,199,342  |
| Non-AHP           | 12,671     | 12,912     | 21,678     | 10,446     | 16,340     | 13,501     | 19,038     | 19,629     | 16,643     | 18,808     | 59,292     | 13,557     | 234,515     |
| Prior Quarter     | 103,798    | 187,422    | 104,065    | 114,867    | 106,814    | 117,691    | 102,171    | 117,081    | 103,945    | 95,569     | 144,618    | 119,289    | 1,417,329   |
| FES Births        | 377,171    | 479,428    | 190,848    | 309,761    | 393,949    | 347,231    | 335,125    | 242,309    | 235,118    | 284,685    | 302,627    | 205,556    | 3,703,807   |
| FES Other         | 2,447,448  | 3,676,000  | 1,521,653  | 1,572,387  | 2,563,047  | 2,122,429  | 1,881,126  | 2,065,168  | 2,225,628  | 1,796,785  | 2,171,697  | 1,942,218  | 25,985,586  |
| Uncomp. Care      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FQHC RECON        | 417        | -          | 37,280     | -          | -          | 86,018     | 1,152,681  | 824,774    | 20,939     | (2,044)    | (7,314)    | -          | 2,112,751   |
| P204 TOTAL        | 8,693,859  | 13,255,782 | 8,213,747  | 7,718,820  | 9,640,471  | 8,683,669  | 10,288,927 | 10,295,420 | 9,071,367  | 8,524,169  | 10,842,050 | 8,095,031  | 113,323,313 |
| AHHP Facility     | 15,799,438 | 23,265,461 | 16,843,454 | 14,172,667 | 15,655,545 | 15,915,798 | 18,706,103 | 17,837,796 | 17,433,047 | 17,503,766 | 22,275,140 | 16,366,181 | 211,774,396 |
| AHHP Non-Facility | 10,434,951 | 13,444,482 | 10,369,841 | 9,292,173  | 13,583,450 | 10,277,420 | 13,243,210 | 10,337,868 | 11,598,196 | 11,741,401 | 14,278,756 | 11,438,241 | 140,039,983 |
| Non-AHP           | 1,400,521  | 1,193,263  | 673,385    | 916,849    | 1,289,472  | 1,076,832  | 1,374,550  | 1,079,262  | 1,406,808  | 1,194,630  | 1,785,082  | 1,543,288  | 14,933,940  |
| Prior Quarter     | 844,455    | 1,260,757  | 826,330    | 897,456    | 1,159,329  | 726,463    | 956,287    | 668,676    | 936,983    | 985,673    | 1,110,909  | 1,084,917  | 11,458,235  |
| FQHC RECON        | 757        | -          | 90,523     | -          | -          | 203,584    | 2,979,395  | 2,182,083  | 70,319     | (3,804)    | (18,832)   | -          | 5,504,025   |
| ESA TOTAL         | 28,480,105 | 39,163,963 | 28,803,533 | 25,279,144 | 31,687,796 | 28,200,097 | 37,259,553 | 32,105,685 | 31,445,353 | 31,421,667 | 39,431,055 | 30,432,627 | 383,710,579 |
| TOTAL             | 37,173,965 | 52,419,745 | 37,017,280 | 32,997,965 | 41,328,267 | 36,883,766 | 47,548,480 | 42,401,105 | 40,516,720 | 39,945,836 | 50,273,105 | 38,527,657 | 497,033,892 |

FY 19 REBASE

|                   | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility     | 4,740,000  | 5,943,700  | 4,764,400  | 5,963,800  | 4,775,800  | 4,779,000  | 6,427,400  | 5,144,100  | 5,145,900  | 5,147,600  | 6,437,800  | 5,153,200  | 64,422,700  |
| AHHP Non-Facility | 1,528,100  | 1,916,200  | 1,536,000  | 1,970,700  | 1,578,100  | 1,579,200  | 1,974,900  | 1,580,600  | 1,581,100  | 1,581,600  | 1,978,100  | 1,583,400  | 20,388,000  |
| Non-AHP           | 25,300     | 31,600     | 25,300     | 32,400     | 25,900     | 25,900     | 32,400     | 25,900     | 25,900     | 25,900     | 32,400     | 25,900     | 334,800     |
| Prior Quarter     | 104,800    | 131,000    | 104,800    | 104,800    | 104,800    | 104,800    | 104,800    | 104,800    | 104,800    | 104,800    | 104,800    | 104,800    | 340,600     |
| FES Births        | 294,300    | 417,000    | 323,600    | 431,000    | 297,000    | 325,000    | 379,100    | 268,000    | 283,700    | 232,400    | 320,400    | 268,500    | 3,840,000   |
| FES Other         | 1,833,300  | 2,298,900  | 1,842,800  | 2,376,200  | 1,902,800  | 1,904,100  | 2,381,300  | 1,905,800  | 1,906,500  | 1,907,100  | 2,385,100  | 1,909,200  | 24,553,100  |
| Uncomp. Care      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FQHC RECON        | -          | -          | -          | -          | -          | -          | 2,635,100  | -          | -          | -          | -          | -          | 2,635,100   |
| P204 TOTAL        | 8,525,800  | 10,738,400 | 8,596,900  | 10,774,100 | 8,579,600  | 8,613,200  | 13,830,200 | 8,924,400  | 8,943,100  | 8,894,600  | 11,153,800 | 8,940,200  | 116,514,300 |
| AHHP Facility     | 17,073,600 | 21,350,900 | 17,087,800 | 21,368,600 | 17,102,000 | 17,109,100 | 23,009,300 | 18,415,100 | 18,422,700 | 18,430,400 | 23,047,600 | 18,445,700 | 230,862,800 |
| AHHP Non-Facility | 10,900,300 | 13,631,000 | 10,909,400 | 13,997,300 | 11,202,500 | 11,207,100 | 14,232,000 | 11,399,400 | 11,399,500 | 11,399,400 | 14,235,700 | 11,409,300 | 145,929,900 |
| Non-AHP           | 1,198,000  | 1,497,500  | 1,198,000  | 1,536,500  | 1,229,300  | 1,229,300  | 1,543,500  | 1,234,800  | 1,234,800  | 1,234,800  | 1,543,500  | 1,234,800  | 15,914,800  |
| Prior Quarter     | 879,600    | 1,099,600  | 879,600    | 879,600    | 879,600    | 879,600    | 879,600    | 879,600    | 879,600    | 879,600    | 879,600    | 879,600    | 2,858,800   |
| FQHC RECON        | -          | -          | -          | -          | -          | -          | 6,984,300  | -          | -          | -          | -          | -          | 6,984,300   |
| ESA TOTAL         | 30,051,500 | 37,579,000 | 30,074,800 | 36,902,400 | 29,533,800 | 29,545,500 | 45,769,100 | 31,040,300 | 31,052,600 | 31,065,000 | 38,846,800 | 31,089,800 | 402,550,600 |
| TOTAL             | 38,577,300 | 48,317,400 | 38,671,700 | 47,676,500 | 38,113,400 | 38,158,700 | 59,599,300 | 39,964,700 | 39,995,700 | 39,959,600 | 50,000,600 | 40,030,000 | 519,064,900 |

FY 20 REQUEST

|                   | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| AHHP Facility     | 6,445,700  | 5,160,400  | 5,164,500  | 6,461,000  | 5,172,700  | 5,176,500  | 6,963,600  | 5,573,000  | 5,574,300  | 6,968,600  | 5,578,700  | 5,583,900  | 69,822,900  |
| AHHP Non-Facility | 1,980,500  | 1,585,600  | 1,586,800  | 2,027,400  | 1,623,200  | 1,624,400  | 2,031,900  | 1,626,100  | 1,626,500  | 2,033,300  | 1,627,800  | 1,629,300  | 21,002,800  |
| Non-AHP           | 32,400     | 25,900     | 25,900     | 33,100     | 26,500     | 26,500     | 33,100     | 26,500     | 26,500     | 33,100     | 26,500     | 26,500     | 342,500     |
| Prior Quarter     | 354,800    | 321,700    | 312,100    | 414,200    | 285,500    | 312,400    | 364,300    | 257,600    | 272,600    | 279,200    | 246,400    | 258,000    | 3,678,800   |
| FES Births        | 2,388,100  | 1,911,900  | 1,913,400  | 2,457,100  | 1,967,100  | 1,968,600  | 2,462,400  | 1,970,700  | 1,971,200  | 2,464,200  | 1,972,700  | 1,974,500  | 25,421,900  |
| FES Other         | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| Uncomp. Care      | -          | -          | -          | -          | -          | -          | 2,622,700  | -          | -          | -          | -          | -          | 2,622,700   |
| FQHC RECON        | -          | -          | -          | -          | -          | -          | 14,478,000 | -          | -          | -          | -          | -          | 14,478,000  |
| P204 TOTAL        | 11,201,500 | 9,005,500  | 9,002,700  | 11,392,800 | 9,075,000  | 9,108,400  | 14,478,000 | 9,453,900  | 9,471,100  | 11,778,400 | 9,452,100  | 9,472,200  | 122,891,600 |
| AHHP Facility     | 23,066,700 | 18,461,100 | 18,468,700 | 23,095,500 | 18,484,100 | 18,491,800 | 24,868,800 | 19,903,300 | 19,911,500 | 24,899,800 | 19,928,100 | 19,936,400 | 249,515,800 |
| AHHP Non-Facility | 14,267,600 | 11,418,800 | 11,423,500 | 14,658,600 | 11,731,700 | 11,736,600 | 14,203,400 | 11,376,500 | 11,377,200 | 14,221,100 | 11,381,600 | 11,386,400 | 149,169,000 |
| Non-AHP           | 1,543,500  | 1,234,800  | 1,234,800  | 1,583,900  | 1,267,100  | 1,267,100  | 1,568,700  | 1,254,900  | 1,254,900  | 1,568,700  | 1,254,900  | 1,254,900  | 16,288,200  |
| Prior Quarter     | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | 6,759,000   |
| FQHC RECON        | 38,877,800 | 31,114,700 | 31,127,000 | 39,338,000 | 31,482,900 | 31,495,500 | 47,399,900 | 32,525,700 | 32,538,600 | 40,689,600 | 32,564,600 | 32,577,700 | 421,732,000 |
| ESA TOTAL         | 50,079,300 | 40,120,200 | 40,129,700 | 50,730,800 | 40,557,900 | 40,603,900 | 61,877,900 | 41,979,600 | 42,009,700 | 52,468,000 | 42,016,700 | 42,049,900 | 544,623,600 |

STATE FUND

FY 18 ACTUAL

|                  | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AHP Facility     | 694,887   | 939,309   | 652,146   | 639,192   | 829,259   | 717,810   | 795,111   | 604,225   | 720,283   | 715,029   | 814,280   | 649,874   | 8,771,406  |
| AHP Non-Facility | 3,654     | 5,354     | 5,578     | 3,849     | 7,040     | 2,051     | 3,785     | 8,046     | 6,996     | 7,570     | 16,287    | 4,910     | 75,118     |
| Non-AHP          | 46,113    | 83,262    | 46,231    | 49,487    | 46,018    | 50,703    | 44,017    | 50,441    | 44,782    | 41,173    | 62,304    | 51,392    | 615,923    |
| Prior Quarter    | 1,673,559 | 2,12,987  | 84,785    | 133,451   | 169,721   | 149,594   | 144,378   | 104,391   | 101,293   | 122,648   | 130,378   | 88,558    | 1,609,743  |
| FES Births       | 1,087,284 | 1,633,070 | 675,997   | 677,415   | 1,104,212 | 914,384   | 810,427   | 889,715   | 958,845   | 774,091   | 935,610   | 836,746   | 11,297,796 |
| FES Other        | 185       | 16,562    | 10,226    | -         | -         | 37,058    | 496,598   | 355,529   | 9,021     | (881)     | (3,151)   | -         | 910,722    |
| Uncomp. Care     | 1,999,681 | 2,873,983 | 1,481,298 | 1,503,395 | 2,156,249 | 1,871,600 | 2,294,317 | 2,012,147 | 1,841,220 | 1,659,630 | 1,955,708 | 1,631,480 | 23,280,707 |
| FQHC RECON       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| P204 TOTAL       | 1,178,793 | 1,518,770 | 1,171,440 | 1,034,758 | 1,512,627 | 1,144,474 | 1,216,022 | 949,246   | 1,064,972 | 1,078,122 | 1,311,108 | 1,050,285 | 14,230,618 |
| AHP Facility     | 26,719    | 39,472    | 21,710    | 16,261    | 30,178    | 37,295    | 19,568    | 32,813    | 26,691    | 31,768    | 65,843    | 67,885    | 416,205    |
| AHP Non-Facility | 95,395    | 142,423   | 93,347    | 99,939    | 129,101   | 80,898    | 87,808    | 61,399    | 86,036    | 90,507    | 102,006   | 99,619    | 1,168,478  |
| Non-AHP          | 85        | -         | 10,226    | -         | -         | 22,671    | 273,575   | 200,364   | 6,457     | (349)     | (1,729)   | -         | 511,299    |
| Prior Quarter    | 1,300,993 | 1,700,665 | 1,296,723 | 1,150,959 | 1,671,906 | 1,283,337 | 1,596,973 | 1,243,823 | 1,184,157 | 1,200,047 | 1,477,228 | 1,217,790 | 16,326,600 |
| FES Births       | 3,300,674 | 4,574,647 | 2,778,021 | 2,654,354 | 3,828,155 | 3,156,937 | 3,891,290 | 3,255,970 | 3,025,377 | 2,859,678 | 3,432,936 | 2,849,269 | 39,607,307 |
| FES Other        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Uncomp. Care     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | 1,629,000 | 2,063,200 | 1,649,100 | 2,077,400 | 1,643,100 | 1,656,100 | 3,198,500 | 1,632,700 | 1,640,100 | 1,618,400 | 2,036,700 | 1,633,500 | 22,479,800 |
| P204 TOTAL       | 1,000,900 | 1,251,700 | 1,001,700 | 1,286,900 | 1,029,900 | 1,030,400 | 1,071,300 | 857,300   | 857,700   | 858,100   | 1,073,000 | 858,800   | 12,177,700 |
| AHP Facility     | 32,300    | 40,300    | 32,300    | 41,500    | 33,100    | 33,100    | 34,500    | 27,600    | 27,600    | 27,600    | 34,500    | 27,600    | 392,000    |
| AHP Non-Facility | 80,800    | 100,900   | 80,800    | -         | -         | -         | -         | -         | -         | -         | -         | -         | 262,500    |
| Non-AHP          | 1,114,000 | 1,392,900 | 1,114,800 | 1,328,400 | 1,063,000 | 1,063,500 | 1,631,500 | 884,900   | 885,300   | 885,700   | 1,107,500 | 886,400   | 13,357,900 |
| Prior Quarter    | 2,743,000 | 3,456,100 | 2,763,900 | 3,405,800 | 2,706,100 | 2,719,600 | 4,830,000 | 2,517,600 | 2,525,400 | 2,504,100 | 3,144,200 | 2,521,900 | 35,837,700 |
| FES Births       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FES Other        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Uncomp. Care     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | 1,114,000 | 1,392,900 | 1,114,800 | 1,328,400 | 1,063,000 | 1,063,500 | 1,631,500 | 884,900   | 885,300   | 885,700   | 1,107,500 | 886,400   | 13,357,900 |
| ESA TOTAL        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL            | 2,743,000 | 3,456,100 | 2,763,900 | 3,405,800 | 2,706,100 | 2,719,600 | 4,830,000 | 2,517,600 | 2,525,400 | 2,504,100 | 3,144,200 | 2,521,900 | 35,837,700 |

FY 19 REBASE

|                  | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AHP Facility     | 658,400   | 825,600   | 661,800   | 852,200   | 682,500   | 682,900   | 854,000   | 683,500   | 683,800   | 684,000   | 855,400   | 684,700   | 8,808,800  |
| AHP Non-Facility | 8,800     | 11,100    | 8,800     | 11,200    | 9,100     | 9,100     | 11,200    | 9,100     | 9,100     | 9,100     | 11,200    | 9,100     | 116,900    |
| Non-AHP          | 45,200    | 56,500    | 45,200    | -         | -         | -         | -         | -         | -         | -         | -         | -         | 146,900    |
| Prior Quarter    | 1,26,800  | 179,600   | 139,400   | 186,400   | 128,500   | 140,600   | 163,900   | 115,900   | 122,700   | 100,500   | 138,600   | 116,000   | 1,658,900  |
| FES Births       | 789,800   | 990,400   | 793,900   | 1,027,600 | 823,000   | 823,500   | 1,029,800 | 824,200   | 824,500   | 824,800   | 1,031,500 | 825,700   | 10,608,700 |
| FES Other        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Uncomp. Care     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | 1,629,000 | 2,063,200 | 1,649,100 | 2,077,400 | 1,643,100 | 1,656,100 | 3,198,500 | 1,632,700 | 1,640,100 | 1,618,400 | 2,036,700 | 1,633,500 | 22,479,800 |
| P204 TOTAL       | 1,000,900 | 1,251,700 | 1,001,700 | 1,286,900 | 1,029,900 | 1,030,400 | 1,071,300 | 857,300   | 857,700   | 858,100   | 1,073,000 | 858,800   | 12,177,700 |
| AHP Facility     | 32,300    | 40,300    | 32,300    | 41,500    | 33,100    | 33,100    | 34,500    | 27,600    | 27,600    | 27,600    | 34,500    | 27,600    | 392,000    |
| AHP Non-Facility | 80,800    | 100,900   | 80,800    | -         | -         | -         | -         | -         | -         | -         | -         | -         | 262,500    |
| Non-AHP          | 1,114,000 | 1,392,900 | 1,114,800 | 1,328,400 | 1,063,000 | 1,063,500 | 1,631,500 | 884,900   | 885,300   | 885,700   | 1,107,500 | 886,400   | 13,357,900 |
| Prior Quarter    | 2,743,000 | 3,456,100 | 2,763,900 | 3,405,800 | 2,706,100 | 2,719,600 | 4,830,000 | 2,517,600 | 2,525,400 | 2,504,100 | 3,144,200 | 2,521,900 | 35,837,700 |
| FES Births       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FES Other        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Uncomp. Care     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | 1,114,000 | 1,392,900 | 1,114,800 | 1,328,400 | 1,063,000 | 1,063,500 | 1,631,500 | 884,900   | 885,300   | 885,700   | 1,107,500 | 886,400   | 13,357,900 |
| ESA TOTAL        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL            | 2,743,000 | 3,456,100 | 2,763,900 | 3,405,800 | 2,706,100 | 2,719,600 | 4,830,000 | 2,517,600 | 2,525,400 | 2,504,100 | 3,144,200 | 2,521,900 | 35,837,700 |

FY 20 REQUEST

|                  | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AHP Facility     | 856,500   | 685,700   | 686,300   | 890,600   | 713,000   | 713,500   | 892,500   | 714,300   | 714,500   | 893,200   | 715,000   | 715,700   | 9,190,800  |
| AHP Non-Facility | 11,200    | 9,100     | 9,100     | 11,700    | 9,300     | 9,300     | 11,700    | 9,300     | 9,300     | 11,700    | 9,300     | 9,300     | 120,300    |
| Non-AHP          | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Prior Quarter    | 1,53,500  | 139,200   | 135,000   | 182,000   | 125,400   | 137,200   | 160,000   | 113,100   | 119,800   | 122,600   | 108,200   | 113,300   | 1,609,300  |
| FES Births       | 1,032,700 | 826,800   | 827,500   | 1,079,300 | 864,100   | 864,700   | 1,081,700 | 865,700   | 865,800   | 1,082,400 | 866,600   | 867,400   | 11,124,700 |
| FES Other        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Uncomp. Care     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | 2,053,900 | 1,660,800 | 1,657,900 | 2,163,600 | 1,711,800 | 1,724,700 | 3,297,900 | 1,702,400 | 1,709,400 | 2,109,900 | 1,699,100 | 1,708,700 | 23,197,100 |
| P204 TOTAL       | 1,073,900 | 859,500   | 859,900   | 1,103,300 | 883,100   | 883,400   | 1,578,200 | 1,263,000 | 1,263,600 | 1,580,200 | 1,264,700 | 1,265,100 | 13,877,900 |
| AHP Facility     | 34,500    | 27,600    | 27,600    | 35,400    | 28,300    | 28,300    | 50,600    | 40,500    | 40,500    | 50,600    | 40,500    | 40,500    | 444,900    |
| AHP Non-Facility | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Non-AHP          | 1,108,400 | 887,100   | 887,500   | 1,138,700 | 911,400   | 911,700   | 2,379,800 | 1,303,500 | 1,304,100 | 1,630,800 | 1,305,200 | 1,305,600 | 15,073,800 |
| Prior Quarter    | 3,162,300 | 2,547,900 | 2,545,400 | 3,302,300 | 2,623,200 | 2,636,400 | 5,677,700 | 3,005,900 | 3,013,500 | 3,740,700 | 3,004,300 | 3,011,300 | 38,270,900 |
| FES Births       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FES Other        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| Uncomp. Care     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FQHC RECON       | 1,108,400 | 887,100   | 887,500   | 1,138,700 | 911,400   | 911,700   | 2,379,800 | 1,303,500 | 1,304,100 | 1,630,800 | 1,305,200 | 1,305,600 | 15,073,800 |
| ESA TOTAL        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| TOTAL            | 3,162,300 | 2,547,900 | 2,545,400 | 3,302,300 | 2,623,200 | 2,636,400 | 5,677,700 | 3,005,900 | 3,013,500 | 3,740,700 | 3,004,300 | 3,011,300 | 38,270,900 |

ENROLLMENT

FY 18 ACTUAL

|                   | Jul-17  | Aug-17  | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AHHP Facility     | 11,093  | 11,090  | 11,031  | 10,981  | 10,910  | 10,674  | 10,581  | 10,351  | 10,284  | 10,271  | 10,284  | 10,347  | 127,897   |
| AHHP Non-Facility | 11,093  | 11,090  | 11,031  | 10,981  | 10,910  | 10,674  | 10,581  | 10,351  | 10,284  | 10,271  | 10,284  | 10,347  | 127,897   |
| Non-AHHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births        | 561     | 623     | 584     | 583     | 515     | 534     | 484     | 438     | 506     | 393     | 471     | 421     | 6,113     |
| FES Other         | 71,662  | 71,581  | 71,534  | 71,475  | 71,300  | 71,018  | 70,479  | 68,985  | 67,843  | 67,457  | 67,125  | 66,592  | 837,051   |
| Uncomp. Care      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FQHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| P204 TOTAL        | 94,409  | 94,384  | 94,180  | 94,020  | 93,635  | 92,900  | 92,125  | 90,125  | 88,917  | 88,392  | 88,164  | 87,707  | 1,098,958 |
| AHHP Facility     | 28,580  | 28,754  | 28,725  | 28,792  | 28,827  | 28,672  | 28,560  | 28,122  | 27,992  | 27,865  | 27,846  | 27,767  | 340,502   |
| AHHP Non-Facility | 28,580  | 28,754  | 28,725  | 28,792  | 28,827  | 28,672  | 28,560  | 28,122  | 27,992  | 27,865  | 27,846  | 27,767  | 340,502   |
| Non-AHHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FQHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| ESA TOTAL         | 57,160  | 57,508  | 57,450  | 57,584  | 57,654  | 57,344  | 57,120  | 56,244  | 55,984  | 55,730  | 55,692  | 55,534  | 681,004   |
| TOTAL             | 151,569 | 151,892 | 151,630 | 151,604 | 151,289 | 150,244 | 149,245 | 146,369 | 144,901 | 144,122 | 143,856 | 143,241 | 1,779,962 |

FY 19 REBASE

|                   | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AHHP Facility     | 10,413  | 10,446  | 10,467  | 10,481  | 10,492  | 10,499  | 10,504  | 10,508  | 10,512  | 10,515  | 10,521  | 10,527  | 125,884   |
| AHHP Non-Facility | 10,413  | 10,446  | 10,467  | 10,481  | 10,492  | 10,499  | 10,504  | 10,508  | 10,512  | 10,515  | 10,521  | 10,527  | 125,884   |
| Non-AHHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births        | 522     | 591     | 573     | 593     | 511     | 559     | 522     | 461     | 488     | 400     | 441     | 462     | 6,123     |
| FES Other         | 67,386  | 67,599  | 67,734  | 67,828  | 67,895  | 67,941  | 67,973  | 68,001  | 68,025  | 68,047  | 68,082  | 68,122  | 814,634   |
| Uncomp. Care      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FQHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| P204 TOTAL        | 88,733  | 89,082  | 89,241  | 89,384  | 89,389  | 89,498  | 89,502  | 89,479  | 89,537  | 89,477  | 89,565  | 89,637  | 1,072,525 |
| AHHP Facility     | 28,243  | 28,255  | 28,267  | 28,278  | 28,290  | 28,302  | 28,314  | 28,326  | 28,337  | 28,349  | 28,361  | 28,373  | 339,695   |
| AHHP Non-Facility | 28,243  | 28,255  | 28,267  | 28,278  | 28,290  | 28,302  | 28,314  | 28,326  | 28,337  | 28,349  | 28,361  | 28,373  | 339,695   |
| Non-AHHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FQHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| ESA TOTAL         | 56,487  | 56,510  | 56,533  | 56,557  | 56,581  | 56,604  | 56,628  | 56,651  | 56,675  | 56,698  | 56,722  | 56,745  | 679,390   |
| TOTAL             | 145,220 | 145,592 | 145,774 | 145,941 | 145,970 | 146,102 | 146,130 | 146,130 | 146,212 | 146,176 | 146,286 | 146,383 | 1,751,915 |

FY 20 REQUEST

|                   | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AHHP Facility     | 10,534  | 10,541  | 10,550  | 10,559  | 10,567  | 10,574  | 10,582  | 10,586  | 10,588  | 10,589  | 10,597  | 10,606  | 126,873   |
| AHHP Non-Facility | 10,534  | 10,541  | 10,550  | 10,559  | 10,567  | 10,574  | 10,582  | 10,586  | 10,588  | 10,589  | 10,597  | 10,606  | 126,873   |
| Non-AHHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births        | 488     | 553     | 537     | 555     | 478     | 523     | 488     | 432     | 457     | 374     | 413     | 432     | 5,732     |
| FES Other         | 68,166  | 68,217  | 68,271  | 68,328  | 68,379  | 68,429  | 68,478  | 68,504  | 68,520  | 68,527  | 68,574  | 68,637  | 821,030   |
| Uncomp. Care      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FQHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| P204 TOTAL        | 89,722  | 89,853  | 89,908  | 90,001  | 89,991  | 90,101  | 90,129  | 90,107  | 90,154  | 90,080  | 90,180  | 90,282  | 1,080,508 |
| AHHP Facility     | 28,384  | 28,396  | 28,408  | 28,420  | 28,432  | 28,444  | 28,455  | 28,467  | 28,479  | 28,491  | 28,503  | 28,515  | 341,394   |
| AHHP Non-Facility | 28,384  | 28,396  | 28,408  | 28,420  | 28,432  | 28,444  | 28,455  | 28,467  | 28,479  | 28,491  | 28,503  | 28,515  | 341,394   |
| Non-AHHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FQHC RECON        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| ESA TOTAL         | 56,769  | 56,793  | 56,816  | 56,840  | 56,863  | 56,887  | 56,911  | 56,934  | 56,958  | 56,982  | 57,005  | 57,029  | 682,787   |
| TOTAL             | 146,491 | 146,646 | 146,724 | 146,840 | 146,854 | 146,988 | 147,040 | 147,042 | 147,112 | 147,062 | 147,185 | 147,311 | 1,763,295 |

**PMPM**

**FY 18 ACTUAL**

|                   | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>SFY Average</u> |
|-------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AHHP Facility     | 377.55        | 611.87        | 441.51        | 385.00        | 424.88        | 405.72        | 468.12        | 543.33        | 466.47        | 454.74        | 610.76        | 416.15        | 466.55             |
| AHHP Non-Facility | 203.65        | 275.35        | 192.20        | 193.32        | 252.44        | 223.34        | 249.57        | 193.87        | 232.61        | 231.21        | 262.97        | 208.60        | 226.52             |
| Non-AHHP          |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| Prior Quarter     | 971.00        | 1,111.42      | 471.97        | 760.23        | 1,094.51      | 930.38        | 990.71        | 791.55        | 664.84        | 1,036.47      | 919.33        | 698.61        | 869.22             |
| FES Births        | 49.33         | 74.17         | 30.72         | 31.48         | 51.43         | 42.76         | 38.19         | 42.83         | 46.94         | 38.11         | 46.29         | 41.73         | 44.54              |
| FES Other         |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| Uncomp. Care      |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| FOHC RECON        |               |               |               |               |               |               |               |               |               |               |               |               |                    |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AHHP Facility     | 552.81 | 809.12 | 586.37 | 492.24 | 543.09 | 555.10 | 654.98 | 634.30 | 622.79 | 628.16 | 799.94 | 589.41 | 621.95 |
| AHHP Non-Facility | 406.36 | 520.39 | 401.79 | 358.67 | 523.68 | 398.36 | 506.28 | 401.36 | 452.39 | 460.06 | 559.86 | 449.76 | 453.07 |
| Non-AHHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FOHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

**FY 19 REBASE**

|                   | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>SFY Average</u> |
|-------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AHHP Facility     | 455.19        | 568.99        | 455.19        | 568.99        | 455.19        | 455.19        | 611.92        | 489.53        | 489.53        | 489.53        | 611.92        | 489.53        | 511.76             |
| AHHP Non-Facility | 209.98        | 262.47        | 209.98        | 269.33        | 215.46        | 215.46        | 269.33        | 215.46        | 215.46        | 215.46        | 269.33        | 215.46        | 231.93             |
| Non-AHHP          |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| Prior Quarter     | 807.46        | 1,009.32      | 807.46        | 1,040.94      | 832.76        | 832.76        | 1,040.94      | 832.76        | 832.76        | 832.76        | 1,040.94      | 832.76        | 898.18             |
| FES Births        | 38.93         | 48.66         | 38.93         | 50.18         | 40.15         | 40.15         | 50.18         | 40.15         | 40.15         | 40.15         | 50.18         | 40.15         | 43.16              |
| FES Other         |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| Uncomp. Care      |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| FOHC RECON        |               |               |               |               |               |               |               |               |               |               |               |               |                    |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AHHP Facility     | 604.52 | 755.65 | 604.52 | 755.65 | 604.52 | 604.52 | 812.65 | 650.12 | 650.12 | 650.12 | 812.65 | 650.12 | 679.62 |
| AHHP Non-Facility | 421.38 | 526.73 | 421.38 | 540.49 | 432.39 | 432.39 | 540.49 | 432.39 | 432.39 | 432.39 | 540.49 | 432.39 | 465.44 |
| Non-AHHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FOHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

**FY 20 REQUEST**

|                   | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> | <u>SFY Average</u> |
|-------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AHHP Facility     | 611.92        | 489.53        | 489.53        | 611.92        | 489.53        | 489.53        | 658.08        | 526.46        | 526.46        | 658.08        | 526.46        | 526.46        | 550.34             |
| AHHP Non-Facility | 269.33        | 215.46        | 215.46        | 276.36        | 221.09        | 221.09        | 276.36        | 221.09        | 221.09        | 276.36        | 221.09        | 221.09        | 237.98             |
| Non-AHHP          |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| Prior Quarter     | 1,040.94      | 832.76        | 832.76        | 1,073.56      | 858.84        | 858.84        | 1,073.56      | 858.84        | 858.84        | 1,073.56      | 858.84        | 858.84        | 922.51             |
| FES Births        | 50.18         | 40.15         | 40.15         | 51.76         | 41.40         | 41.40         | 51.76         | 41.40         | 41.40         | 51.76         | 41.40         | 41.40         | 44.51              |
| FES Other         |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| Uncomp. Care      |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| FOHC RECON        |               |               |               |               |               |               |               |               |               |               |               |               |                    |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AHHP Facility     | 812.65 | 650.12 | 650.12 | 812.65 | 650.12 | 650.12 | 873.96 | 699.17 | 699.17 | 873.96 | 699.17 | 699.17 | 730.87 |
| AHHP Non-Facility | 540.49 | 432.39 | 432.39 | 554.61 | 443.69 | 443.69 | 554.61 | 443.69 | 443.69 | 554.61 | 443.69 | 443.69 | 477.59 |
| Non-AHHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FOHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

**AIHP Facility**

| Historical AIHP Payment Rates |  | 2013                 |                 | 2014           |         | 2015            |                | 2016        |                 | 2017           |             | 2018            |                |
|-------------------------------|--|----------------------|-----------------|----------------|---------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|
|                               |  | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate |
| Outpatient/Inpatient          |  | \$ 330.00            | \$ 342.00       | \$ 2,272.00    | 3.64%   | \$ 342.00       | \$ 350.00      | \$ 2,443.00 | 2.34%           | \$ 350.00      | \$ 368.00   | \$ 2,933.00     | 5.14%          |
| Outpatient Rate               |  | \$ 2,272.00          | \$ 2,413.00     |                | 6.21%   | \$ 2,413.00     | \$ 2,443.00    |             | 1.24%           | \$ 2,443.00    | \$ 2,655.00 |                 | 8.68%          |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  | \$ 368.00            | \$ 391.00       | \$ 2,655.00    | 6.25%   | \$ 391.00       | \$ 391.00      | \$ 2,933.00 | 10.47%          | \$ 391.00      | \$ 427.00   | \$ 3,229.00     | 9.21%          |
| Inpatient Rate                |  | \$ 2,655.00          | \$ 2,933.00     |                | 10.47%  | \$ 2,933.00     | \$ 2,933.00    |             |                 | \$ 2,933.00    | \$ 3,229.00 |                 | 10.09%         |
| Outpatient Rate               |  | \$ 391.00            | \$ 427.00       | \$ 2,933.00    | 9.21%   | \$ 427.00       | \$ 427.00      | \$ 3,229.00 | 10.09%          | \$ 427.00      | \$ 427.00   | \$ 3,229.00     | 0.00%          |
| Inpatient Rate                |  | \$ 2,933.00          | \$ 3,229.00     |                |         | \$ 3,229.00     | \$ 3,229.00    |             |                 | \$ 3,229.00    | \$ 3,229.00 |                 |                |

| Average Inflation |  | % + / -    |        |
|-------------------|--|------------|--------|
| 2-Year Average    |  | Outpatient | 7.73%  |
|                   |  | Inpatient  | 10.28% |
| 3-Year Average    |  | Outpatient | 6.87%  |
|                   |  | Inpatient  | 9.75%  |
| 4-Year Average    |  | Outpatient | 5.73%  |
|                   |  | Inpatient  | 7.62%  |
| 5-Year Average    |  | Outpatient | 5.32%  |
|                   |  | Inpatient  | 7.34%  |

| Programmatic Weights for AIHP Inflation |                                |                |                           |
|---|--------------------------------|----------------|---------------------------|
| OP/IP                                   | Program                        | Weights        | Weighted Inflation Factor |
| OP                                      | Traditional                    | 74.25%         | 5.10%                     |
| IP                                      | Traditional                    | 25.75%         | 2.51%                     |
| <b>Total</b>                            | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| OP                                      | Proposition 204                | 76.49%         | 5.25%                     |
| IP                                      | Proposition 204                | 23.51%         | 2.29%                     |
| <b>Total</b>                            | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| OP                                      | Newly Eligible Children        | 89.12%         | 6.12%                     |
| IP                                      | Newly Eligible Children        | 10.88%         | 1.06%                     |
| <b>Total</b>                            | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| OP                                      | Newly Eligible Adults          | 81.43%         | 5.59%                     |
| IP                                      | Newly Eligible Adults          | 18.57%         | 1.81%                     |
| <b>Total</b>                            | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| OP                                      | AL/TCS-EPD                     | 78.81%         | 5.41%                     |
| IP                                      | AL/TCS-EPD                     | 21.19%         | 2.06%                     |
| <b>Total</b>                            | <b>AL/TCS-EPD</b>              | <b>100.00%</b> | <b>7.48%</b>              |

**AIHP Non-Facility**

| AIHP Non-Facility Inflation Factors |                        |                         |                           |                            |                  |
|-------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|------------------|
| Fiscal Year                         | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | LTC <sup>6</sup> |
| SFY 2020                            | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 3.38%            |
| Long Term                           | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 3.34%            |

| AIHP Non-Facility Programmatic Weights |           |            |              |               |        |        |
|--|-----------|------------|--------------|---------------|--------|--------|
| Program                                | Inpatient | Outpatient | Professional | Prescriptions | Dental | LTC    |
| Traditional                            | 19.55%    | 56.37%     | 20.42%       | 2.56%         | 0.64%  | 0.47%  |
| Proposition 204                        | 17.12%    | 55.72%     | 22.77%       | 3.53%         | 0.02%  | 0.84%  |
| Newly Eligible Children                | 9.13%     | 74.85%     | 9.53%        | 4.18%         | 2.31%  | 0.00%  |
| Newly Eligible Adults                  | 14.82%    | 65.00%     | 12.53%       | 6.74%         | 0.03%  | 0.88%  |
| AL/TCS-EPD                             | 3.53%     | 13.14%     | 51.60%       | 1.49%         | 0.00%  | 30.24% |

| AIHP Non-Facility Weighted Inflation Rates |           |           |                           |
|--|-----------|-----------|---------------------------|
| Program                                    | SFY 2020  | Long Term | Weighted Inflation Factor |
| Traditional                                | SFY 2020  | Long Term | 2.97%                     |
|  | Long Term | SFY 2020  | 2.66%                     |
| Proposition 204                            | SFY 2020  | Long Term | 2.96%                     |
|  | Long Term | SFY 2020  | 2.61%                     |
| Newly Eligible Children                    | SFY 2020  | Long Term | 2.91%                     |
|  | Long Term | SFY 2020  | 2.63%                     |
| Newly Eligible Adults                      | SFY 2020  | Long Term | 2.93%                     |
|  | Long Term | SFY 2020  | 2.68%                     |
| AL/TCS-EPD                                 | SFY 2020  | Long Term | 3.08%                     |
|  | Long Term | SFY 2020  | 2.39%                     |

**Notes:**

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

# FES Inflation Forecast

| Calendar Quarter | Physicians Services Index Increase |                                    | Physicians Services SFY Average Increase |                                    | Inpatient Services Index Increase |   | AHCCCS Inpatient Index SFY Average Increase |                                     | Weighted Index SFY Average Increase |       |
|------------------|------------------------------------|------------------------------------|--|------------------------------------|-----------------------------------|---|---|-------------------------------------|-------------------------------------|-------|
|                  | Index Increase                     | Physicians Services Index Increase | SFY Average Increase                     | Physicians Services Index Increase | Inpatient Services Index Increase | AHCCCS Inpatient Index SFY Average Increase | AHCCCS Inpatient Index SFY Average Increase | Weighted Index SFY Average Increase |                                     |       |
| 2011.3           |                                    | 2.4%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2011.4           |                                    | 2.6%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2012.1           |                                    | 1.7%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2012.2           |                                    | 1.7%                               | 2.10%                                    |                                    |                                   | 2.0%  | 2.42%                                       | SFY 12                              |                                     | 2.36% |
| 2012.3           |                                    | 2.6%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2012.4           |                                    | 2.2%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.1           |                                    | 2.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.2           |                                    | 2.4%                               | 2.42%                                    |                                    |                                   | 2.1%  | 2.02%                                       | SFY 13                              |                                     | 2.10% |
| 2013.3           |                                    | 1.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.4           |                                    | 1.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.1           |                                    | 1.4%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.2           |                                    | 1.4%                               | 1.47%                                    |                                    |                                   | 1.9%  | 1.82%                                       | SFY 14                              |                                     | 1.75% |
| 2014.3           |                                    | 1.3%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2014.4           |                                    | 1.4%                               |  |                                    |                                   | 2.1%  |   |                                     |                                     |       |
| 2015.1           |                                    | 1.5%                               |  |                                    |                                   | 1.8%  |   |                                     |                                     |       |
| 2015.2           |                                    | 1.8%                               | 1.52%                                    |                                    |                                   | 1.7%  | 1.86%                                       | SFY 15                              |                                     | 1.79% |
| 2015.3           |                                    | 2.1%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2015.4           |                                    | 2.3%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2016.1           |                                    | 2.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2016.2           |                                    | 2.7%                               | 2.44%                                    |                                    |                                   | 1.8%  | 1.66%                                       | SFY 16                              |                                     | 1.81% |
| 2016.3           |                                    | 4.0%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2016.4           |                                    | 3.8%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2017.1           |                                    | 3.4%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2017.2           |                                    | 0.9%                               | 3.02%                                    |                                    |                                   | 2.5%  | 2.33%                                       | SFY 17                              |                                     | 2.47% |
| 2017.3           |                                    | -0.7%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2017.4           |                                    | -1.4%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2018.1           |                                    | -1.0%                              |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2018.2           |                                    | 1.0%                               | -0.56%                                   |                                    |                                   | 2.6%  | 2.55%                                       | SFY 18                              |                                     | 1.93% |
| 2018.3           |                                    | 1.5%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2018.4           |                                    | 2.2%                               |  |                                    |                                   | 2.8%  |   |                                     |                                     |       |
| 2019.1           |                                    | 2.7%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2019.2           |                                    | 2.9%                               | 2.35%                                    |                                    |                                   | 2.9%  | 2.88%                                       | SFY 19                              |                                     | 2.78% |
| 2019.3           |                                    | 3.1%                               |  |                                    |                                   | 3.0%  |   |                                     |                                     |       |
| 2019.4           |                                    | 3.1%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.1           |                                    | 2.9%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.2           |                                    | 2.9%                               | 3.00%                                    |                                    |                                   | 3.2%  | 3.17%                                       | SFY 20                              |                                     | 3.13% |

**Notes:**  
 Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).  
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

**Births - Federal Emergency Services**

|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2012.3 | 2,433      |  | 23.25%                 |                        |  |              |                          |                          |
| 2012.4 | 2,302      |  | -5.38%                 |                        |  |              |                          |                          |
| 2013.1 | 1,922      |  | -16.51%                |                        |  | 8,551        | -5.79%                   | -9.71%                   |
| 2013.2 | 1,894      |  | -1.46%                 |                        |  |              |                          | SFY 12-13                |
| 2013.3 | 2,204      |  | 16.37%                 |                        |  |              |                          |                          |
| 2013.4 | 2,113      |  | -4.13%                 |                        |  |              |                          |                          |
| 2014.1 | 1,885      |  | -10.79%                |                        |  |              |                          |                          |
| 2014.2 | 1,815      |  | -3.71%                 |                        |  | 8,017        | -6.24%                   | 3.32%                    |
| 2014.3 | 2,131      |  | 17.41%                 |                        |  |              |                          | SFY 13-14                |
| 2014.4 | 2,081      |  | -2.35%                 |                        |  |              |                          |                          |
| 2015.1 | 1,883      |  | -9.51%                 |                        |  |              |                          |                          |
| 2015.2 | 1,587      |  | -15.72%                |                        |  | 7,682        | -4.18%                   | -17.00%                  |
| 2015.3 | 1,842      |  | 16.07%                 |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 2,005      |  | 8.85%                  |                        |  |              |                          |                          |
| 2016.1 | 1,755      |  | -12.47%                |                        |  | 7,092        | -7.68%                   | -4.06%                   |
| 2016.2 | 1,490      |  | -15.10%                |                        |  |              |                          | SFY 15-16                |
| 2016.3 | 1,885      |  | 26.51%                 |                        |  |              |                          |                          |
| 2016.4 | 1,802      |  | -4.40%                 |                        |  |              |                          |                          |
| 2017.1 | 1,628      |  | -9.66%                 |                        |  |              |                          |                          |
| 2017.2 | 1,454      |  | -10.69%                |                        |  | 6,769        | -4.55%                   | 4.81%                    |
| 2017.3 | 1,768      |  | 21.60%                 |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 1,632      |  | -7.69%                 |                        |  |              |                          |                          |
| 2018.1 | 1,428      |  | -12.50%                |                        |  |              |                          |                          |
| 2018.2 | 1,285      |  | -10.01%                |                        |  | 6,113        | -9.69%                   | -22.75%                  |
| 2018.3 |            |  | 31.21%                 | 1,686                  |  |              |                          | SFY 17-18                |
| 2018.4 |            |  | -1.36%                 | 1,663                  |  |              |                          |                          |
| 2019.1 |            |  | -11.57%                | 1,471                  |  |              |                          |                          |
| 2019.2 |            |  | -11.44%                | 1,303                  |  | 6,123        | 0.16%                    | 9.69%                    |
| 2019.3 |            |  | 21.19%                 | 1,579                  |  |              |                          | SFY 18-19                |
| 2019.4 |            |  | -1.36%                 | 1,557                  |  |              |                          |                          |
| 2020.1 |            |  | -11.57%                | 1,377                  |  |              |                          |                          |
| 2020.2 |            |  | -11.44%                | 1,219                  |  | 5,732        | -6.38%                   | -6.38%                   |
|        |            |  |                        |                        |  |              |                          | SFY 19-20                |

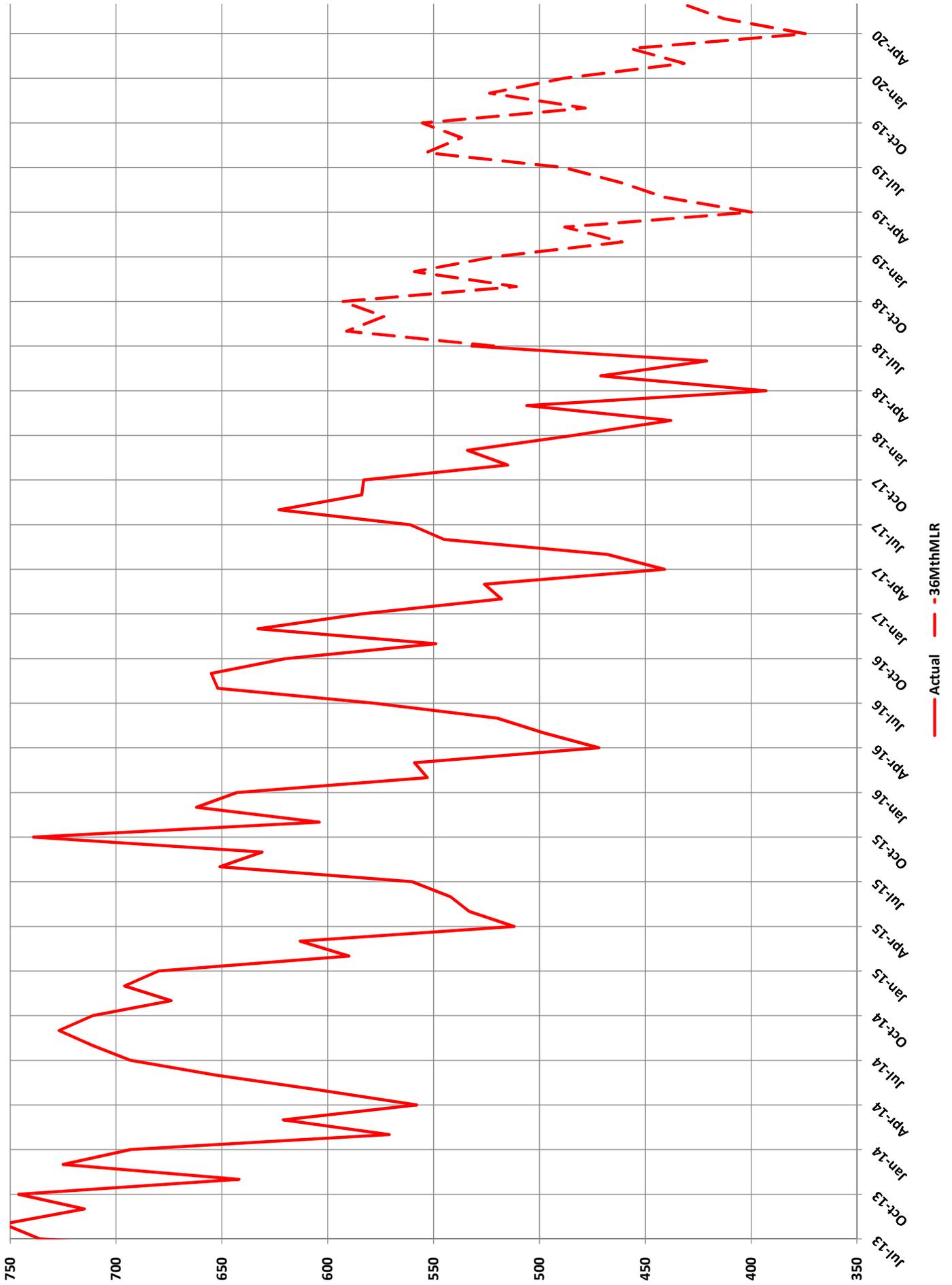
**Notes:**

(1) Data are obtained from the monthly Newborn Report

(2) Forecast uses 36-Month Regression against trend and seasonal components

Adj. R Squared: 0.7728  
Standard Error: 15.22

# Births - Federal Emergency Services



**AIHP - Proposition 204**

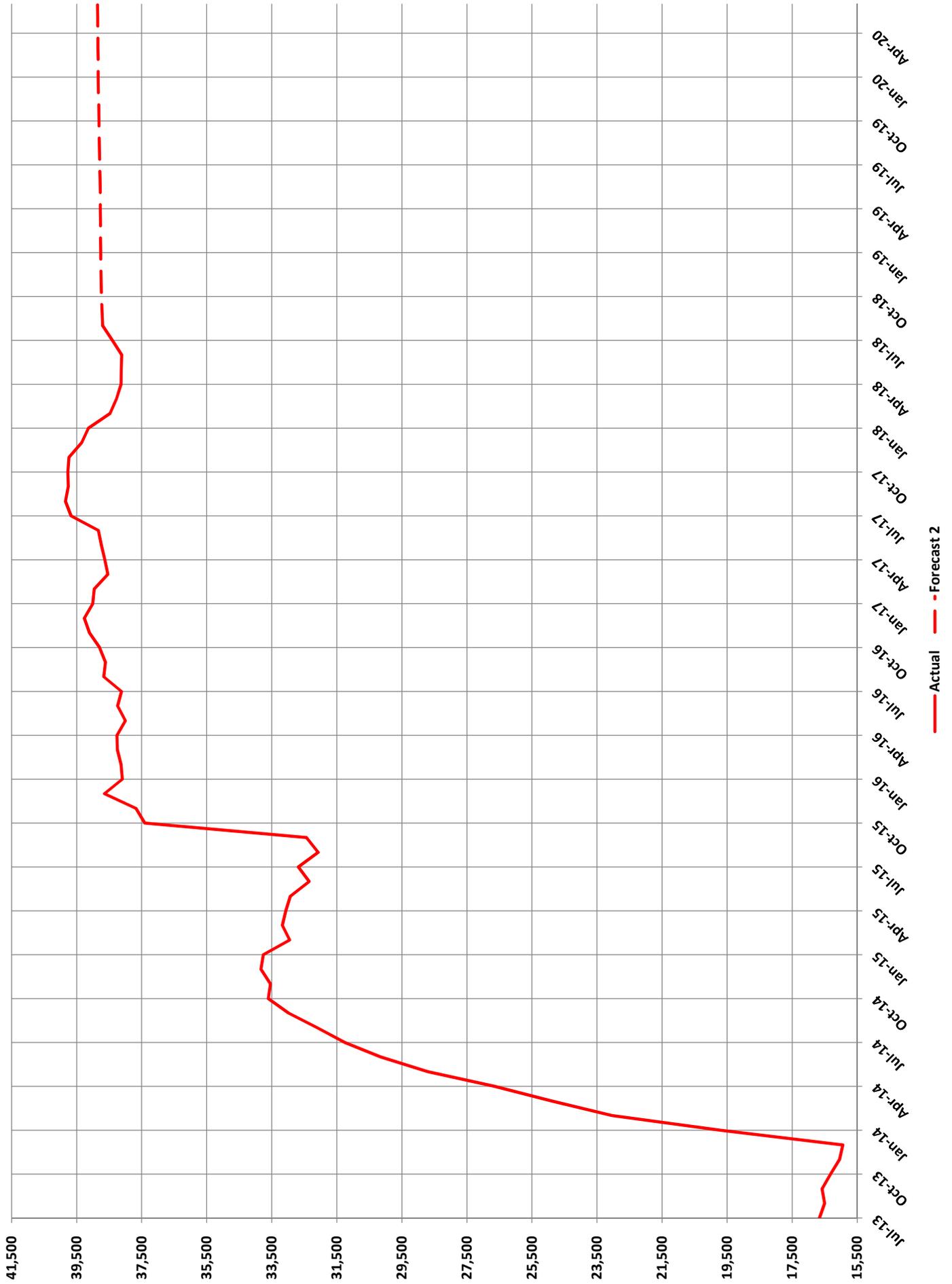
|        | ENROLLMENT |             | PERCENT  |             | ENROLLMENT |         | SFY     | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|-------------|----------|-------------|------------|---------|---------|--------------|----------|--------------|-----------|
|        | ACTUAL     | QTR. GROWTH | FORECAST | QTR. GROWTH | FORECAST   | TOTAL   |         | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 60,676     | -8.82%      |          |             |            |         |         |              |          |              |           |
| 2012.4 | 56,085     | -7.57%      |          |             |            |         |         |              |          |              |           |
| 2013.1 | 53,157     | -5.22%      |          |             |            |         |         |              |          |              |           |
| 2013.2 | 50,787     | -4.46%      |          |             |            | 220,705 | -29.05% |              | -21.74%  |              | SFY 12-13 |
| 2013.3 | 49,742     | -2.06%      |          |             |            |         |         |              |          |              |           |
| 2013.4 | 48,310     | -2.88%      |          |             |            |         |         |              |          |              |           |
| 2014.1 | 67,618     | 39.97%      |          |             |            |         |         |              |          |              |           |
| 2014.2 | 85,496     | 26.44%      |          |             |            | 251,166 | 13.80%  |              | 80.30%   |              | SFY 13-14 |
| 2014.3 | 96,329     | 12.67%      |          |             |            |         |         |              |          |              |           |
| 2014.4 | 100,983    | 4.83%       |          |             |            |         |         |              |          |              |           |
| 2015.1 | 99,891     | -1.08%      |          |             |            |         |         |              |          |              |           |
| 2015.2 | 98,351     | -1.54%      |          |             |            | 395,554 | 57.49%  |              | 7.30%    |              | SFY 14-15 |
| 2015.3 | 97,186     | -1.18%      |          |             |            |         |         |              |          |              |           |
| 2015.4 | 113,730    | 17.02%      |          |             |            |         |         |              |          |              |           |
| 2016.1 | 114,472    | 0.65%       |          |             |            |         |         |              |          |              |           |
| 2016.2 | 114,505    | 0.03%       |          |             |            | 439,893 | 11.21%  |              | 18.22%   |              | SFY 15-16 |
| 2016.3 | 115,398    | 0.78%       |          |             |            |         |         |              |          |              |           |
| 2016.4 | 117,167    | 1.53%       |          |             |            |         |         |              |          |              |           |
| 2017.1 | 116,506    | -0.56%      |          |             |            |         |         |              |          |              |           |
| 2017.2 | 116,202    | -0.26%      |          |             |            | 465,273 | 5.77%   |              | 1.55%    |              | SFY 16-17 |
| 2017.3 | 119,273    | 2.64%       |          |             |            |         |         |              |          |              |           |
| 2017.4 | 118,856    | -0.35%      |          |             |            |         |         |              |          |              |           |
| 2018.1 | 115,890    | -2.50%      |          |             |            |         |         |              |          |              |           |
| 2018.2 | 114,380    | -1.30%      |          |             |            | 468,399 | 0.67%   |              | -1.85%   |              | SFY 17-18 |
| 2018.3 | 115,826    | 1.26%       |          |             |            |         |         |              |          |              |           |
| 2018.4 | 116,237    | 0.35%       |          |             |            |         |         |              |          |              |           |
| 2019.1 | 116,289    | 0.04%       |          |             |            |         |         |              |          |              |           |
| 2019.2 | 116,328    | 0.03%       |          |             |            | 464,679 | -0.79%  |              | 1.75%    |              | SFY 18-19 |
| 2019.3 | 116,390    | 0.05%       |          |             |            |         |         |              |          |              |           |
| 2019.4 | 116,465    | 0.06%       |          |             |            |         |         |              |          |              |           |
| 2020.1 | 116,521    | 0.05%       |          |             |            | 465,933 | 0.27%   |              | 0.21%    |              | SFY 19-20 |
| 2020.2 | 116,557    | 0.03%       |          |             |            |         |         |              |          |              |           |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on the combined recommended forecasts for all P204 populations

Adj. R Squared: 0.2993  
 Standard Error: 126.85

# AIHP - Proposition 204



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Proposition 204 - Fee-for-Service |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund                  |   |            |             |               |
| <b>Appropriated</b>                               |   |            |             |               |
| 0000 FTE  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals         | (724.2)                                     | 2,256.2    | (500.9)     | 1,755.3       |
| 7000 Other Operating Expenses                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                        | (724.2)                                     | 2,256.2    | (500.9)     | 1,755.3       |
| <b>Fund Total:</b>                                | (724.2)                                     | 2,256.2    | (500.9)     | 1,755.3       |
| <b>Fund:</b> 2120-N AHCCCS Fund                   |   |            |             |               |
| <b>Non-Appropriated</b>                           |   |            |             |               |
| 0000 FTE  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services            | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals         | 459,488.6                                   | 540,980.2  | 3,643.4     | 544,623.6     |
| 7000 Other Operating Expenses                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                               | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   |   | Arizona Health Care Cost Containment System |            |             |               |
|---|---|---|------------|-------------|---------------|
|   |   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|   |   | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Proposition 204 - Fee-for-Service |   |   |            |             |               |
| <b>Fund:</b>                                      | 2120-N AHCCCS Fund                        |   |            |             |               |
| <b>Non-Appropriated</b>                           |   |   |            |             |               |
|   | 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           |
|   | <b>Non-Appropriated Total:</b>            | 459,488.6                                   | 540,980.2  | 3,643.4     | 544,623.6     |
| <b>Fund Total:</b>                                |   | 459,488.6                                   | 540,980.2  | 3,643.4     | 544,623.6     |
| <b>Fund:</b>                                      | 2576-N Hospital Assessment                |   |            |             |               |
| <b>Non-Appropriated</b>                           |   |   |            |             |               |
|   | 0000 FTE                                  | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6000 Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6100 Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6200 Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6500 Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6600 Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6700 Food                                 | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 6800 Aid to Organizations and Individuals | 35,245.9                                    | 42,856.1   | (6,340.5)   | 36,515.6      |
|   | 7000 Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 8000 Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 8100 Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 8600 Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 9000 Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           |
|   | 9100 Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           |
|   | <b>Non-Appropriated Total:</b>            | 35,245.9                                    | 42,856.1   | (6,340.5)   | 36,515.6      |
| <b>Fund Total:</b>                                |   | 35,245.9                                    | 42,856.1   | (6,340.5)   | 36,515.6      |
| <b>Program Total For Selected Funds:</b>          |   | 494,010.3                                   | 586,092.5  | (3,198.0)   | 582,894.5     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Fee-for-Service</b>           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 494,010.3         | 586,092.5             |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Fee-for-Service</b>           |

|  | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|--|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                        | <b>494,010.3</b>          | <b>586,092.5</b>              |
| <b>Appropriated</b>                                      |                           |                               |
| 1000-A General Fund (Appropriated)                       | (724.2)                   | 2,256.2                       |
|  | <u>(724.2)</u>            | <u>2,256.2</u>                |
| <b>Non-Appropriated</b>                                  |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 459,488.6                 | 540,980.2                     |
| 2576-N Hospital Assessment (Non-Appropriated)            | 35,245.9                  | 42,856.1                      |
|  | <u>494,734.5</u>          | <u>583,836.3</u>              |
| <b>Fund Source Total</b>                                 | <b>494,010.3</b>          | <b>586,092.5</b>              |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Fee-for-Service</b>           |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Fee-for-Service</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Fee-for-Service</b>           |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





**PROPOSITION 204 REINSURANCE**

**PROGRAM DESCRIPTION/BACKGROUND:** Reinsurance is a stop-loss program provided by AHCCCS to its contractors for the partial reimbursement of covered inpatient facility medical services incurred for a member with an acute medical condition beyond an annual deductible. AHCCCS provides both regular and catastrophic reinsurance coverage to health plan contractors. The purpose of reinsurance is to reduce the health plans' financial risk for major medical costs incurred by members.

The reinsurance program provides critical safeguards to AHCCCS health plans. These safeguards promote competition and flexibility during the procurement process ensuring competent contractors are chosen to provide quality services to AHCCCS recipients, while minimizing the cost to Arizona taxpayers. This proactive approach limits the costly procedure of transitioning members or liabilities when a contractor's financial solvency declines and services can no longer be provided.

Regular reinsurance is only available for inpatient facilities. Before regular reinsurance is paid to a health plan, the plan must meet an annual deductible for each eligible member. Once the deductible is met, the health plan is reimbursed by AHCCCS at 75% of the cost of services that exceed the deductible. The health plan will continue to pay 25% of the cost of services until the case total value reaches \$650,000, after which point AHCCCS will reimburse at 100% of the health plans cost of services. This coinsurance percent is the rate at which AHCCCS will reimburse the Contractor for inpatient covered services incurred above the deductible.

Catastrophic reinsurance is available to health plans for services provided to members who need certain organ transplants, are taking certain drugs (collectively referred to as biotech drugs), or who have hemophilia, von Willebrand's Disease or Gaucher's Disease. AHCCCS reimburses the health plans at 85% of the cost of service. The health plan will pay 15% of the cost of service until the case total value reaches \$650,000, after which point AHCCCS will reimburse the excess at 100% of the contracted amount for the transplant or the amount which the health plan paid, whichever is less. There are no deductibles for catastrophic reinsurance cases.

Health Plan deductible options impact AHCCCS' reinsurance and capitation costs. This is because capitation rates are adjusted by a reinsurance offset based on the deductible level chosen. The higher the deductible, the lower the offset. AHCCCS provides the added compensation because the increased share of risk the Health Plan is taking has reduced the Agency's (the State of Arizona's) risk. As part of the 2013 Acute Care Contract RFP process, all participating health plans are in the \$25,000 deductible level category beginning October 1, 2013.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES  
PROPOSITION 204 REINSURANCE

**METHODOLOGY:**

(Budget Driver/Source of Info.)

Over the past several years, AHCCCS has utilized a methodology based on overlapping contract years in order to calculate PMPMs for one complete state fiscal year of reinsurance. That fiscal year was then trended forward to create future state fiscal year PMPMs. While this methodology was sound during stable periods, there have been a significant number of policy changes implemented over the last few contract years such that, when combined with varying Health Plan encounter efficiencies, it renders that methodology ineffective for the current timeframe. In the absence of data related to each individual policy change, combined with the 28-month long payment cycle associated with each contract year, the completion percentages of the policy changes cannot be determined, although these policy changes will still be impacting reinsurance payments through SFY2020.

Although the contract year payment and reporting cycles have not changed, the policy changes and the inability to segregate the impact of the changes from the regular reinsurance expenditures, have made it necessary to update the model to include only the most recent fiscal years' experience in the program in order to estimate the costs. All reinsurance claims must reach a clean claim status within fifteen months from the end date of service, or date of eligibility posting, whichever is later. Encounters for reinsurance claims that have passed the fifteen-month deadline and are being adjusted due to a claim dispute or hearing decision must be submitted within 90 calendar days of the date of the claim dispute or hearing decision. A complete contract year cycle needs at least 28 months in order to complete the payments that are associated with it. For example, a claim with a date of service in the final month of CY2014 (September 2014) would have 15 months to reach a clean claim status (December 2015). If any September 2014 claims were disputed, they would have to be submitted within 90 calendar days of the claim dispute or hearing decision (March 2016). Submitted claim disputes and their subsequent hearings will vary in the amount of time necessary to come to a resolution.

As a consequence of the conditions mentioned above, the most recent fiscal year's expenditures were determined to be the most reliable data to use as the basis for the FY2019 – FY2020 reinsurance forecast. The SFY 2018 actual weighted PMPM was inflated in October 2018 and 2019 by 3.79%. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2019 and 2020. The inflation factors mentioned above were taken from Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.

**Member Month Forecast**

| Proposition 204 Regular Capitation Member Month Forecast |           |         |           |           |          |  |
|--|-----------|---------|-----------|-----------|----------|--|
|  | TAN       | SS      | ESA       | TOTA      | % Change |  |
| Actua SFY  | 1,688,854 | 299,478 | 3,335,128 | 5,323,460 | 4.13     |  |
| Actua SFY  | 1,608,145 | 447,155 | 3,281,959 | 5,337,259 | 0.26     |  |
| Estimat SFY  | 1,557,304 | 455,894 | 3,242,902 | 5,256,100 | (1.52%)  |  |
| Estimat SFY  | 1,562,571 | 456,691 | 3,259,194 | 5,278,456 | 0.42     |  |

**FMAP**

The final State Fiscal Year projections were separated into a Federal Fund amount and a General Fund amount. With the implementation of the ACA on January 1, 2014, the ESA population is eligible for the Expansion State Medical Assistance Percentage (FMAP) rate. Apart from the ESA population, all other Proposition 204 Reinsurance risk populations use the state's regular FMAP. The fund sourcing was calculated by applying the program-specific FMAPs to the SFY2020 total dollars. FFY2020 FMAPs are based on the FFIS estimates for that period. For specific rates, refer to the FMAP Table below. The SFY2019 forecast was \$63,862,500 Total Fund (\$7,272,500 State Match). The SFY2020 forecast was \$65,836,500 Total Fund (\$7,968,000 State Match).

It is assumed that the Regular FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on the Federal Funds Information for States (FFIS) Issue Brief 18-11 (March 23, 2018). The Expansion State FMAP is a function of the regular FMAP and the ACA Medicaid Expansion FMAP, and will decrease from 93.00% in FFY 2019 to 90.00% in FFY 2020. The updated FMAP percentages and member months that were used in the reinsurance forecast are shown in the tables below.

**PROPOSITION 204 SERVICES**  
**PROPOSITION 204 REINSURANCE**

**FISCAL YEAR 2020**  
**BUDGET JUSTIFICATION**



| <b>Proposition 204 FMAP</b> |        |        |        |        |        |        |        |        |        |        |        |        |
|-----------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| <b>SFY 2019</b>             | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 |
| Regular                     | 69.89% | 69.89% | 69.89% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% |
| ESA                         | 91.59% | 91.59% | 91.59% | 91.58% | 91.58% | 91.58% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% |
| <b>SFY 2020</b>             | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 |
| Regular                     | 69.81% | 69.81% | 69.81% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% |
| ESA                         | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% |

**STATUTORY AUTHORITY:**  
A.R.S. §36-2901.01  
AHCCCS Rule R9-22-503 (G.3)  
AHCCCS Rule R9-22-202  
AHCCCS Rule R9-22-203

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
PROPOSITION 204 MEDICAID SERVICES  
PROPOSITION 204 REINSURANCE**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| Hospital Assessment      | 7,785,874         | 9,555,300             | 7,272,500         | 7,968,000          | (1,587,300)          |
| Subtotal State Match     | 7,785,874         | 9,555,300             | 7,272,500         | 7,968,000          | (1,587,300)          |
| Federal Title XIX        | 54,693,429        | 59,759,600            | 56,590,000        | 57,868,500         | (1,891,100)          |
| Subtotal Federal Funding | 54,693,429        | 59,759,600            | 56,590,000        | 57,868,500         | (1,891,100)          |
| Grand Total              | 62,479,303        | 69,314,900            | 63,862,500        | 65,836,500         | (3,478,400)          |

TOTAL FUND

FY 18 ACTUAL

|             | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20    | -         | -         | -         | -         | 13,362    | -         | -         | 3,082     | -         | -         | -         | 519       | 16,964     |
| AGE 21+     | 448,249   | 438,994   | 571,644   | 654,116   | 720,375   | 595,395   | 359,058   | 688,302   | 717,079   | 1,079,283 | 929,341   | 729,395   | 7,931,231  |
| DUAL        | 3,976     | (2,070)   | 2,401     | 776       | 14,384    | 16,382    | (8,067)   | 16,089    | 4,200     | 3,031     | 3,557     | 41,442    | 96,101     |
| SSIWO       | 99,989    | (94,493)  | 68,296    | 389,351   | 58,339    | 139,260   | 25,627    | 136,134   | 45,871    | 149,409   | 133,308   | 49,310    | 1,200,402  |
| ESA         | 5,666,860 | 3,056,459 | 4,834,645 | 5,507,769 | 4,583,478 | 4,826,403 | 2,823,185 | 2,942,262 | 4,503,221 | 5,040,477 | 4,987,070 | 4,282,171 | 53,054,001 |
| TRANSPLANTS | -         | -         | 68        | 33        | 1,504     | 301       | 1,241     | 3,772     | 55,014    | 7,638     | 111,035   | -         | 180,605    |
| TOTAL       | 6,219,075 | 3,398,890 | 5,477,054 | 6,552,045 | 5,391,442 | 5,571,742 | 3,201,044 | 3,789,641 | 5,325,386 | 6,279,837 | 6,164,311 | 5,102,836 | 62,479,303 |

FY 19 REBASE

|             | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20    | 1,600     | 2,000     | 1,600     | 2,100     | 1,600     | 1,600     | 2,100     | 1,600     | 1,600     | 1,600     | 2,100     | 1,600     | 21,100     |
| AGE 21+     | 647,900   | 812,700   | 651,500   | 836,700   | 669,800   | 670,100   | 837,600   | 670,100   | 670,100   | 670,000   | 837,600   | 670,200   | 8,644,300  |
| DUAL        | 9,500     | 11,900    | 9,500     | 12,200    | 9,800     | 9,800     | 12,200    | 9,800     | 9,800     | 9,800     | 12,200    | 9,800     | 126,300    |
| SSIWO       | 108,700   | 135,900   | 108,500   | 139,200   | 111,400   | 111,400   | 139,200   | 111,400   | 111,400   | 111,400   | 139,200   | 111,400   | 1,439,100  |
| ESA         | 4,018,500 | 5,025,200 | 4,021,800 | 5,160,800 | 4,130,400 | 4,132,100 | 5,167,300 | 4,135,500 | 4,137,300 | 4,139,000 | 5,175,900 | 4,142,400 | 53,386,200 |
| TRANSPLANTS | 18,500    | 23,100    | 18,500    | 23,800    | 19,000    | 19,000    | 23,800    | 19,000    | 19,000    | 19,000    | 23,800    | 19,000    | 245,500    |
| TOTAL       | 4,804,700 | 6,010,800 | 4,811,400 | 6,174,800 | 4,942,000 | 4,944,000 | 6,182,200 | 4,947,400 | 4,949,200 | 4,950,800 | 6,190,800 | 4,954,400 | 63,862,500 |

FY 20 REQUEST

|             | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20    | 2,100     | 1,600     | 1,600     | 2,100     | 1,700     | 1,700     | 2,100     | 1,700     | 1,700     | 2,100     | 1,700     | 1,700     | 21,800     |
| AGE 21+     | 838,000   | 670,700   | 671,000   | 861,000   | 689,100   | 689,400   | 862,100   | 689,600   | 689,500   | 861,500   | 689,400   | 689,800   | 8,901,100  |
| DUAL        | 12,300    | 9,800     | 9,800     | 12,600    | 10,100    | 10,100    | 12,600    | 10,100    | 10,100    | 12,600    | 10,100    | 10,100    | 130,300    |
| SSIWO       | 139,200   | 111,400   | 111,400   | 142,900   | 114,300   | 114,300   | 142,900   | 114,300   | 114,300   | 142,900   | 114,300   | 114,300   | 1,476,500  |
| ESA         | 5,180,200 | 4,145,900 | 4,147,600 | 5,322,200 | 4,259,500 | 4,261,300 | 5,328,900 | 4,264,900 | 4,266,600 | 5,335,500 | 4,270,200 | 4,272,000 | 55,054,800 |
| TRANSPLANTS | 23,800    | 19,000    | 19,000    | 24,400    | 19,500    | 19,500    | 24,400    | 19,500    | 19,500    | 24,400    | 19,500    | 19,500    | 252,500    |
| TOTAL       | 6,195,600 | 4,958,400 | 4,960,400 | 6,365,200 | 5,094,200 | 5,096,300 | 6,373,000 | 5,100,100 | 5,101,700 | 6,379,000 | 5,105,200 | 5,107,400 | 65,836,500 |

FEDERAL FUND

FY 18 ACTUAL

|             | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20    | -         | -         | -         | -         | 9,339     | -         | -         | 2,154     | -         | -         | -         | 363       | 11,856     |
| AGE 21+     | 310,368   | 303,959   | 395,806   | 457,162   | 503,470   | 416,121   | 250,946   | 481,054   | 501,167   | 754,311   | 649,517   | 509,774   | 5,533,655  |
| DUAL        | 2,753     | (1,434)   | 1,662     | 542       | 10,053    | 11,450    | (5,638)   | 11,245    | 2,935     | 2,118     | 2,486     | 28,964    | 67,137     |
| SSIWO       | 69,233    | (65,427)  | 47,288    | 272,117   | 40,773    | 97,329    | 17,911    | 95,144    | 32,060    | 104,422   | 93,169    | 34,463    | 838,481    |
| ESA         | 5,091,674 | 2,746,228 | 4,343,929 | 4,955,890 | 4,124,213 | 4,342,798 | 2,585,755 | 2,694,818 | 4,124,501 | 4,616,573 | 4,567,657 | 3,922,040 | 48,116,076 |
| TRANSPLANTS | -         | -         | 47        | 23        | 1,051     | 210       | 867       | 2,636     | 38,449    | 5,338     | 77,603    | -         | 126,224    |
| TOTAL       | 5,474,027 | 2,983,327 | 4,788,733 | 5,685,735 | 4,688,900 | 4,867,908 | 2,849,841 | 3,287,051 | 4,699,111 | 5,482,762 | 5,390,431 | 4,495,603 | 54,693,429 |

FY 19 REBASE

|             | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20    | 1,100     | 1,400     | 1,100     | 1,400     | 1,100     | 1,100     | 1,400     | 1,100     | 1,100     | 1,100     | 1,400     | 1,100     | 14,400     |
| AGE 21+     | 452,800   | 568,000   | 455,300   | 584,100   | 467,600   | 467,800   | 584,800   | 467,800   | 467,800   | 467,700   | 584,700   | 467,900   | 6,036,300  |
| DUAL        | 6,700     | 8,300     | 6,700     | 8,500     | 6,800     | 6,800     | 8,500     | 6,800     | 6,800     | 6,800     | 8,500     | 6,800     | 88,000     |
| SSIWO       | 76,000    | 95,000    | 75,900    | 97,200    | 77,800    | 77,800    | 97,200    | 77,800    | 77,800    | 77,800    | 97,200    | 77,800    | 1,005,300  |
| ESA         | 3,680,500 | 4,602,600 | 3,683,600 | 4,726,300 | 3,782,600 | 3,784,200 | 4,805,600 | 3,846,000 | 3,847,600 | 3,849,300 | 4,813,600 | 3,852,500 | 49,274,400 |
| TRANSPLANTS | 12,900    | 16,200    | 12,900    | 16,600    | 13,300    | 13,300    | 16,600    | 13,300    | 13,300    | 13,300    | 16,600    | 13,300    | 171,600    |
| TOTAL       | 4,230,000 | 5,291,500 | 4,235,500 | 5,434,100 | 4,349,200 | 4,351,000 | 5,514,100 | 4,412,800 | 4,414,400 | 4,416,000 | 5,522,000 | 4,419,400 | 56,590,000 |

FY 20 REQUEST

|             | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE <1      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AGE 1-20    | 1,400     | 1,200     | 1,200     | 1,500     | 1,200     | 1,200     | 1,500     | 1,200     | 1,200     | 1,500     | 1,200     | 1,200     | 15,500     |
| AGE 21+     | 585,000   | 468,200   | 468,400   | 598,200   | 478,800   | 479,000   | 599,000   | 479,200   | 479,000   | 598,600   | 479,000   | 479,300   | 6,191,700  |
| DUAL        | 8,600     | 6,800     | 6,800     | 8,700     | 7,000     | 7,000     | 8,700     | 7,000     | 7,000     | 8,700     | 7,000     | 7,000     | 90,300     |
| SSIWO       | 97,200    | 77,800    | 77,800    | 99,300    | 79,400    | 79,400    | 99,300    | 79,400    | 79,400    | 99,300    | 79,400    | 79,400    | 1,027,100  |
| ESA         | 4,817,600 | 3,855,700 | 3,857,300 | 4,949,600 | 3,961,400 | 3,963,000 | 4,796,000 | 3,838,400 | 3,840,000 | 4,802,000 | 3,843,200 | 3,844,800 | 50,369,000 |
| TRANSPLANTS | 16,600    | 13,300    | 13,300    | 16,900    | 13,500    | 13,500    | 16,900    | 13,500    | 13,500    | 16,900    | 13,500    | 13,500    | 174,900    |
| TOTAL       | 5,526,400 | 4,423,000 | 4,424,800 | 5,674,200 | 4,541,300 | 4,543,100 | 5,521,400 | 4,418,700 | 4,420,100 | 5,527,000 | 4,423,300 | 4,425,200 | 57,868,500 |

STATE FUND

FY 18 ACTUAL

|             | Jul-17  | Aug-17   | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|-------------|---------|----------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1      | -       | -        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| AGE 1-20    | -       | -        | -       | -       | 4,023   | -       | -       | 928     | -       | -       | -       | 156     | 5,108     |
| AGE 21+     | 137,881 | 135,035  | 175,838 | 196,954 | 216,905 | 179,273 | 108,112 | 207,248 | 215,913 | 324,972 | 279,825 | 219,621 | 2,397,576 |
| DUAL        | 1,223   | (637)    | 739     | 234     | 4,331   | 4,933   | (2,429) | 4,844   | 1,265   | 913     | 1,071   | 12,478  | 28,964    |
| SSIWO       | 30,757  | (29,066) | 21,008  | 117,234 | 17,566  | 41,931  | 7,716   | 40,990  | 13,812  | 44,987  | 40,139  | 14,847  | 361,921   |
| ESA         | 575,186 | 310,231  | 490,716 | 551,878 | 459,264 | 483,606 | 237,430 | 247,444 | 378,721 | 423,904 | 419,413 | 360,131 | 4,937,924 |
| TRANSPLANTS | -       | -        | 21      | 10      | 453     | 91      | 374     | 1,136   | 16,565  | 2,300   | 33,433  | -       | 54,381    |
| TOTAL       | 745,048 | 415,562  | 688,322 | 866,310 | 702,543 | 709,834 | 351,203 | 502,590 | 626,275 | 797,075 | 773,880 | 607,233 | 7,785,874 |

FY 19 REBASE

|             | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| AGE 1-20    | 500     | 600     | 500     | 700     | 500     | 500     | 700     | 500     | 500     | 500     | 700     | 500     | 6,700     |
| AGE 21+     | 195,100 | 244,700 | 196,200 | 252,600 | 202,200 | 202,300 | 252,800 | 202,300 | 202,300 | 202,300 | 252,900 | 202,300 | 2,608,000 |
| DUAL        | 2,800   | 3,600   | 2,800   | 3,700   | 3,000   | 3,000   | 3,700   | 3,000   | 3,000   | 3,000   | 3,700   | 3,000   | 38,300    |
| SSIWO       | 32,700  | 40,900  | 32,600  | 42,000  | 33,600  | 33,600  | 42,000  | 33,600  | 33,600  | 33,600  | 42,000  | 33,600  | 433,800   |
| ESA         | 338,000 | 422,600 | 338,200 | 434,500 | 347,800 | 347,900 | 361,700 | 289,500 | 289,700 | 289,700 | 362,300 | 289,900 | 4,111,800 |
| TRANSPLANTS | 5,600   | 6,900   | 5,600   | 7,200   | 5,700   | 5,700   | 7,200   | 5,700   | 5,700   | 5,700   | 7,200   | 5,700   | 73,900    |
| TOTAL       | 574,700 | 719,300 | 575,900 | 740,700 | 592,800 | 593,000 | 668,100 | 534,600 | 534,800 | 534,800 | 668,800 | 535,000 | 7,272,500 |

FY 20 REQUEST

|             | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| AGE 1-20    | 700     | 400     | 400     | 600     | 500     | 500     | 600     | 500     | 500     | 600     | 500     | 500     | 6,300     |
| AGE 21+     | 253,000 | 202,500 | 202,600 | 262,800 | 210,300 | 210,400 | 263,100 | 210,400 | 210,500 | 262,900 | 210,400 | 210,500 | 2,709,400 |
| DUAL        | 3,700   | 3,000   | 3,000   | 3,900   | 3,100   | 3,100   | 3,900   | 3,100   | 3,100   | 3,900   | 3,100   | 3,100   | 40,000    |
| SSIWO       | 42,000  | 33,600  | 33,600  | 43,600  | 34,900  | 34,900  | 43,600  | 34,900  | 34,900  | 43,600  | 34,900  | 34,900  | 449,400   |
| ESA         | 362,600 | 290,200 | 290,300 | 372,600 | 298,100 | 298,300 | 532,900 | 426,500 | 426,600 | 533,500 | 427,000 | 427,200 | 4,685,800 |
| TRANSPLANTS | 7,200   | 5,700   | 5,700   | 7,500   | 6,000   | 6,000   | 7,500   | 6,000   | 6,000   | 7,500   | 6,000   | 6,000   | 77,100    |
| TOTAL       | 669,200 | 535,400 | 535,600 | 691,000 | 552,900 | 553,200 | 851,600 | 681,400 | 681,600 | 852,000 | 681,900 | 682,200 | 7,968,000 |

MEMBER MONTHS

FY 18 ACTUAL

|             | Jul-17  | Aug-17  | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| AGE 1-20    | 2,287   | 2,265   | 2,234   | 2,197   | 2,152   | 2,088   | 2,039   | 1,824   | 1,900   | 1,859   | 1,867   | 1,889   | 24,602    |
| AGE 21+     | 130,114 | 129,414 | 128,698 | 128,238 | 127,323 | 125,803 | 123,195 | 119,875 | 118,476 | 117,903 | 117,994 | 118,208 | 1,485,240 |
| DUAL        | 42,926  | 43,221  | 43,460  | 43,833  | 44,016  | 44,397  | 44,330  | 44,125  | 44,463  | 44,308  | 44,393  | 44,558  | 528,030   |
| SSIWO       | 1,575   | 1,574   | 1,554   | 1,520   | 1,502   | 1,470   | 1,457   | 1,440   | 1,471   | 1,466   | 1,451   | 1,451   | 17,931    |
| ESA         | 278,812 | 279,578 | 278,890 | 279,309 | 278,269 | 276,418 | 274,144 | 270,392 | 269,465 | 268,251 | 268,678 | 268,632 | 3,290,838 |
| TRANSPLANTS | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| TOTAL       | 455,714 | 456,052 | 454,836 | 455,096 | 453,263 | 450,176 | 445,165 | 437,656 | 435,776 | 433,786 | 434,383 | 434,738 | 5,346,641 |

FY 19 REBASE

|             | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| AGE 1-20    | 1,811   | 1,817   | 1,821   | 1,823   | 1,825   | 1,825   | 1,825   | 1,825   | 1,825   | 1,825   | 1,825   | 1,826   | 21,874    |
| AGE 21+     | 118,961 | 119,378 | 119,623 | 119,771 | 119,860 | 119,902 | 119,910 | 119,913 | 119,906 | 119,892 | 119,905 | 119,928 | 1,436,949 |
| DUAL        | 44,777  | 44,815  | 44,838  | 44,852  | 44,860  | 44,864  | 44,841  | 44,850  | 44,858  | 44,872  | 44,880  | 44,889  | 538,196   |
| SSIWO       | 1,383   | 1,383   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 16,572    |
| ESA         | 270,438 | 270,551 | 270,664 | 270,777 | 270,890 | 271,003 | 271,116 | 271,229 | 271,342 | 271,455 | 271,568 | 271,681 | 3,252,711 |
| TRANSPLANTS | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| TOTAL       | 437,369 | 437,944 | 438,327 | 438,603 | 438,814 | 438,975 | 439,072 | 439,197 | 439,311 | 439,425 | 439,559 | 439,705 | 5,266,302 |

FY 20 REQUEST

|             | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| AGE 1-20    | 1,826   | 1,827   | 1,828   | 1,829   | 1,829   | 1,830   | 1,831   | 1,831   | 1,830   | 1,830   | 1,830   | 1,831   | 21,953    |
| AGE 21+     | 119,961 | 120,008 | 120,062 | 120,122 | 120,174 | 120,222 | 120,267 | 120,262 | 120,234 | 120,184 | 120,222 | 120,296 | 1,442,014 |
| DUAL        | 44,915  | 44,921  | 44,928  | 44,935  | 44,941  | 44,947  | 44,927  | 44,936  | 44,944  | 44,958  | 44,968  | 44,981  | 539,303   |
| SSIWO       | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 1,381   | 16,567    |
| ESA         | 271,794 | 271,908 | 272,021 | 272,135 | 272,248 | 272,362 | 272,475 | 272,589 | 272,702 | 272,816 | 272,930 | 273,044 | 3,269,024 |
| TRANSPLANTS | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| TOTAL       | 439,878 | 440,044 | 440,219 | 440,401 | 440,573 | 440,742 | 440,880 | 440,999 | 441,091 | 441,169 | 441,331 | 441,533 | 5,288,861 |

**PMPM**

**FY 18 ACTUAL**

|             | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>SFY Average</u> |
|-------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1      | -             | -             | -             | -             | 6.21          | -             | -             | 1.69          | -             | -             | -             | 0.27          | 0.69               |
| AGE 1-20    | 3.45          | 3.39          | 4.44          | 5.10          | 5.66          | 4.73          | 2.91          | 5.74          | 6.05          | 9.15          | 7.88          | 6.17          | 5.34               |
| AGE 21+     | 0.09          | (0.05)        | 0.06          | 0.02          | 0.33          | 0.37          | (0.18)        | 0.36          | 0.09          | 0.07          | 0.08          | 0.93          | 0.18               |
| DUAL        | 63.48         | (60.02)       | 43.95         | 256.23        | 38.84         | 94.71         | 17.59         | 94.54         | 31.19         | 101.93        | 91.88         | 33.99         | 66.95              |
| SSIWO       | 20.32         | 10.93         | 17.34         | 19.72         | 16.47         | 17.46         | 10.30         | 10.88         | 16.71         | 18.79         | 18.56         | 15.94         | 16.12              |
| ESA         |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| TRANSPLANTS |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**FY 19 REBASE**

|             | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>SFY Average</u> |
|-------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1      | 0.88          | 1.10          | 0.88          | 1.13          | 0.90          | 0.90          | 1.13          | 0.90          | 0.90          | 0.90          | 1.13          | 0.90          | 0.97               |
| AGE 1-20    | 5.45          | 6.81          | 5.45          | 6.99          | 5.59          | 5.59          | 6.99          | 5.59          | 5.59          | 5.59          | 6.99          | 5.59          | 6.02               |
| AGE 21+     | 0.21          | 0.27          | 0.21          | 0.27          | 0.22          | 0.22          | 0.27          | 0.22          | 0.22          | 0.22          | 0.27          | 0.22          | 0.23               |
| DUAL        | 78.62         | 98.27         | 78.62         | 100.84        | 80.67         | 80.67         | 100.84        | 80.67         | 80.67         | 80.67         | 100.84        | 80.67         | 86.84              |
| SSIWO       | 14.86         | 18.57         | 14.86         | 19.06         | 15.25         | 15.25         | 19.06         | 15.25         | 15.25         | 15.25         | 19.06         | 15.25         | 16.41              |
| ESA         |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| TRANSPLANTS |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**FY 20 REQUEST**

|             | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> | <u>SFY Average</u> |
|-------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1      | 1.13          | 0.90          | 0.90          | 1.16          | 0.93          | 0.93          | 1.16          | 0.93          | 0.93          | 1.16          | 0.93          | 0.93          | 1.00               |
| AGE 1-20    | 6.99          | 5.59          | 5.59          | 7.17          | 5.73          | 5.73          | 7.17          | 5.73          | 5.73          | 7.17          | 5.73          | 5.73          | 6.17               |
| AGE 21+     | 0.27          | 0.22          | 0.22          | 0.28          | 0.22          | 0.22          | 0.28          | 0.22          | 0.22          | 0.28          | 0.22          | 0.22          | 0.24               |
| DUAL        | 100.84        | 80.67         | 80.67         | 103.48        | 82.78         | 82.78         | 103.48        | 82.78         | 82.78         | 103.48        | 82.78         | 82.78         | 89.11              |
| SSIWO       | 19.06         | 15.25         | 15.25         | 19.56         | 15.65         | 15.65         | 19.56         | 15.65         | 15.65         | 19.56         | 15.65         | 15.65         | 16.84              |
| ESA         |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| TRANSPLANTS |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**AIHP Facility**

| Historical AIHP Payment Rates |  | 2013                 |                 | 2014           |         | 2015            |                | 2016        |                 | 2017           |             | 2018            |                |
|-------------------------------|--|----------------------|-----------------|----------------|---------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|
|                               |  | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate |
| Outpatient/Inpatient          |  | \$ 330.00            | \$ 342.00       | \$ 2,272.00    | 3.64%   | \$ 342.00       | \$ 350.00      | \$ 2,443.00 | 2.34%           | \$ 350.00      | \$ 368.00   | \$ 2,933.00     | 5.14%          |
| Outpatient Rate               |  | \$ 2,272.00          | \$ 2,413.00     |                | 6.21%   | \$ 2,413.00     | \$ 2,443.00    |             | 1.24%           | \$ 2,443.00    | \$ 2,655.00 |                 | 8.68%          |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  | \$ 368.00            | \$ 391.00       | \$ 2,655.00    | 6.25%   | \$ 391.00       | \$ 391.00      | \$ 2,933.00 | 10.47%          | \$ 391.00      | \$ 427.00   | \$ 3,229.00     | 9.21%          |
| Inpatient Rate                |  | \$ 2,655.00          | \$ 2,933.00     |                | 10.47%  | \$ 2,933.00     | \$ 2,933.00    |             |                 | \$ 2,933.00    | \$ 3,229.00 |                 | 10.09%         |
| Outpatient Rate               |  | \$ 391.00            | \$ 427.00       | \$ 2,933.00    | 9.21%   | \$ 427.00       | \$ 427.00      | \$ 3,229.00 | 10.09%          | \$ 427.00      | \$ 427.00   | \$ 3,229.00     | 0.00%          |
| Inpatient Rate                |  | \$ 2,933.00          | \$ 3,229.00     |                |         | \$ 3,229.00     | \$ 3,229.00    |             |                 | \$ 3,229.00    | \$ 3,229.00 |                 |                |

| Average Inflation |  | % + / -    |        |
|-------------------|--|------------|--------|
| 2-Year Average    |  | Outpatient | 7.73%  |
|                   |  | Inpatient  | 10.28% |
| 3-Year Average    |  | Outpatient | 6.87%  |
|                   |  | Inpatient  | 9.75%  |
| 4-Year Average    |  | Outpatient | 5.73%  |
|                   |  | Inpatient  | 7.62%  |
| 5-Year Average    |  | Outpatient | 5.32%  |
|                   |  | Inpatient  | 7.34%  |

| Programmatic Weights for AIHP Inflation |                                |                |                           |
|---|--------------------------------|----------------|---------------------------|
| OP/IP                                   | Program                        | Weights        | Weighted Inflation Factor |
| OP                                      | Traditional                    | 74.25%         | 5.10%                     |
| IP                                      | Traditional                    | 25.75%         | 2.51%                     |
| <b>Total</b>                            | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| OP                                      | Proposition 204                | 76.49%         | 5.25%                     |
| IP                                      | Proposition 204                | 23.51%         | 2.29%                     |
| <b>Total</b>                            | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| OP                                      | Newly Eligible Children        | 89.12%         | 6.12%                     |
| IP                                      | Newly Eligible Children        | 10.88%         | 1.06%                     |
| <b>Total</b>                            | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| OP                                      | Newly Eligible Adults          | 81.43%         | 5.59%                     |
| IP                                      | Newly Eligible Adults          | 18.57%         | 1.81%                     |
| <b>Total</b>                            | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| OP                                      | AL/TCS-EPD                     | 78.81%         | 5.41%                     |
| IP                                      | AL/TCS-EPD                     | 21.19%         | 2.06%                     |
| <b>Total</b>                            | <b>AL/TCS-EPD</b>              | <b>100.00%</b> | <b>7.48%</b>              |

**AIHP Non-Facility**

| AIHP Non-Facility Inflation Factors |                        |                         |                           |                            |                  |
|-------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|------------------|
| Fiscal Year                         | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | LTC <sup>6</sup> |
| SFY 2020                            | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 3.38%            |
| Long Term                           | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 3.34%            |

| AIHP Non-Facility Programmatic Weights |           |            |              |               |        |        |
|--|-----------|------------|--------------|---------------|--------|--------|
| Program                                | Inpatient | Outpatient | Professional | Prescriptions | Dental | LTC    |
| Traditional                            | 19.55%    | 56.37%     | 20.42%       | 2.56%         | 0.64%  | 0.47%  |
| Proposition 204                        | 17.12%    | 55.72%     | 22.77%       | 3.53%         | 0.02%  | 0.84%  |
| Newly Eligible Children                | 9.13%     | 74.85%     | 9.53%        | 4.18%         | 2.31%  | 0.00%  |
| Newly Eligible Adults                  | 14.82%    | 65.00%     | 12.53%       | 6.74%         | 0.03%  | 0.88%  |
| AL/TCS-EPD                             | 3.53%     | 13.14%     | 51.60%       | 1.49%         | 0.00%  | 30.24% |

| AIHP Non-Facility Weighted Inflation Rates |           |           |                           |
|--|-----------|-----------|---------------------------|
| Program                                    | SFY 2020  | Long Term | Weighted Inflation Factor |
| Traditional                                | SFY 2020  | Long Term | 2.97%                     |
|  | Long Term |           | 2.66%                     |
| Proposition 204                            | SFY 2020  | Long Term | 2.96%                     |
|  | Long Term |           | 2.61%                     |
| Newly Eligible Children                    | SFY 2020  | Long Term | 2.91%                     |
|  | Long Term |           | 2.63%                     |
| Newly Eligible Adults                      | SFY 2020  | Long Term | 2.93%                     |
|  | Long Term |           | 2.68%                     |
| AL/TCS-EPD                                 | SFY 2020  | Long Term | 3.08%                     |
|  | Long Term |           | 2.39%                     |

**Notes:**

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

# FES Inflation Forecast

| Calendar Quarter | Physicians Services Index Increase |                                    | Physicians Services SFY Average Increase |                                    | Inpatient Services Index Increase |   | AHCCCS Inpatient Index SFY Average Increase |                                     | Weighted Index SFY Average Increase |       |
|------------------|------------------------------------|------------------------------------|--|------------------------------------|-----------------------------------|---|---|-------------------------------------|-------------------------------------|-------|
|                  | Index Increase                     | Physicians Services Index Increase | SFY Average Increase                     | Physicians Services Index Increase | Inpatient Services Index Increase | AHCCCS Inpatient Index SFY Average Increase | AHCCCS Inpatient Index SFY Average Increase | Weighted Index SFY Average Increase |                                     |       |
| 2011.3           |                                    | 2.4%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2011.4           |                                    | 2.6%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2012.1           |                                    | 1.7%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2012.2           |                                    | 1.7%                               | 2.10%                                    |                                    |                                   | 2.0%  | 2.42%                                       | SFY 12                              |                                     | 2.36% |
| 2012.3           |                                    | 2.6%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2012.4           |                                    | 2.2%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.1           |                                    | 2.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.2           |                                    | 2.4%                               | 2.42%                                    |                                    |                                   | 2.1%  | 2.02%                                       | SFY 13                              |                                     | 2.10% |
| 2013.3           |                                    | 1.4%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2013.4           |                                    | 1.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.1           |                                    | 1.4%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2014.2           |                                    | 1.4%                               | 1.47%                                    |                                    |                                   | 1.9%  | 1.82%                                       | SFY 14                              |                                     | 1.75% |
| 2014.3           |                                    | 1.3%                               |  |                                    |                                   | 2.0%  |   |                                     |                                     |       |
| 2014.4           |                                    | 1.4%                               |  |                                    |                                   | 2.1%  |   |                                     |                                     |       |
| 2015.1           |                                    | 1.5%                               |  |                                    |                                   | 1.8%  |   |                                     |                                     |       |
| 2015.2           |                                    | 1.8%                               | 1.52%                                    |                                    |                                   | 1.7%  | 1.86%                                       | SFY 15                              |                                     | 1.79% |
| 2015.3           |                                    | 2.1%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2015.4           |                                    | 2.3%                               |  |                                    |                                   | 1.6%  |   |                                     |                                     |       |
| 2016.1           |                                    | 2.6%                               |  |                                    |                                   | 1.7%  |   |                                     |                                     |       |
| 2016.2           |                                    | 2.7%                               | 2.44%                                    |                                    |                                   | 1.8%  | 1.66%                                       | SFY 16                              |                                     | 1.81% |
| 2016.3           |                                    | 4.0%                               |  |                                    |                                   | 1.9%  |   |                                     |                                     |       |
| 2016.4           |                                    | 3.8%                               |  |                                    |                                   | 2.3%  |   |                                     |                                     |       |
| 2017.1           |                                    | 3.4%                               |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2017.2           |                                    | 0.9%                               | 3.02%                                    |                                    |                                   | 2.5%  | 2.33%                                       | SFY 17                              |                                     | 2.47% |
| 2017.3           |                                    | -0.7%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2017.4           |                                    | -1.4%                              |  |                                    |                                   | 2.5%  |   |                                     |                                     |       |
| 2018.1           |                                    | -1.0%                              |  |                                    |                                   | 2.6%  |   |                                     |                                     |       |
| 2018.2           |                                    | 1.0%                               | -0.56%                                   |                                    |                                   | 2.6%  | 2.55%                                       | SFY 18                              |                                     | 1.93% |
| 2018.3           |                                    | 1.5%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2018.4           |                                    | 2.2%                               |  |                                    |                                   | 2.8%  |   |                                     |                                     |       |
| 2019.1           |                                    | 2.7%                               |  |                                    |                                   | 2.9%  |   |                                     |                                     |       |
| 2019.2           |                                    | 2.9%                               | 2.35%                                    |                                    |                                   | 2.9%  | 2.88%                                       | SFY 19                              |                                     | 2.78% |
| 2019.3           |                                    | 3.1%                               |  |                                    |                                   | 3.0%  |   |                                     |                                     |       |
| 2019.4           |                                    | 3.1%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.1           |                                    | 2.9%                               |  |                                    |                                   | 3.2%  |   |                                     |                                     |       |
| 2020.2           |                                    | 2.9%                               | 3.00%                                    |                                    |                                   | 3.2%  | 3.17%                                       | SFY 20                              |                                     | 3.13% |

**Notes:**

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).  
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                       | Arizona Health Care Cost Containment System |                 |                  |                 |
|---|---|-----------------|------------------|-----------------|
|   | FY 2018                                     | FY 2019         | FY 2020          | FY 2020         |
|   | Actual                                      | Expd. Plan      | Fund. Issue      | Total Request   |
| <b>Program:</b> Proposition 204 - Reinsurance |   |                 |                  |                 |
| <b>Fund:</b> 2120-N                           | <b>AHCCCS Fund</b>                          |                 |                  |                 |
| <b>Non-Appropriated</b>                       |   |                 |                  |                 |
| 0000 FTE                                      | 0.0   | 0.0             | 0.0              | 0.0             |
| 6000 Personal Services                        | 0.0   | 0.0             | 0.0              | 0.0             |
| 6100 Employee Related Expenses                | 0.0   | 0.0             | 0.0              | 0.0             |
| 6200 Professional and Outside Services        | 0.0   | 0.0             | 0.0              | 0.0             |
| 6500 Travel In-State                          | 0.0   | 0.0             | 0.0              | 0.0             |
| 6600 Travel Out of State                      | 0.0   | 0.0             | 0.0              | 0.0             |
| 6700 Food                                     | 0.0   | 0.0             | 0.0              | 0.0             |
| 6800 Aid to Organizations and Individuals     | 53,753.3                                    | 59,759.6        | (1,891.1)        | 57,868.5        |
| 7000 Other Operating Expenses                 | 0.0   | 0.0             | 0.0              | 0.0             |
| 8000 Equipment                                | 0.0   | 0.0             | 0.0              | 0.0             |
| 8100 Capital Outlay                           | 0.0   | 0.0             | 0.0              | 0.0             |
| 8600 Debt Service                             | 0.0   | 0.0             | 0.0              | 0.0             |
| 9000 Cost Allocation                          | 0.0   | 0.0             | 0.0              | 0.0             |
| 9100 Transfers                                | 0.0   | 0.0             | 0.0              | 0.0             |
| <b>Non-Appropriated Total:</b>                | <b>53,753.3</b>                             | <b>59,759.6</b> | <b>(1,891.1)</b> | <b>57,868.5</b> |
| <b>Fund Total:</b>                            | <b>53,753.3</b>                             | <b>59,759.6</b> | <b>(1,891.1)</b> | <b>57,868.5</b> |
| <b>Fund:</b> 2576-N                           | <b>Hospital Assessment</b>                  |                 |                  |                 |
| <b>Non-Appropriated</b>                       |   |                 |                  |                 |
| 0000 FTE                                      | 0.0   | 0.0             | 0.0              | 0.0             |
| 6000 Personal Services                        | 0.0   | 0.0             | 0.0              | 0.0             |
| 6100 Employee Related Expenses                | 0.0   | 0.0             | 0.0              | 0.0             |
| 6200 Professional and Outside Services        | 0.0   | 0.0             | 0.0              | 0.0             |
| 6500 Travel In-State                          | 0.0   | 0.0             | 0.0              | 0.0             |
| 6600 Travel Out of State                      | 0.0   | 0.0             | 0.0              | 0.0             |
| 6700 Food                                     | 0.0   | 0.0             | 0.0              | 0.0             |
| 6800 Aid to Organizations and Individuals     | 7,858.5                                     | 9,555.3         | (1,587.3)        | 7,968.0         |
| 7000 Other Operating Expenses                 | 0.0   | 0.0             | 0.0              | 0.0             |
| 8000 Equipment                                | 0.0   | 0.0             | 0.0              | 0.0             |
| 8100 Capital Outlay                           | 0.0   | 0.0             | 0.0              | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Proposition 204 - Reinsurance

|                         |  |          |          |           |          |
|-------------------------|--|----------|----------|-----------|----------|
| <b>Fund:</b> 2576-N     | Hospital Assessment                      |          |          |           |          |
| <b>Non-Appropriated</b> |  |          |          |           |          |
| 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      |
|                         | <b>Non-Appropriated Total:</b>           | 7,858.5  | 9,555.3  | (1,587.3) | 7,968.0  |
|                         | <b>Fund Total:</b>                       | 7,858.5  | 9,555.3  | (1,587.3) | 7,968.0  |
|                         | <b>Program Total For Selected Funds:</b> | 61,611.8 | 69,314.9 | (3,478.4) | 65,836.5 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Reinsurance</b>               |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 61,611.8          | 69,314.9              |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Reinsurance</b>               |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>             | <b>61,611.8</b>           | <b>69,314.9</b>               |
| <b>Non-Appropriated</b>                       |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)         | 53,753.3                  | 59,759.6                      |
| 2576-N Hospital Assessment (Non-Appropriated) | 7,858.5                   | 9,555.3                       |
|   | <u>61,611.8</u>           | <u>69,314.9</u>               |
| <b>Fund Source Total</b>                      | <b>61,611.8</b>           | <b>69,314.9</b>               |

---

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Reinsurance</b>               |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Reinsurance</b>               |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Reinsurance</b>               |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROP 204 SERVICES**  
**PROP 204 MEDICARE PREMIUMS**

**PROPOSITION 204 MEDICARE PREMIUMS**  
**PROGRAM DESCRIPTION/BACKGROUND**

AHCCCS pays Medicare Part A premiums, Hospital Insurance Benefit (HIB), and Medicare Part B premiums, Supplemental Medical Insurance Benefit (SMIB), for Title XIX members who are eligible for both Medicare and Medicaid. AHCCCS acts as a payer of last resort for medical benefits and cost avoids against Medicare for dual eligible members. This means that for these members AHCCCS only has liability for payment of Medicare coinsurance, deductibles, and the remaining medical benefits that are not covered by Medicare and all other third party payers. Health care providers must determine the extent of third party coverage and bill all private insurance carriers including HMOs and Medicare prior to billing AHCCCS. This Medicare "buy-in" program reduces the State's Medicaid costs because the Federal government, through Medicare, absorbs many of the major medical costs provided to these members, which otherwise would have been paid by AHCCCS.

**METHODOLOGY:**

- Medicare Part A and Part B monthly premium rates are established by the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS) for each calendar year.
- A per member per month (PMPM) cost for Medicare Part A premiums is calculated by dividing actual Medicare Part A premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 1.59%. The 1.59% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part A rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part A premium expenditures for future years. The projected SSI with Medicare member months used for Medicare Part A and Part B premiums calculation includes members enrolled in the behavioral health integrated plans; as a result they do not tie to the SSI with Medicare member months used in the Traditional capitation forecast.
- A per member per month (PMPM) cost for Medicare Part B premiums is calculated by dividing actual Medicare Part B premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 5.23%. The 5.23% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part B rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part B premium expenditures for future years.

**ASSUMPTIONS:**



**Medicare Premium Rates**

The current calendar year 2018 Medicare Part A premium is \$422.00 per month. The current calendar year 2018 Medicare Part B premium is \$134.00. The effective Medicare premium rates paid by AHCCCS are calculated using the PMPM costs which include a 10% surcharge for late enrollment for some members over and above the published premium rates. The following table provides a historical perspective on the Medicare Part A and B premiums and annual increases.

**History of Medicare Premium Rates**

| Calendar Year | Medicare Part A Premium | % Change | Medicare Part B Premium | % Change |
|---------------|-------------------------|----------|-------------------------|----------|
| 2002          | \$319.00                | 6.33%    | \$54.00                 | 8.00%    |
| 2003          | \$316.00                | -0.94%   | \$58.70                 | 8.70%    |
| 2004          | \$343.00                | 8.54%    | \$66.60                 | 13.46%   |
| 2005          | \$375.00                | 9.33%    | \$78.20                 | 17.42%   |
| 2006          | \$393.00                | 4.80%    | \$88.50                 | 13.17%   |
| 2007          | \$410.00                | 4.33%    | \$93.50                 | 5.65%    |
| 2008          | \$423.00                | 3.17%    | \$96.40                 | 3.10%    |
| 2009          | \$443.00                | 4.73%    | \$96.40                 | 0.00%    |
| 2010          | \$461.00                | 4.06%    | \$110.50                | 14.63%   |
| 2011          | \$450.00                | -2.39%   | \$115.40                | 4.43%    |
| 2012          | \$451.00                | 0.22%    | \$99.90                 | -13.43%  |
| 2013          | \$441.00                | -2.22%   | \$104.90                | 5.01%    |
| 2014          | \$426.00                | -3.40%   | \$104.90                | 0.00%    |
| 2015          | \$407.00                | -4.46%   | \$104.90                | 0.00%    |
| 2016          | \$411.00                | 0.98%    | \$121.80                | 16.11%   |
| 2017          | \$413.00                | 0.49%    | \$134.00                | 10.02%   |
| 2018          | \$422.00                | 2.18%    | \$134.00                | 0.00%    |
| 2019 (est.)   | \$428.70                | 1.59%    | \$141.00                | 5.23%    |
| 2020 (est.)   | \$435.50                | 1.59%    | 148.37                  | 5.23%    |

**PROP 204 SERVICES**

FISCAL YEAR 2020

**PROP 204 MEDICARE PREMIUMS**

BUDGET JUSTIFICATION



Medicare Part A and Part B premiums projected for Calendar Years 2019 and 2020 are based on an average of the most recent five years percentage increase, excluding years for which the rate decreased.

**Member Growth**

A 36-month combined regression model was used to forecast growth for the Proposition 204 SSI with Medicare population. Members who were shifted into the MMIC and Greater Arizona RBHA plans were added back for the Medicare premium calculation. The increase in FY2017 for the SSI population is related to a shift in members from Proposition 204 to Traditional which occurred in the spring of 2017. Member months for SSI Traditional and Prop. 204 SSI (including both SSI with Medicare and SSI without Medicare) were combined and forecast in aggregate using a 36 month regression and then split according to the percentage that each currently represents of the total. Because of the sizeable shift from Prop. 204 to Traditional that occurred in Spring 2017, this methodology results in a year-over-year increase of 50.7% from FY2017 to FY2018, while June-over-June shows an increase of 76.7%.

Year-over-year growth rates for the Prop 204 SSI with Medicare population for Medicare premiums are shown in the table below:

| SFY  | MM      | %Chg   |
|------|---------|--------|
| 2012 | 331,880 | 11.4%  |
| 2013 | 345,267 | 4.0%   |
| 2014 | 363,976 | 5.4%   |
| 2015 | 393,689 | 8.2%   |
| 2016 | 418,288 | 6.2%   |
| 2017 | 284,938 | -31.9% |
| 2018 | 429,355 | 50.7%  |
| 2019 | 438,432 | 2.1%   |
| 2020 | 439,189 | 0.2%   |

**PROP 204 SERVICES**

FISCAL YEAR 2020

**PROP 204 MEDICARE PREMIUMS**

BUDGET JUSTIFICATION



**FMAP:**

AHCCCS is assuming that the FMAP rate of 69.81% will decrease in FFY 2020 to 69.48% based on FFIS estimates (Issue Brief 18-11, March 23, 2018).

**Proposition 204 FMAP**

|                 | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 |
|-----------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| <b>SFY 2019</b> |        |        |        |        |        |        |        |        |        |        |        |        |
| Regular         | 69.89% | 69.89% | 69.89% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% | 69.81% |
| ESA             | 91.59% | 91.59% | 91.59% | 91.58% | 91.58% | 91.58% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% |
|                 |        |        |        |        |        |        |        |        |        |        |        |        |
| <b>SFY 2020</b> |        |        |        |        |        |        |        |        |        |        |        |        |
| Regular         | 69.81% | 69.81% | 69.81% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% | 69.48% |
| ESA             | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 93.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% |

**STATUTORY AUTHORITY**

ARS §36-2901.01 (Laws 2001, Chapter 344)  
ARS § 36-2901, paragraph 6, subdivision (a)  
ARS § 36-2911

Arizona Section 1115 Waiver for FFY 2017 through FFY 2021, CNOM #11 (January 18, 2017 version)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
PROPOSITION 204 MEDICAID SERVICES  
PROPOSITION 204 MEDICARE PREMIUMS**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| Hospital Assessment      | 24,474,378        | 29,754,000            | 25,410,100        | 27,083,300         | (2,670,700)          |
| Subtotal State Match     | 24,474,378        | 29,754,000            | 25,410,100        | 27,083,300         | (2,670,700)          |
| Federal Title XIX        | 56,382,295        | 62,681,900            | 58,810,500        | 61,889,000         | (792,900)            |
| Subtotal Federal Funding | 56,382,295        | 62,681,900            | 58,810,500        | 61,889,000         | (792,900)            |
| Grand Total              | 80,856,674        | 92,435,900            | 84,220,600        | 88,972,300         | (3,463,600)          |

TOTAL FUND

FY 18 ACTUAL

|                | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 4,563     | 4,976     | 4,150     | 6,215     | 4,976     | 4,976     | 4,853     | 5,544     | 5,042     | 4,578     | 5,042     | 4,578     | 59,493     |
| Part B         | 6,496,199 | 6,623,490 | 6,625,713 | 6,938,638 | 6,727,109 | 6,721,390 | 6,812,312 | 6,784,640 | 6,747,111 | 6,784,563 | 6,746,547 | 6,789,470 | 80,797,180 |
| Medicare TOTAL | 6,500,762 | 6,628,465 | 6,629,863 | 6,944,853 | 6,732,085 | 6,726,366 | 6,817,165 | 6,790,183 | 6,752,153 | 6,789,142 | 6,751,589 | 6,794,048 | 80,856,674 |
| TOTAL          | 6,500,762 | 6,628,465 | 6,629,863 | 6,944,853 | 6,732,085 | 6,726,366 | 6,817,165 | 6,790,183 | 6,752,153 | 6,789,142 | 6,751,589 | 6,794,048 | 80,856,674 |

FY 19 REBASE

|                | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 5,000     | 5,000     | 5,000     | 5,000     | 5,000     | 5,000     | 5,100     | 5,100     | 5,100     | 5,100     | 5,100     | 5,100     | 60,600     |
| Part B         | 6,818,000 | 6,824,400 | 6,828,700 | 6,831,800 | 6,834,100 | 6,836,000 | 7,191,100 | 7,193,700 | 7,196,200 | 7,199,500 | 7,202,000 | 7,204,500 | 84,160,000 |
| Medicare TOTAL | 6,823,000 | 6,829,400 | 6,833,700 | 6,836,800 | 6,839,100 | 6,841,000 | 7,196,200 | 7,198,800 | 7,201,300 | 7,204,600 | 7,207,100 | 7,209,600 | 84,220,600 |
| TOTAL          | 6,823,000 | 6,829,400 | 6,833,700 | 6,836,800 | 6,839,100 | 6,841,000 | 7,196,200 | 7,198,800 | 7,201,300 | 7,204,600 | 7,207,100 | 7,209,600 | 84,220,600 |

FY 20 REQUEST

|                | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 5,100     | 5,100     | 5,100     | 5,100     | 5,100     | 5,100     | 5,200     | 5,200     | 5,200     | 5,200     | 5,200     | 5,200     | 61,800     |
| Part B         | 7,209,500 | 7,211,600 | 7,213,800 | 7,216,200 | 7,218,400 | 7,220,500 | 7,596,200 | 7,599,000 | 7,601,500 | 7,605,000 | 7,607,800 | 7,611,000 | 88,910,500 |
| Medicare TOTAL | 7,214,600 | 7,216,700 | 7,218,900 | 7,221,300 | 7,223,500 | 7,225,600 | 7,601,400 | 7,604,200 | 7,606,700 | 7,610,200 | 7,613,000 | 7,616,200 | 88,972,300 |
| TOTAL          | 7,214,600 | 7,216,700 | 7,218,900 | 7,221,300 | 7,223,500 | 7,225,600 | 7,601,400 | 7,604,200 | 7,606,700 | 7,610,200 | 7,613,000 | 7,616,200 | 88,972,300 |

FEDERAL FUND

FY 18 ACTUAL

|                | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 3,159     | 3,445     | 2,873     | 4,344     | 3,478     | 3,478     | 3,391     | 3,874     | 3,524     | 3,200     | 3,524     | 3,200     | 41,491     |
| Part B         | 4,497,968 | 4,586,104 | 4,587,643 | 4,849,414 | 4,701,576 | 4,697,579 | 4,761,125 | 4,741,785 | 4,715,556 | 4,741,731 | 4,715,162 | 4,745,160 | 56,340,804 |
| Medicare TOTAL | 4,501,127 | 4,589,549 | 4,590,517 | 4,853,758 | 4,705,054 | 4,701,057 | 4,764,517 | 4,745,659 | 4,719,080 | 4,744,931 | 4,718,686 | 4,748,360 | 56,382,295 |
| TOTAL          | 4,501,127 | 4,589,549 | 4,590,517 | 4,853,758 | 4,705,054 | 4,701,057 | 4,764,517 | 4,745,659 | 4,719,080 | 4,744,931 | 4,718,686 | 4,748,360 | 56,382,295 |

FY 19 REBASE

|                | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 42,000     |
| Part B         | 4,765,100 | 4,769,600 | 4,772,600 | 4,769,200 | 4,770,900 | 4,772,200 | 5,020,100 | 5,021,900 | 5,023,700 | 5,026,000 | 5,027,700 | 5,029,500 | 58,768,500 |
| Medicare TOTAL | 4,768,600 | 4,773,100 | 4,776,100 | 4,772,700 | 4,774,400 | 4,775,700 | 5,023,600 | 5,025,400 | 5,027,200 | 5,029,500 | 5,031,200 | 5,033,000 | 58,810,500 |
| TOTAL          | 4,768,600 | 4,773,100 | 4,776,100 | 4,772,700 | 4,774,400 | 4,775,700 | 5,023,600 | 5,025,400 | 5,027,200 | 5,029,500 | 5,031,200 | 5,033,000 | 58,810,500 |

FY 20 REQUEST

|                | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,500     | 3,600     | 3,600     | 3,600     | 3,600     | 3,600     | 3,600     | 42,600     |
| Part B         | 5,032,900 | 5,034,400 | 5,036,000 | 5,013,800 | 5,015,300 | 5,016,800 | 5,277,900 | 5,279,800 | 5,281,500 | 5,283,900 | 5,285,900 | 5,288,200 | 61,846,400 |
| Medicare TOTAL | 5,036,400 | 5,037,900 | 5,039,500 | 5,017,300 | 5,018,800 | 5,020,300 | 5,281,500 | 5,283,400 | 5,285,100 | 5,287,500 | 5,289,500 | 5,291,800 | 61,889,000 |
| TOTAL          | 5,036,400 | 5,037,900 | 5,039,500 | 5,017,300 | 5,018,800 | 5,020,300 | 5,281,500 | 5,283,400 | 5,285,100 | 5,287,500 | 5,289,500 | 5,291,800 | 61,889,000 |

STATE FUND

FY 18 ACTUAL

|                | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 1,404     | 1,531     | 1,277     | 1,871     | 1,498     | 1,498     | 1,461     | 1,669     | 1,518     | 1,379     | 1,518     | 1,379     | 18,002     |
| Part B         | 1,998,231 | 2,037,385 | 2,038,069 | 2,089,224 | 2,025,532 | 2,023,811 | 2,051,187 | 2,042,855 | 2,031,555 | 2,042,832 | 2,031,385 | 2,044,309 | 24,456,376 |
| Medicare TOTAL | 1,999,634 | 2,038,916 | 2,039,346 | 2,091,095 | 2,027,031 | 2,025,309 | 2,052,648 | 2,044,524 | 2,033,073 | 2,044,211 | 2,032,904 | 2,045,688 | 24,474,378 |
| TOTAL          | 1,999,634 | 2,038,916 | 2,039,346 | 2,091,095 | 2,027,031 | 2,025,309 | 2,052,648 | 2,044,524 | 2,033,073 | 2,044,211 | 2,032,904 | 2,045,688 | 24,474,378 |

FY 19 REBASE

|                | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 1,500     | 1,500     | 1,500     | 1,500     | 1,500     | 1,500     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 18,600     |
| Part B         | 2,052,900 | 2,054,800 | 2,056,100 | 2,062,600 | 2,063,200 | 2,063,800 | 2,171,000 | 2,171,800 | 2,172,500 | 2,173,500 | 2,174,300 | 2,175,000 | 25,391,500 |
| Medicare TOTAL | 2,054,400 | 2,056,300 | 2,057,600 | 2,064,100 | 2,064,700 | 2,065,300 | 2,172,600 | 2,173,400 | 2,174,100 | 2,175,100 | 2,175,900 | 2,176,600 | 25,410,100 |
| TOTAL          | 2,054,400 | 2,056,300 | 2,057,600 | 2,064,100 | 2,064,700 | 2,065,300 | 2,172,600 | 2,173,400 | 2,174,100 | 2,175,100 | 2,175,900 | 2,176,600 | 25,410,100 |

FY 20 REQUEST

|                | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|----------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| Part A         | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 1,600     | 19,200     |
| Part B         | 2,176,600 | 2,177,200 | 2,177,800 | 2,202,400 | 2,203,100 | 2,203,700 | 2,318,300 | 2,319,200 | 2,320,000 | 2,321,100 | 2,321,900 | 2,322,800 | 27,064,100 |
| Medicare TOTAL | 2,178,200 | 2,178,800 | 2,179,400 | 2,204,000 | 2,204,700 | 2,205,300 | 2,319,900 | 2,320,800 | 2,321,600 | 2,322,700 | 2,323,500 | 2,324,400 | 27,083,300 |
| TOTAL          | 2,178,200 | 2,178,800 | 2,179,400 | 2,204,000 | 2,204,700 | 2,205,300 | 2,319,900 | 2,320,800 | 2,321,600 | 2,322,700 | 2,323,500 | 2,324,400 | 27,083,300 |

MEMBER MONTHS

**FY 18 ACTUAL**

|                | Jul-17 | Aug-17 | Sep-17 | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|----------------|--------|--------|--------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| Part A         | 49,120 | 49,443 | 49,693 | 50,124  | 50,347  | 50,745  | 50,664  | 50,425  | 50,847  | 50,644  | 50,668  | 50,826  | 603,545   |
| Part B         | 49,120 | 49,443 | 49,693 | 50,124  | 50,347  | 50,745  | 50,664  | 50,425  | 50,847  | 50,644  | 50,668  | 50,826  | 603,545   |
| Medicare TOTAL | 98,240 | 98,886 | 99,386 | 100,249 | 100,694 | 101,490 | 101,327 | 100,849 | 101,693 | 101,287 | 101,337 | 101,652 | 1,207,091 |
| TOTAL          | 98,240 | 98,886 | 99,386 | 100,249 | 100,694 | 101,490 | 101,327 | 100,849 | 101,693 | 101,287 | 101,337 | 101,652 | 1,207,091 |

**FY 19 REBASE**

|                | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|----------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| Part A         | 50,982  | 51,030  | 51,062  | 51,085  | 51,102  | 51,116  | 51,102  | 51,120  | 51,138  | 51,162  | 51,179  | 51,197  | 613,275   |
| Part B         | 50,982  | 51,030  | 51,062  | 51,085  | 51,102  | 51,116  | 51,102  | 51,120  | 51,138  | 51,162  | 51,179  | 51,197  | 613,275   |
| Medicare TOTAL | 101,964 | 102,060 | 102,125 | 102,170 | 102,205 | 102,233 | 102,204 | 102,240 | 102,276 | 102,323 | 102,358 | 102,394 | 1,226,551 |
| TOTAL          | 101,964 | 102,060 | 102,125 | 102,170 | 102,205 | 102,233 | 102,204 | 102,240 | 102,276 | 102,323 | 102,358 | 102,394 | 1,226,551 |

**FY 20 REQUEST**

|                | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|----------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| Part A         | 51,232  | 51,247  | 51,263  | 51,280  | 51,295  | 51,311  | 51,300  | 51,319  | 51,335  | 51,359  | 51,378  | 51,400  | 615,720   |
| Part B         | 51,232  | 51,247  | 51,263  | 51,280  | 51,295  | 51,311  | 51,300  | 51,319  | 51,335  | 51,359  | 51,378  | 51,400  | 615,720   |
| Medicare TOTAL | 102,464 | 102,495 | 102,527 | 102,560 | 102,591 | 102,622 | 102,600 | 102,637 | 102,671 | 102,718 | 102,757 | 102,800 | 1,231,441 |
| TOTAL          | 102,464 | 102,495 | 102,527 | 102,560 | 102,591 | 102,622 | 102,600 | 102,637 | 102,671 | 102,718 | 102,757 | 102,800 | 1,231,441 |

PMPM

FY 18 ACTUAL

|        | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>SFY Average</u> |
|--------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| Part A | 0.09          | 0.10          | 0.08          | 0.12          | 0.10          | 0.10          | 0.10          | 0.11          | 0.10          | 0.09          | 0.10          | 0.09          | 0.10               |
| Part B | 132.25        | 133.96        | 133.33        | 138.43        | 133.61        | 132.45        | 134.46        | 134.55        | 132.70        | 133.97        | 133.15        | 133.58        | 133.87             |

FY 19 REBASE

|        | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>SFY Average</u> |
|--------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| Part A | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10               |
| Part B | 133.73        | 133.73        | 133.73        | 133.73        | 133.73        | 133.73        | 140.72        | 140.72        | 140.72        | 140.72        | 140.72        | 140.72        | 137.23             |

FY 20 REQUEST

|        | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> | <u>SFY Average</u> |
|--------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| Part A | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10          | 0.10               |
| Part B | 140.72        | 140.72        | 140.72        | 140.72        | 140.72        | 140.72        | 148.07        | 148.07        | 148.07        | 148.07        | 148.07        | 148.07        | 144.40             |

**Medicare Premium Inflation Factors**

**Medicare Premium History:**

|                    | PMPM      |           | % Change |         |
|--------------------|-----------|-----------|----------|---------|
|                    | Part A    | Part B    | Part A   | Part B  |
| 1996.01 to 1996.12 | \$ 289.00 | \$ 42.50  | 6.53%    | 6.53%   |
| 1997.01 to 1997.12 | \$ 311.00 | \$ 43.80  | 7.61%    | 3.06%   |
| 1998.01 to 1998.12 | \$ 309.00 | \$ 43.80  | -0.64%   | 0.00%   |
| 1999.01 to 1999.12 | \$ 309.00 | \$ 45.50  | 0.00%    | 3.88%   |
| 2000.01 to 2000.12 | \$ 301.00 | \$ 45.50  | -2.59%   | 0.00%   |
| 2001.01 to 2001.12 | \$ 300.00 | \$ 50.00  | -0.33%   | 9.89%   |
| 2002.01 to 2002.12 | \$ 319.00 | \$ 54.00  | 6.33%    | 8.00%   |
| 2003.01 to 2003.12 | \$ 316.00 | \$ 58.70  | -0.94%   | 8.70%   |
| 2004.01 to 2004.12 | \$ 343.00 | \$ 66.60  | 8.54%    | 13.46%  |
| 2005.01 to 2005.12 | \$ 375.00 | \$ 78.20  | 9.33%    | 17.42%  |
| 2006.01 to 2006.12 | \$ 393.00 | \$ 88.50  | 4.80%    | 13.17%  |
| 2007.01 to 2007.12 | \$ 410.00 | \$ 93.50  | 4.33%    | 5.65%   |
| 2008.01 to 2008.12 | \$ 423.00 | \$ 96.40  | 3.17%    | 3.10%   |
| 2009.01 to 2009.12 | \$ 443.00 | \$ 96.40  | 4.73%    | 0.00%   |
| 2010.01 to 2010.12 | \$ 461.00 | \$ 110.50 | 4.06%    | 14.63%  |
| 2011.01 to 2011.12 | \$ 450.00 | \$ 115.40 | -2.39%   | 4.43%   |
| 2012.01 to 2012.12 | \$ 451.00 | \$ 99.90  | 0.22%    | -13.43% |
| 2013.01 to 2013.12 | \$ 441.00 | \$ 104.90 | -2.22%   | 5.01%   |
| 2014.01 to 2014.12 | \$ 426.00 | \$ 104.90 | -3.40%   | 0.00%   |
| 2015.01 to 2015.12 | \$ 407.00 | \$ 104.90 | -4.46%   | 0.00%   |
| 2016.01 to 2016.12 | \$ 411.00 | \$ 121.80 | 0.98%    | 16.11%  |
| 2017.01 to 2017.12 | \$ 413.00 | \$ 134.00 | 0.49%    | 10.02%  |
| 2018.01 to 2018.12 | \$ 422.00 | \$ 134.00 | 2.18%    | 0.00%   |
| 2019.01 to 2019.12 | \$ 428.70 | \$ 141.00 | 1.59%    | 5.23%   |
| 2020.01 to 2020.12 | \$ 435.50 | \$ 148.37 | 1.59%    | 5.23%   |

**Projected Medicare % Change**

|                       | Part A       | Part B       | A & B Average |
|-----------------------|--------------|--------------|---------------|
| <b>2 Year Average</b> | <b>1.33%</b> | <b>5.01%</b> | <b>3.17%</b>  |
| <b>3 Year Average</b> | <b>1.22%</b> | <b>8.71%</b> | <b>4.96%</b>  |
| <b>4 Year Average</b> | <b>0.97%</b> | <b>6.53%</b> | <b>3.75%</b>  |
| <b>5 Year Average</b> | <b>1.59%</b> | <b>5.23%</b> | <b>3.41%</b>  |

Note: Averages in the projected change table above do not include years in which there was a decrease.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                    | Arizona Health Care Cost Containment System |                 |                |                 |
|--|---|-----------------|----------------|-----------------|
|  | FY 2018                                     | FY 2019         | FY 2020        | FY 2020         |
|  | Actual                                      | Expd. Plan      | Fund. Issue    | Total Request   |
| <b>Program:</b> Proposition 204 - Medicare |   |                 |                |                 |
| <b>Fund:</b> 2120-N AHCCCS Fund            |   |                 |                |                 |
| <b>Non-Appropriated</b>                    |   |                 |                |                 |
| 0000 FTE                                   | 0.0   | 0.0             | 0.0            | 0.0             |
| 6000 Personal Services                     | 0.0   | 0.0             | 0.0            | 0.0             |
| 6100 Employee Related Expenses             | 0.0   | 0.0             | 0.0            | 0.0             |
| 6200 Professional and Outside Services     | 0.0   | 0.0             | 0.0            | 0.0             |
| 6500 Travel In-State                       | 0.0   | 0.0             | 0.0            | 0.0             |
| 6600 Travel Out of State                   | 0.0   | 0.0             | 0.0            | 0.0             |
| 6700 Food                                  | 0.0   | 0.0             | 0.0            | 0.0             |
| 6800 Aid to Organizations and Individuals  | 56,381.9                                    | 62,681.9        | (792.9)        | 61,889.0        |
| 7000 Other Operating Expenses              | 0.0   | 0.0             | 0.0            | 0.0             |
| 8000 Equipment                             | 0.0   | 0.0             | 0.0            | 0.0             |
| 8100 Capital Outlay                        | 0.0   | 0.0             | 0.0            | 0.0             |
| 8600 Debt Service                          | 0.0   | 0.0             | 0.0            | 0.0             |
| 9000 Cost Allocation                       | 0.0   | 0.0             | 0.0            | 0.0             |
| 9100 Transfers                             | 0.0   | 0.0             | 0.0            | 0.0             |
| <b>Non-Appropriated Total:</b>             | <b>56,381.9</b>                             | <b>62,681.9</b> | <b>(792.9)</b> | <b>61,889.0</b> |
| <b>Fund Total:</b>                         | <b>56,381.9</b>                             | <b>62,681.9</b> | <b>(792.9)</b> | <b>61,889.0</b> |
| <b>Fund:</b> 2576-N Hospital Assessment    |   |                 |                |                 |
| <b>Non-Appropriated</b>                    |   |                 |                |                 |
| 0000 FTE                                   | 0.0   | 0.0             | 0.0            | 0.0             |
| 6000 Personal Services                     | 0.0   | 0.0             | 0.0            | 0.0             |
| 6100 Employee Related Expenses             | 0.0   | 0.0             | 0.0            | 0.0             |
| 6200 Professional and Outside Services     | 0.0   | 0.0             | 0.0            | 0.0             |
| 6500 Travel In-State                       | 0.0   | 0.0             | 0.0            | 0.0             |
| 6600 Travel Out of State                   | 0.0   | 0.0             | 0.0            | 0.0             |
| 6700 Food                                  | 0.0   | 0.0             | 0.0            | 0.0             |
| 6800 Aid to Organizations and Individuals  | 24,470.4                                    | 29,754.0        | (2,670.7)      | 27,083.3        |
| 7000 Other Operating Expenses              | 0.0   | 0.0             | 0.0            | 0.0             |
| 8000 Equipment                             | 0.0   | 0.0             | 0.0            | 0.0             |
| 8100 Capital Outlay                        | 0.0   | 0.0             | 0.0            | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Proposition 204 - Medicare

|  |                     |          |          |           |          |
|--|---------------------|----------|----------|-----------|----------|
| <b>Fund:</b> 2576-N                      | Hospital Assessment |          |          |           |          |
| <b>Non-Appropriated</b>                  |                     |          |          |           |          |
| 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      |
| <b>Non-Appropriated Total:</b>           |                     | 24,470.4 | 29,754.0 | (2,670.7) | 27,083.3 |
| <b>Fund Total:</b>                       |                     | 24,470.4 | 29,754.0 | (2,670.7) | 27,083.3 |
| <b>Program Total For Selected Funds:</b> |                     | 80,852.3 | 92,435.9 | (3,463.6) | 88,972.3 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Medicare</b>                  |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 80,852.3          | 92,435.9              |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Medicare</b>                  |

|   | <b>FY 2018<br/>Actual</b> | <b>FY 2019<br/>Expd. Plan</b> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>             | <b>80,852.3</b>           | <b>92,435.9</b>               |
| <b>Non-Appropriated</b>                       |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)         | 56,381.9                  | 62,681.9                      |
| 2576-N Hospital Assessment (Non-Appropriated) | 24,470.4                  | 29,754.0                      |
|   | <b>80,852.3</b>           | <b>92,435.9</b>               |
| <b>Fund Source Total</b>                      | <b>80,852.3</b>           | <b>92,435.9</b>               |

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|  |     |     |
|--|-----|-----|
| Other Operating Expenses                                 |     | 0.0 |
| Other Operating Expenditures Budg Approp                 | 0.0 |     |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |     |
| Risk Management Charges To State Agency                  | 0.0 |     |
| Risk Management Deductible - Indemnity                   | 0.0 |     |
| Risk Management Deductible - Legal                       | 0.0 |     |
| Risk Management Deductible - Medical                     | 0.0 |     |
| Risk Management Deductible - Other                       | 0.0 |     |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |     |
| Gross Proceeds Payments To Attorneys                     | 0.0 |     |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |     |
| Medical Malpractice - Self-Insured                       | 0.0 |     |
| Automobile Liability - Self Insured                      | 0.0 |     |
| General Property Damage - Self- Insured                  | 0.0 |     |
| Automobile Physical Damage-Self Insured                  | 0.0 |     |
| Liability Insurance Premiums                             | 0.0 |     |
| Property Insurance Premiums                              | 0.0 |     |
| Workers Compensation Benefit Payments                    | 0.0 |     |
| Self Insurance - Administrative Fees                     | 0.0 |     |
| Self Insurance - Premiums                                | 0.0 |     |
| Self Insurance - Claim Payments                          | 0.0 |     |
| Self Insurance - Pharmacy Claims                         | 0.0 |     |
| Premium Tax On Altcs                                     | 0.0 |     |
| Other Insurance-Related Charges                          | 0.0 |     |
| Internal Service Data Processing                         | 0.0 |     |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |     |
| External Programming-Mainframe/Legacy                    | 0.0 |     |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |     |
| External Data Entry                                      | 0.0 |     |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |     |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |     |
| Pmt for AFIS Development & Usage                         | 0.0 |     |
| Internal Service Telecommunications                      | 0.0 |     |
| External Telecom Long Distance-In-State                  | 0.0 |     |
| External Telecom Long Distance-Out-State                 | 0.0 |     |
| Other External Telecommunication Service                 | 0.0 |     |
| Electricity  | 0.0 |     |
| Sanitation Waste Disposal                                | 0.0 |     |
| Water  | 0.0 |     |
| Gas And Fuel Oil For Buildings                           | 0.0 |     |
| Other Utilities  | 0.0 |     |
| Building Rent Charges To State Agencies                  | 0.0 |     |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0 |     |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0 |     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Medicare</b>                  |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Medicare</b>                  |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| Other Intrastate Distributions                            | 0.0                             |                                     |
| Awards  | 0.0                             |                                     |
| Entertainment And Promotional Items                       | 0.0                             |                                     |
| Dues  | 0.0                             |                                     |
| Books- Subscriptions And Publications                     | 0.0                             |                                     |
| Costs For Digital Image Or Microfilm                      | 0.0                             |                                     |
| Revolving Fund Advances                                   | 0.0                             |                                     |
| Credit Card Fees Over Approved Limit                      | 0.0                             |                                     |
| Relief Bill Expenditures                                  | 0.0                             |                                     |
| Surplus Property Distr To State Agencies                  | 0.0                             |                                     |
| Security Services   | 0.0                             |                                     |
| Judgments - Damages                                       | 0.0                             |                                     |
| ICA Payments to Claimants Confidential                    | 0.0                             |                                     |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0                             |                                     |
| Judgments - Non-Confidential Restitution                  | 0.0                             |                                     |
| Judgments - Punitive And Compensatory                     | 0.0                             |                                     |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0                             |                                     |
| Pmts For Contracted State Inmate Labor                    | 0.0                             |                                     |
| Payments To State Inmates                                 | 0.0                             |                                     |
| Bad Debt Expense  | 0.0                             |                                     |
| Interview Expense   | 0.0                             |                                     |
| Employee Relocations-Nontaxable                           | 0.0                             |                                     |
| Employee Relocations-Taxable                              | 0.0                             |                                     |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0                             |                                     |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0                             |                                     |
| Fingerprinting, Background Checks, Etc.                   | 0.0                             |                                     |
| Other Miscellaneous Operating                             | 0.0                             |                                     |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                      | <b>0.0</b>                          |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Proposition 204 - Medicare</b>                  |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 PASS-THROUGH**

**PROPOSITION 204 PASS-THROUGHS**

**PROPOSITION 204**

The Proposition 204 pass-through cost center includes a variety of programs that flow through the AHCCCS financial system, but are not part of the AHCCCS appropriated budget.

**DEPARTMENT OF CORRECTIONS/COUNTIES – PASS-THROUGH**

Through intergovernmental agreements, AHCCCS processes claims for Title XIX and non-Title XIX Arizona Department of Corrections Inmates, and Arizona County Inmates. The state dollars are received by AHCCCS through the IGA/ISA fund (2500) and are paid directly to providers. This arrangement is in support of the Governor's Efficiency Review initiative. AHCCCS estimates expenditures for these programs based on past trend and input from Department of Corrections.

**OTHER PROPOSITION 204 PASS-THROUGH**

Funding for the state's Tobacco Cessation program is provided to the Arizona Department of Health. No change is anticipated.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Programmatic Pass-Through Funding

**Fund:** 2500-N IGA and ISA Fund

|   |                |            |            |            |            |
|---|----------------|------------|------------|------------|------------|
| <b>Non-Appropriated</b>                   |                |            |            |            |            |
| 6000 Personal Services                    | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 6100 Employee Related Expenses            | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 6200 Professional and Outside Services    | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 6500 Travel In-State                      | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 6600 Travel Out of State                  | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 6700 Food                                 | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 6800 Aid to Organizations and Individuals | 1,246.7        | 0.0        | 0.0        | 0.0        | 0.0        |
| 7000 Other Operating Expenses             | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 8000 Equipment                            | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 8100 Capital Outlay                       | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 8600 Debt Service                         | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 9000 Cost Allocation                      | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| 9100 Transfers                            | 0.0            | 0.0        | 0.0        | 0.0        | 0.0        |
| <b>Non-Appropriated Total:</b>            | <b>1,246.7</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |
| <b>Fund Total:</b>                        | <b>1,246.7</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |
| <b>Program Total For Selected Funds:</b>  | <b>1,246.7</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |



## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass-Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 1,246.7           | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass-Through Funding</b>           |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| <b>Expenditure Category Total</b>          | <b>1,246.7</b>    | <b>0.0</b>            |
| <b>Non-Appropriated</b>                    |                   |                       |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 1,246.7           | 0.0                   |
| <b>Fund Source Total</b>                   | <b>1,246.7</b>    | <b>0.0</b>            |

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|  |     |     |
|--|-----|-----|
| Other Operating Expenses                                 |     | 0.0 |
| Other Operating Expenditures Budg Approp                 | 0.0 |     |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |     |
| Risk Management Charges To State Agency                  | 0.0 |     |
| Risk Management Deductible - Indemnity                   | 0.0 |     |
| Risk Management Deductible - Legal                       | 0.0 |     |
| Risk Management Deductible - Medical                     | 0.0 |     |
| Risk Management Deductible - Other                       | 0.0 |     |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |     |
| Gross Proceeds Payments To Attorneys                     | 0.0 |     |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |     |
| Medical Malpractice - Self-Insured                       | 0.0 |     |
| Automobile Liability - Self Insured                      | 0.0 |     |
| General Property Damage - Self- Insured                  | 0.0 |     |
| Automobile Physical Damage-Self Insured                  | 0.0 |     |
| Liability Insurance Premiums                             | 0.0 |     |
| Property Insurance Premiums                              | 0.0 |     |
| Workers Compensation Benefit Payments                    | 0.0 |     |
| Self Insurance - Administrative Fees                     | 0.0 |     |
| Self Insurance - Premiums                                | 0.0 |     |
| Self Insurance - Claim Payments                          | 0.0 |     |
| Self Insurance - Pharmacy Claims                         | 0.0 |     |
| Premium Tax On Altcs                                     | 0.0 |     |
| Other Insurance-Related Charges                          | 0.0 |     |
| Internal Service Data Processing                         | 0.0 |     |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |     |
| External Programming-Mainframe/Legacy                    | 0.0 |     |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |     |
| External Data Entry                                      | 0.0 |     |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |     |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |     |
| Pmt for AFIS Development & Usage                         | 0.0 |     |
| Internal Service Telecommunications                      | 0.0 |     |
| External Telecom Long Distance-In-State                  | 0.0 |     |
| External Telecom Long Distance-Out-State                 | 0.0 |     |
| Other External Telecommunication Service                 | 0.0 |     |
| Electricity  | 0.0 |     |
| Sanitation Waste Disposal                                | 0.0 |     |
| Water  | 0.0 |     |
| Gas And Fuel Oil For Buildings                           | 0.0 |     |
| Other Utilities  | 0.0 |     |
| Building Rent Charges To State Agencies                  | 0.0 |     |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0 |     |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0 |     |
| Rental Of Land And Buildings                             | 0.0 |     |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass-Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass-Through Funding</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Programmatic Pass-Through Funding</b>           |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Non-Title XIX Behavioral Health

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|---|-------------------|-----------------------|------------------------|--------------------------|
| <b>Program Summary</b>  |                   |                       |                        |                          |
| 5-1 Seriously Mentally Ill (Non-Title XIX)                          | 199,040.5         | 223,853.2             | 0.0                    | 223,853.2                |
| 5-2 Crisis Services   | 16,407.2          | 16,391.3              | 0.0                    | 16,391.3                 |
| 5-3 Supported Housing   | 6,179.9           | 9,424.8               | 0.0                    | 9,424.8                  |
| 5-4 SLI Substance Use Disorder Services                             | 248.0             | 4,906.0               | 0.0                    | 4,906.0                  |
| <b>Program Summary Total:</b>                                       | <b>221,875.6</b>  | <b>254,575.3</b>      | <b>0.0</b>             | <b>254,575.3</b>         |
| <b>Expenditure Categories</b>                                       |                   |                       |                        |                          |
| 6000 Personal Services  | 1,500.0           | 0.0                   | 0.0                    | 0.0                      |
| 6100 Employee Related Expenses                                      | 529.5             | 0.0                   | 0.0                    | 0.0                      |
| 6200 Professional and Outside Services                              | 1,844.4           | 1,645.3               | 0.0                    | 1,645.3                  |
| 6500 Travel In-State  | 1.3               | 0.0                   | 0.0                    | 0.0                      |
| 6600 Travel Out of State  | 5.5               | 0.0                   | 0.0                    | 0.0                      |
| 6700 Food   | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 6800 Aid to Organizations and Individuals                           | 207,271.9         | 249,497.6             | 0.0                    | 249,497.6                |
| 7000 Other Operating Expenses                                       | 1.5               | 0.0                   | 0.0                    | 0.0                      |
| 8000 Equipment  | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 8100 Capital Outlay   | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 8600 Debt Service   | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 9000 Cost Allocation  | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 9100 Transfers  | 10,721.5          | 3,432.4               | 0.0                    | 3,432.4                  |
| <b>Expenditure Categories Total:</b>                                | <b>221,875.6</b>  | <b>254,575.3</b>      | <b>0.0</b>             | <b>254,575.3</b>         |
| <b>Fund Source</b>  |                   |                       |                        |                          |
| <b>Appropriated Funds</b>   |                   |                       |                        |                          |
| 1000-A General Fund (Appropriated)                                  | 97,667.2          | 97,112.8              | 0.0                    | 97,112.8                 |
| 2227-A Substance Abuse Services Fund (Appropriated)                 | 2,250.2           | 2,250.2               | 0.0                    | 2,250.2                  |
| <b>Non-Appropriated Funds</b>                                       | 99,917.4          | 99,363.0              | 0.0                    | 99,363.0                 |
| 2000-N Federal Grant (Non-Appropriated)                             | 55,979.6          | 78,677.1              | 0.0                    | 78,677.1                 |
| 2325-A Substance Use Disorder Services Fund (Appropriated)          | 248.0             | 4,906.0               | 0.0                    | 4,906.0                  |
| 2500-N IGA and ISA Fund (Non-Appropriated)                          | 208.2             | 0.0                   | 0.0                    | 0.0                      |
| 2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated) | 849.7             | 4,100.0               | 0.0                    | 4,100.0                  |
| 4503-N IGAs for County BHS Fund (Non-Appropriated)                  | 64,672.7          | 67,529.2              | 0.0                    | 67,529.2                 |
| <b>Fund Source Total:</b>   | <b>121,958.2</b>  | <b>155,212.3</b>      | <b>0.0</b>             | <b>155,212.3</b>         |
| <b>Fund Source Total:</b>   | <b>221,875.6</b>  | <b>254,575.3</b>      | <b>0.0</b>             | <b>254,575.3</b>         |

All dollars are presented in thousands (not FTE).



# Program Group Summary of Expenditures and Budget Request for Selected Funds

|                 |   |                   |                    |                      |
|-----------------|---|-------------------|--------------------|----------------------|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |                   |                    |                      |
| <b>Program:</b> | Non-Title XIX Behavioral Health             |                   |                    |                      |
|                 | <b>FY 2018</b>                              | <b>FY 2019</b>    | <b>FY 2020</b>     | <b>FY 2020</b>       |
|                 | <b>Actual</b>                               | <b>Expd. Plan</b> | <b>Fund. Issue</b> | <b>Total Request</b> |

|                                 |   |                 |            |                 |
|---------------------------------|---|-----------------|------------|-----------------|
| <b>Fund:</b>                    | <b>1000-A General Fund (Appropriated)</b> |                 |            |                 |
| <b>Program Expenditures</b>     |   |                 |            |                 |
| COST CENTER/PROGRAM BUDGET UNIT |   |                 |            |                 |
| 5-1                             | 78,180.0                                  | 77,646.9        | 0.0        | 77,646.9        |
| 5-2                             | 14,157.0                                  | 14,141.1        | 0.0        | 14,141.1        |
| 5-3                             | 5,330.2                                   | 5,324.8         | 0.0        | 5,324.8         |
| <b>Total</b>                    | <b>97,667.2</b>                           | <b>97,112.8</b> | <b>0.0</b> | <b>97,112.8</b> |

|                                      |                 |                 |            |                 |
|--------------------------------------|-----------------|-----------------|------------|-----------------|
| <b>Appropriated Funding</b>          |                 |                 |            |                 |
| <b>Expenditure Categories</b>        |                 |                 |            |                 |
| Personal Services                    | 0.0             | 0.0             | 0.0        | 0.0             |
| Employee Related Expenses            | 0.0             | 0.0             | 0.0        | 0.0             |
| Professional and Outside Services    | 1,656.6         | 1,645.3         | 0.0        | 1,645.3         |
| Travel In-State                      | 0.0             | 0.0             | 0.0        | 0.0             |
| Travel Out of State                  | 0.0             | 0.0             | 0.0        | 0.0             |
| Food                                 | 0.0             | 0.0             | 0.0        | 0.0             |
| Aid to Organizations and Individuals | 92,554.6        | 92,035.1        | 0.0        | 92,035.1        |
| Other Operating Expenses             | 0.0             | 0.0             | 0.0        | 0.0             |
| Equipment                            | 0.0             | 0.0             | 0.0        | 0.0             |
| Capital Outlay                       | 0.0             | 0.0             | 0.0        | 0.0             |
| Debt Service                         | 0.0             | 0.0             | 0.0        | 0.0             |
| Cost Allocation                      | 0.0             | 0.0             | 0.0        | 0.0             |
| Transfers                            | 3,456.0         | 3,432.4         | 0.0        | 3,432.4         |
| <b>Expenditure Categories Total:</b> | <b>97,667.2</b> | <b>97,112.8</b> | <b>0.0</b> | <b>97,112.8</b> |
| <b>Fund 1000-A Total:</b>            | <b>97,667.2</b> | <b>97,112.8</b> | <b>0.0</b> | <b>97,112.8</b> |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

|                 |   |            |             |               |
|-----------------|---|------------|-------------|---------------|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |            |             |               |
| <b>Program:</b> | Non-Title XIX Behavioral Health             |            |             |               |
|                 | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|                 | Actual                                      | Expd. Plan | Fund. Issue | Total Request |

|                                 |   |          |     |          |
|---------------------------------|---|----------|-----|----------|
| <b>Fund:</b>                    | 2000-N Federal Grant (Non-Appropriated) |          |     |          |
| <b>Program Expenditures</b>     |   |          |     |          |
| COST CENTER/PROGRAM BUDGET UNIT |   |          |     |          |
| 5-1                             | 55,979.6                                | 78,677.1 | 0.0 | 78,677.1 |
| 5-4                             | 0.0                                     | 0.0      | 0.0 | 0.0      |
|                                 | 55,979.6                                | 78,677.1 | 0.0 | 78,677.1 |
| <b>Total</b>                    |   |          |     |          |

|                                      |          |          |     |          |
|--------------------------------------|----------|----------|-----|----------|
| <b>Non-Appropriated Funding</b>      |          |          |     |          |
| <b>Expenditure Categories</b>        |          |          |     |          |
| Personal Services                    | 180.0    | 0.0      | 0.0 | 0.0      |
| Employee Related Expenses            | 65.6     | 0.0      | 0.0 | 0.0      |
| Professional and Outside Services    | 187.8    | 0.0      | 0.0 | 0.0      |
| Travel In-State                      | 1.3      | 0.0      | 0.0 | 0.0      |
| Travel Out of State                  | 5.5      | 0.0      | 0.0 | 0.0      |
| Food                                 | 0.0      | 0.0      | 0.0 | 0.0      |
| Aid to Organizations and Individuals | 48,272.4 | 78,677.1 | 0.0 | 78,677.1 |
| Other Operating Expenses             | 1.5      | 0.0      | 0.0 | 0.0      |
| Equipment                            | 0.0      | 0.0      | 0.0 | 0.0      |
| Capital Outlay                       | 0.0      | 0.0      | 0.0 | 0.0      |
| Debt Service                         | 0.0      | 0.0      | 0.0 | 0.0      |
| Cost Allocation                      | 0.0      | 0.0      | 0.0 | 0.0      |
| Transfers                            | 7,265.5  | 0.0      | 0.0 | 0.0      |
|                                      | 55,979.6 | 78,677.1 | 0.0 | 78,677.1 |
| <b>Expenditure Categories Total:</b> |          |          |     |          |
|                                      | 55,979.6 | 78,677.1 | 0.0 | 78,677.1 |
| <b>Fund 2000-N Total:</b>            |          |          |     |          |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                              | Arizona Health Care Cost Containment System                |            |             |               |
|--------------------------------------|--|------------|-------------|---------------|
| Program:                             | Non-Title XIX Behavioral Health                            |            |             |               |
|                                      | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|                                      | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>                         | <b>2227-A Substance Abuse Services Fund (Appropriated)</b> |            |             |               |
| <b>Program Expenditures</b>          |  |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT      |  |            |             |               |
| 5-2                                  | 2,250.2  | 2,250.2    | 0.0         | 2,250.2       |
|                                      | 2,250.2  | 2,250.2    | 0.0         | 2,250.2       |
| <b>Total</b>                         |  |            |             |               |
| <b>Appropriated Funding</b>          |  |            |             |               |
| <b>Expenditure Categories</b>        |  |            |             |               |
| 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           |
| <b>Expenditure Categories Total:</b> |  |            |             |               |
|                                      | 2,250.2  | 2,250.2    | 0.0         | 2,250.2       |
| <b>Fund 2227-A Total:</b>            |  |            |             |               |
|                                      | 2,250.2  | 2,250.2    | 0.0         | 2,250.2       |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 |            | FY 2019     |               | FY 2020 |     | FY 2020 |         |
|---|--|---------|------------|-------------|---------------|---------|-----|---------|---------|
| Program: Non-Title XIX Behavioral Health            |  | Actual  | Expd. Plan | Fund. Issue | Total Request |         |     |         |         |
| <b>Fund:</b>  | 2325-A Substance Use Disorder Services Fund (Appropriated) |         |            |             |               |         |     |         |         |
| <b>Program Expenditures</b>                         |  |         |            |             |               |         |     |         |         |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |         |     |         |         |
| 5-4   | SLI Substance Use Disorder Services                        | 248.0   | 4,906.0    | 0.0         | 4,906.0       |         |     |         |         |
| Total   |  | 248.0   | 4,906.0    | 0.0         | 4,906.0       |         |     |         |         |
| <b>Non-Appropriated Funding</b>                     |  |         |            |             |               |         |     |         |         |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |         |     |         |         |
|   | Personal Services  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Employee Related Expenses                                  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Professional and Outside Services                          | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Aid to Organizations and Individuals                       | 248.0   | 4,906.0    | 0.0         | 4,906.0       | 0.0     | 0.0 | 0.0     | 4,906.0 |
|   | Other Operating Expenses                                   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
|   | Transfers  | 0.0     | 0.0        | 0.0         | 0.0           | 0.0     | 0.0 | 0.0     | 0.0     |
| <b>Expenditure Categories Total:</b>                |  | 248.0   | 4,906.0    | 0.0         | 4,906.0       | 0.0     | 0.0 | 0.0     | 4,906.0 |
| <b>Fund 2325-A Total:</b>                           |  | 248.0   | 4,906.0    | 0.0         | 4,906.0       | 0.0     | 0.0 | 0.0     | 4,906.0 |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|---|---------|------------|-------------|---------------|
| Program: Non-Title XIX Behavioral Health            |   | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2500-N IGA and ISA Fund (Non-Appropriated)</b> |         |            |             |               |
| <b>Program Expenditures</b>                         |   |         |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |         |            |             |               |
| 5-1   | Seriously Mentally Ill (Non-Title XIX)            | 208.2   | 0.0        | 0.0         | 0.0           |
|   | Total   | 208.2   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funding</b>                     |   |         |            |             |               |
| <b>Expenditure Categories</b>                       |   |         |            |             |               |
|   | Personal Services                                 | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                         | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services                 | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel In-State                                   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State                               | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Food  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals              | 208.2   | 0.0        | 0.0         | 0.0           |
|   | Other Operating Expenses                          | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Equipment   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay                                    | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Debt Service                                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation                                   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Transfers   | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |   | 208.2   | 0.0        | 0.0         | 0.0           |
| <b>Fund 2500-N Total:</b>                           |   | 208.2   | 0.0        | 0.0         | 0.0           |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|--|---------|------------|-------------|---------------|
| Program: Non-Title XIX Behavioral Health            |  | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)</b> |         |            |             |               |
| <b>Program Expenditures</b>                         |  |         |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |         |            |             |               |
| 5-3   | Supported Housing  | 849.7   | 4,100.0    | 0.0         | 4,100.0       |
|   | Total  | 849.7   | 4,100.0    | 0.0         | 4,100.0       |
| <b>Non-Appropriated Funding</b>                     |  |         |            |             |               |
| <b>Expenditure Categories</b>                       |  |         |            |             |               |
|   | Personal Services  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel In-State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Food   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                                       | 849.7   | 4,100.0    | 0.0         | 4,100.0       |
|   | Other Operating Expenses   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Equipment  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Debt Service   | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | Transfers  | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |  | 849.7   | 4,100.0    | 0.0         | 4,100.0       |
| <b>Fund 2555-N Total:</b>                           |  | 849.7   | 4,100.0    | 0.0         | 4,100.0       |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018   | FY 2019    | FY 2020     | FY 2020       |
|---|---|-----------|------------|-------------|---------------|
| Program: Non-Title XIX Behavioral Health            |   | Actual    | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>4503-N IGAs for County BHS Fund (Non-Appropriated)</b> |           |            |             |               |
| <b>Program Expenditures</b>                         |   |           |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |           |            |             |               |
| 5-1   | Seriously Mentally Ill (Non-Title XIX)                    | 64,672.7  | 67,529.2   | 0.0         | 67,529.2      |
| Total   |   | 64,672.7  | 67,529.2   | 0.0         | 67,529.2      |
| <b>Non-Appropriated Funding</b>                     |   |           |            |             |               |
| <b>Expenditure Categories</b>                       |   |           |            |             |               |
|   | Personal Services   | 1,320.0   | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                                 | 463.9     | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services                         | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Travel In-State   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State                                       | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Food  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals                      | 62,888.8  | 67,529.2   | 0.0         | 67,529.2      |
|   | Other Operating Expenses                                  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Equipment   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Debt Service  | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation   | 0.0       | 0.0        | 0.0         | 0.0           |
|   | Transfers   | 0.0       | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |   | 64,672.7  | 67,529.2   | 0.0         | 67,529.2      |
| <b>Fund 4503-N Total:</b>                           |   | 64,672.7  | 67,529.2   | 0.0         | 67,529.2      |
| <b>Program 5 Total:</b>                             |   | 221,875.6 | 254,575.3  | 0.0         | 254,575.3     |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

NON-MEDICAID BEHAVIORAL HEALTH  
SERIOUSLY MENTALLY ILL (NON-TITLE XIX)

**SERIOUSLY MENTALLY ILL (NON-TITLE XIX)**

**PROGRAM DESCRIPTION:**

The Seriously Mentally Ill (Non-Title XIX) program provides behavioral health services to adults with Serious Mental Illness (SMI) who are not eligible to receive Medicaid Title XIX services.

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS).

**STATUTORY AUTHORITY:**

- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S Title 36, Chapter 34, Article 1.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  |                                      | Arizona Health Care Cost Containment System |            |             |             |               |
|--|--------------------------------------|---|------------|-------------|-------------|---------------|
|  |                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020     | Total Request |
|  |                                      | Actual                                      | Expd. Plan | Fund. Issue | Fund. Issue | Total Request |
| <b>Program:</b> Seriously Mentally III (Non-Title XIX) |                                      |   |            |             |             |               |
| <b>Fund:</b> 1000-A General Fund                       |                                      |   |            |             |             |               |
| <b>Appropriated</b>                                    |                                      |   |            |             |             |               |
| 6000   | Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6100   | Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6200   | Professional and Outside Services    | 1,656.6                                     | 1,645.3    | 0.0         | 0.0         | 1,645.3       |
| 6500   | Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6600   | Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6700   | Food                                 | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6800   | Aid to Organizations and Individuals | 73,067.4                                    | 72,569.2   | 0.0         | 0.0         | 72,569.2      |
| 7000   | Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 8000   | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 8100   | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 8600   | Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 9000   | Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 9100   | Transfers                            | 3,456.0                                     | 3,432.4    | 0.0         | 0.0         | 3,432.4       |
| <b>Appropriated Total:</b>                             |                                      | 78,180.0                                    | 77,646.9   | 0.0         | 0.0         | 77,646.9      |
| <b>Fund Total:</b>                                     |                                      | 78,180.0                                    | 77,646.9   | 0.0         | 0.0         | 77,646.9      |
| <b>Fund:</b> 2000-N Federal Grant Fund                 |                                      |   |            |             |             |               |
| <b>Non-Appropriated</b>                                |                                      |   |            |             |             |               |
| 6000   | Personal Services                    | 180.0                                       | 0.0        | 0.0         | 0.0         | 0.0           |
| 6100   | Employee Related Expenses            | 65.6  | 0.0        | 0.0         | 0.0         | 0.0           |
| 6200   | Professional and Outside Services    | 187.8                                       | 0.0        | 0.0         | 0.0         | 0.0           |
| 6500   | Travel In-State                      | 1.3   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6600   | Travel Out of State                  | 5.5   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6700   | Food                                 | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 6800   | Aid to Organizations and Individuals | 48,272.4                                    | 78,677.1   | 0.0         | 0.0         | 78,677.1      |
| 7000   | Other Operating Expenses             | 1.5   | 0.0        | 0.0         | 0.0         | 0.0           |
| 8000   | Equipment                            | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |
| 8100   | Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                 |             |                 |
|--|---|-----------------|-------------|-----------------|
|  | FY 2018                                     | FY 2019         | FY 2020     | FY 2020         |
|  | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |
| <b>Program:</b> Seriously Mentally Ill (Non-Title XIX) |   |                 |             |                 |
| <b>Fund:</b> 2000-N Federal Grant Fund                 |   |                 |             |                 |
| <b>Non-Appropriated</b>                                |   |                 |             |                 |
| 8600 Debt Service                                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                                   | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers   | 7,265.5                                     | 0.0             | 0.0         | 0.0             |
| <b>Non-Appropriated Total:</b>                         | <b>55,979.6</b>                             | <b>78,677.1</b> | <b>0.0</b>  | <b>78,677.1</b> |
| <b>Fund Total:</b>                                     | <b>55,979.6</b>                             | <b>78,677.1</b> | <b>0.0</b>  | <b>78,677.1</b> |
| <b>Fund:</b> 2500-N IGA and ISA Fund                   |   |                 |             |                 |
| <b>Non-Appropriated</b>                                |   |                 |             |                 |
| 6000 Personal Services                                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses                         | 0.0   | 0.0             | 0.0         | 0.0             |
| 6200 Professional and Outside Services                 | 0.0   | 0.0             | 0.0         | 0.0             |
| 6500 Travel In-State                                   | 0.0   | 0.0             | 0.0         | 0.0             |
| 6600 Travel Out of State                               | 0.0   | 0.0             | 0.0         | 0.0             |
| 6700 Food  | 0.0   | 0.0             | 0.0         | 0.0             |
| 6800 Aid to Organizations and Individuals              | 208.2                                       | 0.0             | 0.0         | 0.0             |
| 7000 Other Operating Expenses                          | 0.0   | 0.0             | 0.0         | 0.0             |
| 8000 Equipment   | 0.0   | 0.0             | 0.0         | 0.0             |
| 8100 Capital Outlay                                    | 0.0   | 0.0             | 0.0         | 0.0             |
| 8600 Debt Service                                      | 0.0   | 0.0             | 0.0         | 0.0             |
| 9000 Cost Allocation                                   | 0.0   | 0.0             | 0.0         | 0.0             |
| 9100 Transfers   | 0.0   | 0.0             | 0.0         | 0.0             |
| <b>Non-Appropriated Total:</b>                         | <b>208.2</b>                                | <b>0.0</b>      | <b>0.0</b>  | <b>0.0</b>      |
| <b>Fund Total:</b>                                     | <b>208.2</b>                                | <b>0.0</b>      | <b>0.0</b>  | <b>0.0</b>      |
| <b>Fund:</b> 4503-N IGAs for County BHS Fund           |   |                 |             |                 |
| <b>Non-Appropriated</b>                                |   |                 |             |                 |
| 6000 Personal Services                                 | 1,320.0                                     | 0.0             | 0.0         | 0.0             |
| 6100 Employee Related Expenses                         | 463.9                                       | 0.0             | 0.0         | 0.0             |

Date Printed: 8/27/2018 4:53:39 PM All dollars are presented in thousands (not FTE).

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Seriously Mentally Ill (Non-Title XIX) |   |            |             |               |
| <b>Fund:</b> 4503-N IGAs for County BHS Fund           |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 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              | 62,888.8                                    | 67,529.2   | 0.0         | 67,529.2      |
| 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           |
| <b>Non-Appropriated Total:</b>                         | 64,672.7                                    | 67,529.2   | 0.0         | 67,529.2      |
| <b>Fund Total:</b>                                     | 64,672.7                                    | 67,529.2   | 0.0         | 67,529.2      |
| <b>Program Total For Selected Funds:</b>               | 199,040.5                                   | 223,853.2  | 0.0         | 223,853.2     |



## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Seriously Mentally III (Non-Title XIX)</b>      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 1,500.0           | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>1,500.0</b>    | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 180.0             | 0.0                   |
| 4503-N IGAs for County BHS Fund (Non-Appropriated)        | 1,320.0           | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>1,500.0</b>    | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 529.5             | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>529.5</b>      | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 65.6              | 0.0                   |
| 4503-N IGAs for County BHS Fund (Non-Appropriated)        | 463.9             | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>529.5</b>      | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 1,645.3               |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 7.0               |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 0.0               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 0.0               |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 0.0               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 0.0               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 1,837.4           |                       |

## Program Expenditure Schedule

|  |   |                               |
|--|---|-------------------------------|
| <b>Agency:</b>   | Arizona Health Care Cost Containment System |                               |
| <b>Program:</b>  | Seriously Mentally III (Non-Title XIX)      |                               |
|  | <b>FY 2018<br/>Actual</b>                   | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>1,844.4</b>                              | <b>1,645.3</b>                |
| <b>Appropriated</b>                                      |   |                               |
| 1000-A General Fund (Appropriated)                       | 1,656.6                                     | 1,645.3                       |
|  | <b>1,656.6</b>                              | <b>1,645.3</b>                |
| <b>Non-Appropriated</b>                                  |   |                               |
| 2000-N Federal Grant (Non-Appropriated)                  | 187.8                                       | 0.0                           |
|  | <b>187.8</b>                                | <b>0.0</b>                    |
| <b>Fund Source Total</b>                                 | <b>1,844.4</b>                              | <b>1,645.3</b>                |
| <hr/>  |   |                               |
| Travel In-State  | 1.3   | 0.0                           |
| <b>Expenditure Category Total</b>                        | <b>1.3</b>                                  | <b>0.0</b>                    |
| <b>Non-Appropriated</b>                                  |   |                               |
| 2000-N Federal Grant (Non-Appropriated)                  | 1.3   | 0.0                           |
|  | <b>1.3</b>                                  | <b>0.0</b>                    |
| <b>Fund Source Total</b>                                 | <b>1.3</b>                                  | <b>0.0</b>                    |
| <hr/>  |   |                               |
| Travel Out of State                                      | 5.5   | 0.0                           |
| <b>Expenditure Category Total</b>                        | <b>5.5</b>                                  | <b>0.0</b>                    |
| <b>Non-Appropriated</b>                                  |   |                               |
| 2000-N Federal Grant (Non-Appropriated)                  | 5.5   | 0.0                           |
|  | <b>5.5</b>                                  | <b>0.0</b>                    |
| <b>Fund Source Total</b>                                 | <b>5.5</b>                                  | <b>0.0</b>                    |
| <hr/>  |   |                               |
| Food   | 0.0   | 0.0                           |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>                                  | <b>0.0</b>                    |
| <hr/>  |   |                               |
| Aid to Organizations and Individuals                     | 184,436.8                                   | 218,775.5                     |
| <b>Expenditure Category Total</b>                        | <b>184,436.8</b>                            | <b>218,775.5</b>              |
| <b>Appropriated</b>                                      |   |                               |
| 1000-A General Fund (Appropriated)                       | 73,067.4                                    | 72,569.2                      |
|  | <b>73,067.4</b>                             | <b>72,569.2</b>               |
| <b>Non-Appropriated</b>                                  |   |                               |
| 2000-N Federal Grant (Non-Appropriated)                  | 48,272.4                                    | 78,677.1                      |
| 2500-N IGA and ISA Fund (Non-Appropriated)               | 208.2                                       | 0.0                           |
| 4503-N IGAs for County BHS Fund (Non-Appropriated)       | 62,888.8                                    | 67,529.2                      |
|  | <b>111,369.4</b>                            | <b>146,206.3</b>              |
| <b>Fund Source Total</b>                                 | <b>184,436.8</b>                            | <b>218,775.5</b>              |
| <hr/>  |   |                               |
| Other Operating Expenses                                 |   | 0.0                           |
| Other Operating Expenditures Budg Approp                 | 0.0   |                               |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0   |                               |
| Risk Management Charges To State Agency                  | 0.0   |                               |
| Risk Management Deductible - Indemnity                   | 0.0   |                               |
| Risk Management Deductible - Legal                       | 0.0   |                               |
| Risk Management Deductible - Medical                     | 0.0   |                               |
| Risk Management Deductible - Other                       | 0.0   |                               |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0   |                               |
| Gross Proceeds Payments To Attorneys                     | 0.0   |                               |
| General Liability- Non-Taxable- Self Ins                 | 0.0   |                               |
| Medical Malpractice - Self-Insured                       | 0.0   |                               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Seriously Mentally III (Non-Title XIX)</b>      |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Automobile Liability - Self Insured      | 0.0               |                       |
| General Property Damage - Self- Insured  | 0.0               |                       |
| Automobile Physical Damage-Self Insured  | 0.0               |                       |
| Liability Insurance Premiums             | 0.0               |                       |
| Property Insurance Premiums              | 0.0               |                       |
| Workers Compensation Benefit Payments    | 0.0               |                       |
| Self Insurance - Administrative Fees     | 0.0               |                       |
| Self Insurance - Premiums                | 0.0               |                       |
| Self Insurance - Claim Payments          | 0.0               |                       |
| Self Insurance - Pharmacy Claims         | 0.0               |                       |
| Premium Tax On Altcs                     | 0.0               |                       |
| Other Insurance-Related Charges          | 0.0               |                       |
| Internal Service Data Processing         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan       | 0.0               |                       |
| External Programming-Mainframe/Legacy    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web    | 0.0               |                       |
| External Data Entry                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web  | 0.0               |                       |
| Pmt for AFIS Development & Usage         | 0.0               |                       |
| Internal Service Telecommunications      | 0.0               |                       |
| External Telecom Long Distance-In-State  | 0.0               |                       |
| External Telecom Long Distance-Out-State | 0.0               |                       |
| Other External Telecommunication Service | 0.0               |                       |
| Electricity                              | 0.0               |                       |
| Sanitation Waste Disposal                | 0.0               |                       |
| Water                                    | 0.0               |                       |
| Gas And Fuel Oil For Buildings           | 0.0               |                       |
| Other Utilities                          | 0.0               |                       |
| Building Rent Charges To State Agencies  | 0.0               |                       |
| Priv Lease To Own Bld Rent Chrgs To Agy  | 0.0               |                       |
| Cert Of Part Bld Rent Chrgs To Agy       | 0.0               |                       |
| Rental Of Land And Buildings             | 0.0               |                       |
| Rental Of Computer Equipment             | 0.0               |                       |
| Rental Of Other Machinery And Equipment  | 0.0               |                       |
| Miscellaneous Rent                       | 0.0               |                       |
| Interest On Overdue Payments             | 0.0               |                       |
| All Other Interest Payments              | 0.0               |                       |
| Internal Acct/Budg/Financial Svcs        | 0.0               |                       |
| Other Internal Services                  | 0.0               |                       |
| Repair And Maintenance - Buildings       | 0.0               |                       |
| Repair And Maintenance - Vehicles        | 0.0               |                       |
| Repair And Maint - Mainframe And Legacy  | 0.0               |                       |
| Repair And Maint-Pc/Lan/Serv/Web         | 0.0               |                       |
| Repair And Maintenance - Other Equipment | 0.0               |                       |
| Other Repair And Maintenance             | 0.0               |                       |
| Software Support And Maintenance         | 0.0               |                       |
| Uniforms                                 | 0.0               |                       |
| Inmate Clothing                          | 0.0               |                       |
| Security Supplies                        | 0.0               |                       |
| Office Supplies                          | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Seriously Mentally III (Non-Title XIX)</b>      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Computer Supplies                                       | 0.0               |                       |
| Housekeeping Supplies                                   | 0.0               |                       |
| Bedding And Bath Supplies                               | 0.0               |                       |
| Drugs And Medicine Supplies                             | 0.0               |                       |
| Medical Supplies  | 0.0               |                       |
| Dental Supplies   | 0.0               |                       |
| Automotive And Transportation Fuels                     | 0.0               |                       |
| Automotive Lubricants And Supplies                      | 0.0               |                       |
| Rpr And Maint Supplies-Not Auto Or Build                | 0.0               |                       |
| Repair And Maintenance Supplies-Building                | 0.0               |                       |
| Other Operating Supplies                                | 0.0               |                       |
| Publications  | 0.0               |                       |
| Aggregate Withheld Or Paid Commissions                  | 0.0               |                       |
| Lottery Prizes  | 0.0               |                       |
| Lottery Distribution Costs                              | 0.0               |                       |
| Material for Further Processing                         | 0.0               |                       |
| Other Resale Supplies                                   | 0.0               |                       |
| Loss On Sales Of Capital Assets                         | 0.0               |                       |
| Loss on Sales of Investments                            | 0.0               |                       |
| Employee Tuition Reimbursement-Graduate                 | 0.0               |                       |
| Employee Tuition Reimb Under-Grad/Other                 | 0.0               |                       |
| Conference Registration-Attendance Fees                 | 2.4               |                       |
| Other Education And Training Costs                      | 0.0               |                       |
| Advertising   | 0.0               |                       |
| Sponsorships  | 0.0               |                       |
| Internal Printing                                       | 0.0               |                       |
| External Printing                                       | 0.0               |                       |
| Photography   | 0.0               |                       |
| Postage And Delivery                                    | 0.0               |                       |
| Document shredding and Destruction Services             | 0.0               |                       |
| Translation and Sign Language Services                  | 0.0               |                       |
| Distribution To State Universities                      | 0.0               |                       |
| Other Intrastate Distributions                          | 0.0               |                       |
| Awards  | 0.0               |                       |
| Entertainment And Promotional Items                     | 0.0               |                       |
| Dues  | 0.0               |                       |
| Books- Subscriptions And Publications                   | 0.0               |                       |
| Costs For Digital Image Or Microfilm                    | 0.0               |                       |
| Revolving Fund Advances                                 | 0.0               |                       |
| Credit Card Fees Over Approved Limit                    | 0.0               |                       |
| Relief Bill Expenditures                                | 0.0               |                       |
| Surplus Property Distr To State Agencies                | 0.0               |                       |
| Security Services                                       | 0.0               |                       |
| Judgments - Damages                                     | 0.0               |                       |
| ICA Payments to Claimants Confidential                  | 0.0               |                       |
| Jdgmnt-Confidential Restitution To Indiv                | 0.0               |                       |
| Judgments - Non-Confidential Restitution                | 0.0               |                       |
| Judgments - Punitive And Compensatory                   | 0.0               |                       |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation | 0.0               |                       |
| Pmts For Contracted State Inmate Labor                  | 0.0               |                       |
| Payments To State Inmates                               | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Seriously Mentally III (Non-Title XIX)</b>      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| Bad Debt Expense  | 0.0               |                       |
| Interview Expense   | 0.0               |                       |
| Employee Relocations-Nontaxable                           | 0.0               |                       |
| Employee Relocations-Taxable                              | 0.0               |                       |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0               |                       |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0               |                       |
| Fingerprinting, Background Checks, Etc.                   | 0.0               |                       |
| Other Miscellaneous Operating                             | (0.9)             |                       |
| <b>Expenditure Category Total</b>                         | <b>1.5</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 1.5               | 0.0                   |
|   | <b>1.5</b>        | <b>0.0</b>            |
| <b>Fund Source Total</b>                                  | <b>1.5</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Current Year Expenditures                                 |                   | 0.0                   |
| Capital Equipment Budget And Approp                       | 0.0               |                       |
| Vehicles Capital Purchase                                 | 0.0               |                       |
| Vehicles Capital Leases                                   | 0.0               |                       |
| Furniture Capital Purchase                                | 0.0               |                       |
| Depreciable Works Of Art & Hist Treas/Coll Capital Purcha | 0.0               |                       |
| Non Depr Works Of Art & Hist Treas/Coll Cap Purchase      | 0.0               |                       |
| Furniture Capital Leases                                  | 0.0               |                       |
| Computer Equipment Capital Purchase                       | 0.0               |                       |
| Computer Equipment Capital Lease                          | 0.0               |                       |
| Telecommunication Equip-Capital Purchase                  | 0.0               |                       |
| Telecommunication Equip-Capital Lease                     | 0.0               |                       |
| Other Equipment Capital Purchase                          | 0.0               |                       |
| Other Equipment Capital Leases                            | 0.0               |                       |
| Purchased Or Licensed Software-Website                    | 0.0               |                       |
| Internally Generated Software-Website                     | 0.0               |                       |
| Development in Progress                                   | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Rights                   | 0.0               |                       |
| Oth Int Assets purchased, licensed or internally generate | 0.0               |                       |
| Other intangible assets acquired by capital lease         | 0.0               |                       |
| Other Capital Asset Purchases                             | 0.0               |                       |
| Leasehold Improvement-Capital Purchase                    | 0.0               |                       |
| Other Capital Asset Leases                                | 0.0               |                       |
| Non-Capital Equip Budget And Approp                       | 0.0               |                       |
| Vehicles Non-Capital Purchase                             | 0.0               |                       |
| Vehicles Non-Capital Leases                               | 0.0               |                       |
| Furniture Non-Capital Purchase                            | 0.0               |                       |
| Works Of Art And Hist Treas-Non Capital                   | 0.0               |                       |
| Furniture Non-Capital Leases                              | 0.0               |                       |
| Computer Equipment Non-Capital Purchase                   | 0.0               |                       |
| Computer Equipment Non-Capital Lease                      | 0.0               |                       |
| Telecomm Equip Non-Capital Purchase                       | 0.0               |                       |
| Telecomm Equip Non-Capital Leases                         | 0.0               |                       |
| Other Equipment Non-Capital Purchase                      | 0.0               |                       |
| Weapons Non-Capital Purchase                              | 0.0               |                       |
| Other Equipment Non-Capital Lease                         | 0.0               |                       |
| Purchased Or Licensed Software/Website                    | 0.0               |                       |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Seriously Mentally III (Non-Title XIX)      |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Internally Generated Software/Website                      | 0.0               |                       |
| LICENSES AND PERMITS                                       | 0.0               |                       |
| Right-Of-Way/Easement/Extraction Exp                       | 0.0               |                       |
| Other Intangible Assets - Purchased, Licensed or Internall | 0.0               |                       |
| Noncapital Software/Web By Capital Lease                   | 0.0               |                       |
| Other Intangible Assets Acquired by Capital Lease          | 0.0               |                       |
| Other Long Lived Tangible Assets to be Expenses            | 0.0               |                       |
| Non-Capital Equipment Excluded from Cost Allocation        | 0.0               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 10,721.5          | 3,432.4               |
| <b>Expenditure Category Total</b>                          | <b>10,721.5</b>   | <b>3,432.4</b>        |
| <hr/>  |                   |                       |
| <b>Appropriated</b>  |                   |                       |
| 1000-A General Fund (Appropriated)                         | 3,456.0           | 3,432.4               |
|  | <b>3,456.0</b>    | <b>3,432.4</b>        |
| <hr/>  |                   |                       |
| <b>Non-Appropriated</b>                                    |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                    | 7,265.5           | 0.0                   |
|  | <b>7,265.5</b>    | <b>0.0</b>            |
| <b>Fund Source Total</b>                                   | <b>10,721.5</b>   | <b>3,432.4</b>        |

**NON-MEDICAID BEHAVIORAL HEALTH  
CRISIS SERVICES**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



**CRISIS SERVICES**

**PROGRAM DESCRIPTION:**

The Crisis Services program provides emergency behavioral health assistance to persons in need, who are not eligible for the Medicaid Title XIX program. Services may include 24-hour crisis telephone lines, mobile crisis response teams, and facility-based crisis services.

Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS).

**STATUTORY AUTHORITY:**

Laws 2015, Chapter 19.  
Laws 2015, Chapter 195.  
A.R.S Title 36, Chapter 34, Article 1.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |                 | FY 2018     | FY 2019         | FY 2020    | FY 2020         |
|---|---|-----------------|-------------|-----------------|------------|-----------------|
|   | Actual                                      | Expd. Plan      | Fund. Issue | Total Request   |            |                 |
| <b>Program: Crisis Services</b>                   |   |                 |             |                 |            |                 |
| <b>Fund: 1000-A General Fund</b>                  |   |                 |             |                 |            |                 |
| <b>Appropriated</b>                               |   |                 |             |                 |            |                 |
| 6000 Personal Services                            | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6100 Employee Related Expenses                    | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6200 Professional and Outside Services            | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6500 Travel In-State                              | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6600 Travel Out of State                          | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6700 Food   | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6800 Aid to Organizations and Individuals         | 14,157.0                                    | 14,141.1        | 0.0         | 14,141.1        | 0.0        | 14,141.1        |
| 7000 Other Operating Expenses                     | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 8000 Equipment                                    | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 8100 Capital Outlay                               | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 8600 Debt Service                                 | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 9000 Cost Allocation                              | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 9100 Transfers                                    | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| <b>Appropriated Total:</b>                        | <b>14,157.0</b>                             | <b>14,141.1</b> | <b>0.0</b>  | <b>14,141.1</b> | <b>0.0</b> | <b>14,141.1</b> |
| <b>Fund Total:</b>                                | <b>14,157.0</b>                             | <b>14,141.1</b> | <b>0.0</b>  | <b>14,141.1</b> | <b>0.0</b> | <b>14,141.1</b> |
| <b>Fund: 2227-A Substance Abuse Services Fund</b> |   |                 |             |                 |            |                 |
| <b>Appropriated</b>                               |   |                 |             |                 |            |                 |
| 6000 Personal Services                            | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6100 Employee Related Expenses                    | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6200 Professional and Outside Services            | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6500 Travel In-State                              | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6600 Travel Out of State                          | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6700 Food   | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 6800 Aid to Organizations and Individuals         | 2,250.2                                     | 2,250.2         | 0.0         | 2,250.2         | 0.0        | 2,250.2         |
| 7000 Other Operating Expenses                     | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 8000 Equipment                                    | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |
| 8100 Capital Outlay                               | 0.0   | 0.0             | 0.0         | 0.0             | 0.0        | 0.0             |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Crisis Services

|              |  |          |          |     |          |
|--------------|--|----------|----------|-----|----------|
| <b>Fund:</b> | 2227-A Substance Abuse Services Fund     |          |          |     |          |
|              | <b>Appropriated</b>                      |          |          |     |          |
|              | 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      |
|              | <b>Appropriated Total:</b>               | 2,250.2  | 2,250.2  | 0.0 | 2,250.2  |
|              | <b>Fund Total:</b>                       | 2,250.2  | 2,250.2  | 0.0 | 2,250.2  |
|              | <b>Program Total For Selected Funds:</b> | 16,407.2 | 16,391.3 | 0.0 | 16,391.3 |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Crisis Services</b>                             |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 16,407.2          | 16,391.3              |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Crisis Services</b>                             |

|   | <b>FY 2018<br/>Actual</b> | <b>FY 2019<br/>Expd. Plan</b> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                   | <b>16,407.2</b>           | <b>16,391.3</b>               |
| <b>Appropriated</b>                                 |                           |                               |
| 1000-A General Fund (Appropriated)                  | 14,157.0                  | 14,141.1                      |
| 2227-A Substance Abuse Services Fund (Appropriated) | 2,250.2                   | 2,250.2                       |
|   | <b>16,407.2</b>           | <b>16,391.3</b>               |
| <b>Fund Source Total</b>                            | <b>16,407.2</b>           | <b>16,391.3</b>               |

---

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Crisis Services</b>                             |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Crisis Services</b>                             |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Crisis Services</b>                             |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



**NON-MEDICAID BEHAVIORAL HEALTH  
SUPPORTED HOUSING**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



**SUPPORTED HOUSING**

**PROGRAM DESCRIPTION:**

The Supported Housing program provides housing services that will enable individuals to live in the community. These funds may serve to Medicaid and 100% state funded recipients. Medicaid does not, however, provide federal matching funds for housing assistance.

Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS).

**STATUTORY AUTHORITY:**

- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S Title 36, Chapter 34, Article 1.



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |              | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|---|--------------|---------|------------|-------------|---------------|
| Program:  | 1000-A                                      | General Fund | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Supported Housing</b>                                      |   |              |         |            |             |               |
| <b>Fund: 1000-A General Fund</b>                              |   |              |         |            |             |               |
| <b>Appropriated</b>   |   |              |         |            |             |               |
| 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        | 5,330.2      | 5,324.8 | 0.0        | 0.0         | 5,324.8       |
| 7000  | Other Operating Expenses                    | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 8000  | Equipment                                   | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 8100  | Capital Outlay                              | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 8600  | Debt Service                                | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                             | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                                   | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                                    |   |              | 5,330.2 | 5,324.8    | 0.0         | 5,324.8       |
| <b>Fund Total:</b>  |   |              | 5,330.2 | 5,324.8    | 0.0         | 5,324.8       |
| <b>Fund: 2555-N Seriously Mentally Ill Housing Trust Fund</b> |   |              |         |            |             |               |
| <b>Non-Appropriated</b>                                       |   |              |         |            |             |               |
| 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        | 849.7        | 4,100.0 | 0.0        | 0.0         | 4,100.0       |
| 7000  | Other Operating Expenses                    | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 8000  | Equipment                                   | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |
| 8100  | Capital Outlay                              | 0.0          | 0.0     | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Supported Housing        |   |            |             |               |
| <b>Fund:</b> 2555-N                      | Seriously Mentally Ill Housing Trust Fund   |            |             |               |
| <b>Non-Appropriated</b>                  |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>           | 849.7                                       | 4,100.0    | 0.0         | 4,100.0       |
| <b>Fund Total:</b>                       | 849.7                                       | 4,100.0    | 0.0         | 4,100.0       |
| <b>Program Total For Selected Funds:</b> | 6,179.9                                     | 9,424.8    | 0.0         | 9,424.8       |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Supported Housing                           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 6,179.9           | 9,424.8               |

## Program Expenditure Schedule

|   |  |                               |
|---|--|-------------------------------|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>   | <b>Supported Housing</b>                           |                               |
|   | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                                   | <b>6,179.9</b>                                     | <b>9,424.8</b>                |
| <b>Appropriated</b>   |  |                               |
| 1000-A General Fund (Appropriated)                                  | 5,330.2  | 5,324.8                       |
|   | <b>5,330.2</b>                                     | <b>5,324.8</b>                |
| <b>Non-Appropriated</b>   |  |                               |
| 2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated) | 849.7  | 4,100.0                       |
|   | <b>849.7</b>                                       | <b>4,100.0</b>                |
| <b>Fund Source Total</b>  | <b>6,179.9</b>                                     | <b>9,424.8</b>                |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Supported Housing</b>                           |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Supported Housing</b>                           |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Supported Housing</b>                           |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |               |
|--|---------|------------|-------------|---------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request | Total Request |

**Program:** SLI Substance Use Disorder Services

|   |            |            |            |            |            |
|---|------------|------------|------------|------------|------------|
| <b>Fund:</b> 2000-N Federal Grant Fund    |            |            |            |            |            |
| <b>Non-Appropriated</b>                   |            |            |            |            |            |
| 6000 Personal Services                    | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 6100 Employee Related Expenses            | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 6200 Professional and Outside Services    | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 6500 Travel In-State                      | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 6600 Travel Out of State                  | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 6700 Food                                 | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 6800 Aid to Organizations and Individuals | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 7000 Other Operating Expenses             | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 8000 Equipment                            | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 8100 Capital Outlay                       | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 8600 Debt Service                         | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 9000 Cost Allocation                      | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| 9100 Transfers                            | 0.0        | 0.0        | 0.0        | 0.0        | 0.0        |
| <b>Non-Appropriated Total:</b>            | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |
| <b>Fund Total:</b>                        | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

|  |       |         |     |     |         |
|--|-------|---------|-----|-----|---------|
| <b>Fund:</b> 2325-A Substance Use Disorder Services Fund |       |         |     |     |         |
| <b>Non-Appropriated</b>                                  |       |         |     |     |         |
| 6000 Personal Services                                   | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 6100 Employee Related Expenses                           | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 6200 Professional and Outside Services                   | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 6500 Travel In-State                                     | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 6600 Travel Out of State                                 | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 6700 Food  | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 6800 Aid to Organizations and Individuals                | 248.0 | 4,906.0 | 0.0 | 0.0 | 4,906.0 |
| 7000 Other Operating Expenses                            | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 8000 Equipment   | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |
| 8100 Capital Outlay                                      | 0.0   | 0.0     | 0.0 | 0.0 | 0.0     |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI Substance Use Disorder Services      |   |            |             |               |
| <b>Fund:</b> 2325-A Substance Use Disorder Services Fund |   |            |             |               |
| <b>Non-Appropriated</b>                                  |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                           | 248.0                                       | 4,906.0    | 0.0         | 4,906.0       |
| <b>Fund Total:</b>                                       | 248.0                                       | 4,906.0    | 0.0         | 4,906.0       |
| <b>Program Total For Selected Funds:</b>                 | 248.0                                       | 4,906.0    | 0.0         | 4,906.0       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Substance Use Disorder Services</b>         |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 0.0               | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
| <b>Program:</b>  | <b>SLI Substance Use Disorder Services</b>         |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| Aid to Organizations and Individuals                       | 248.0  | 4,906.0                       |
| <b>Expenditure Category Total</b>                          | <b>248.0</b>                                       | <b>4,906.0</b>                |
| <b>Non-Appropriated</b>                                    |  |                               |
| 2325-A Substance Use Disorder Services Fund (Appropriated) | 248.0  | 4,906.0                       |
| <b>Fund Source Total</b>                                   | <b>248.0</b>                                       | <b>4,906.0</b>                |
| <hr/>  |  |                               |
| Other Operating Expenses                                   |  | 0.0                           |
| Other Operating Expenditures Budg Approp                   | 0.0  |                               |
| Other Operating Expenditures Excluded from Cost Allocati   | 0.0  |                               |
| Risk Management Charges To State Agency                    | 0.0  |                               |
| Risk Management Deductible - Indemnity                     | 0.0  |                               |
| Risk Management Deductible - Legal                         | 0.0  |                               |
| Risk Management Deductible - Medical                       | 0.0  |                               |
| Risk Management Deductible - Other                         | 0.0  |                               |
| Gen Liab- Non Physical-Taxable- Self Ins                   | 0.0  |                               |
| Gross Proceeds Payments To Attorneys                       | 0.0  |                               |
| General Liability- Non-Taxable- Self Ins                   | 0.0  |                               |
| Medical Malpractice - Self-Insured                         | 0.0  |                               |
| Automobile Liability - Self Insured                        | 0.0  |                               |
| General Property Damage - Self- Insured                    | 0.0  |                               |
| Automobile Physical Damage-Self Insured                    | 0.0  |                               |
| Liability Insurance Premiums                               | 0.0  |                               |
| Property Insurance Premiums                                | 0.0  |                               |
| Workers Compensation Benefit Payments                      | 0.0  |                               |
| Self Insurance - Administrative Fees                       | 0.0  |                               |
| Self Insurance - Premiums                                  | 0.0  |                               |
| Self Insurance - Claim Payments                            | 0.0  |                               |
| Self Insurance - Pharmacy Claims                           | 0.0  |                               |
| Premium Tax On Altcs                                       | 0.0  |                               |
| Other Insurance-Related Charges                            | 0.0  |                               |
| Internal Service Data Processing                           | 0.0  |                               |
| Internal Service Data Proc- Pc/Lan                         | 0.0  |                               |
| External Programming-Mainframe/Legacy                      | 0.0  |                               |
| External Programming- Pc/Lan/Serv/Web                      | 0.0  |                               |
| External Data Entry  | 0.0  |                               |
| Othr External Data Proc-Mainframe/Legacy                   | 0.0  |                               |
| Othr External Data Proc-Pc/Lan/Serv/Web                    | 0.0  |                               |
| Pmt for AFIS Development & Usage                           | 0.0  |                               |
| Internal Service Telecommunications                        | 0.0  |                               |
| External Telecom Long Distance-In-State                    | 0.0  |                               |
| External Telecom Long Distance-Out-State                   | 0.0  |                               |
| Other External Telecommunication Service                   | 0.0  |                               |
| Electricity  | 0.0  |                               |
| Sanitation Waste Disposal                                  | 0.0  |                               |
| Water  | 0.0  |                               |
| Gas And Fuel Oil For Buildings                             | 0.0  |                               |
| Other Utilities  | 0.0  |                               |
| Building Rent Charges To State Agencies                    | 0.0  |                               |
| Priv Lease To Own Bld Rent Chrgs To Agy                    | 0.0  |                               |
| Cert Of Part Bld Rent Chrgs To Agy                         | 0.0  |                               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Substance Use Disorder Services</b>         |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Substance Use Disorder Services</b>         |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| Other Intrastate Distributions                            | 0.0                       |                               |
| Awards  | 0.0                       |                               |
| Entertainment And Promotional Items                       | 0.0                       |                               |
| Dues  | 0.0                       |                               |
| Books- Subscriptions And Publications                     | 0.0                       |                               |
| Costs For Digital Image Or Microfilm                      | 0.0                       |                               |
| Revolving Fund Advances                                   | 0.0                       |                               |
| Credit Card Fees Over Approved Limit                      | 0.0                       |                               |
| Relief Bill Expenditures                                  | 0.0                       |                               |
| Surplus Property Distr To State Agencies                  | 0.0                       |                               |
| Security Services   | 0.0                       |                               |
| Judgments - Damages                                       | 0.0                       |                               |
| ICA Payments to Claimants Confidential                    | 0.0                       |                               |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0                       |                               |
| Judgments - Non-Confidential Restitution                  | 0.0                       |                               |
| Judgments - Punitive And Compensatory                     | 0.0                       |                               |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0                       |                               |
| Pmts For Contracted State Inmate Labor                    | 0.0                       |                               |
| Payments To State Inmates                                 | 0.0                       |                               |
| Bad Debt Expense  | 0.0                       |                               |
| Interview Expense   | 0.0                       |                               |
| Employee Relocations-Nontaxable                           | 0.0                       |                               |
| Employee Relocations-Taxable                              | 0.0                       |                               |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0                       |                               |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0                       |                               |
| Fingerprinting, Background Checks, Etc.                   | 0.0                       |                               |
| Other Miscellaneous Operating                             | 0.0                       |                               |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                | <b>0.0</b>                    |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Substance Use Disorder Services</b>         |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Children's Health Insurance Program

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|--|-------------------|-----------------------|------------------------|--------------------------|
|--|-------------------|-----------------------|------------------------|--------------------------|

| <b>Program Summary</b>                           |          |          |          |           |
|--|----------|----------|----------|-----------|
| 6-2 Children's Health Insurance Program Services | 57,555.4 | 81,846.9 | 23,695.0 | 105,541.9 |
| <b>Program Summary Total:</b>                    | 57,555.4 | 81,846.9 | 23,695.0 | 105,541.9 |

| <b>Expenditure Categories</b>             |          |          |          |           |
|---|----------|----------|----------|-----------|
| 0000 FTE Positions                        | 0.0      | 0.0      | 0.0      | 0.0       |
| 6000 Personal Services                    | 0.0      | 0.0      | 0.0      | 0.0       |
| 6100 Employee Related Expenses            | 0.0      | 0.0      | 0.0      | 0.0       |
| 6200 Professional and Outside Services    | 0.0      | 0.0      | 0.0      | 0.0       |
| 6500 Travel In-State                      | 0.0      | 0.0      | 0.0      | 0.0       |
| 6600 Travel Out of State                  | 0.0      | 0.0      | 0.0      | 0.0       |
| 6700 Food                                 | 0.0      | 0.0      | 0.0      | 0.0       |
| 6800 Aid to Organizations and Individuals | 57,144.9 | 81,263.5 | 23,695.0 | 104,958.5 |
| 7000 Other Operating Expenses             | 0.0      | 0.0      | 0.0      | 0.0       |
| 8000 Equipment                            | 0.0      | 0.0      | 0.0      | 0.0       |
| 8100 Capital Outlay                       | 0.0      | 0.0      | 0.0      | 0.0       |
| 8600 Debt Service                         | 0.0      | 0.0      | 0.0      | 0.0       |
| 9000 Cost Allocation                      | 0.0      | 0.0      | 0.0      | 0.0       |
| 9100 Transfers                            | 410.5    | 583.4    | 0.0      | 583.4     |
| <b>Expenditure Categories Total:</b>      | 57,555.4 | 81,846.9 | 23,695.0 | 105,541.9 |

| <b>Fund Source</b>  |          |          |          |           |
|---|----------|----------|----------|-----------|
| <b>Appropriated Funds</b>                                 |          |          |          |           |
| 1000-A General Fund (Appropriated)                        | (33.9)   | 0.0      | 7,791.7  | 7,791.7   |
| 2409-A Children's Health Insurance Program (Appropriated) | 57,589.3 | 81,846.9 | 15,827.0 | 97,673.9  |
|   | 57,555.4 | 81,846.9 | 23,618.7 | 105,465.6 |

|  |          |          |          |           |
|--|----------|----------|----------|-----------|
| <b>Non-Appropriated Funds</b>              |          |          |          |           |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 0.0      | 0.0      | 76.3     | 76.3      |
|  | 0.0      | 0.0      | 76.3     | 76.3      |
| <b>Fund Source Total:</b>                  | 57,555.4 | 81,846.9 | 23,695.0 | 105,541.9 |



# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                              | Arizona Health Care Cost Containment System |            |             |               |               |               |
|--------------------------------------|---|------------|-------------|---------------|---------------|---------------|
| Program:                             | Children's Health Insurance Program         |            |             |               |               |               |
|                                      | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       | FY 2020       | FY 2020       |
|                                      | Actual                                      | Expd. Plan | Fund. Issue | Total Request | Total Request | Total Request |
| <b>Fund:</b>                         | <b>1000-A General Fund (Appropriated)</b>   |            |             |               |               |               |
| <b>Program Expenditures</b>          |   |            |             |               |               |               |
| COST CENTER/PROGRAM BUDGET UNIT      |   |            |             |               |               |               |
| 6-2                                  | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       | 7,791.7       | 7,791.7       |
|                                      | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       | 7,791.7       | 7,791.7       |
| <b>Total</b>                         |   |            |             |               |               |               |
| <b>Appropriated Funding</b>          |   |            |             |               |               |               |
| <b>Expenditure Categories</b>        |   |            |             |               |               |               |
| FTE Positions                        | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Personal Services                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Employee Related Expenses            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Professional and Outside Services    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Travel In-State                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Travel Out of State                  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Food                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Aid to Organizations and Individuals | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       | 7,791.7       | 7,791.7       |
| Other Operating Expenses             | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Equipment                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Capital Outlay                       | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Debt Service                         | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Cost Allocation                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| Transfers                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           | 0.0           |
| <b>Expenditure Categories Total:</b> | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       | 7,791.7       | 7,791.7       |
| <b>Fund 1000-A Total:</b>            | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       | 7,791.7       | 7,791.7       |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |  | FY 2018         | FY 2019         | FY 2020         | FY 2020         |
|---|--|-----------------|-----------------|-----------------|-----------------|
| Program: Children's Health Insurance Program        |  | Actual          | Expd. Plan      | Fund. Issue     | Total Request   |
| <b>Fund:</b>  | <b>2409-A Children's Health Insurance Program (Appropriated)</b> |                 |                 |                 |                 |
| <b>Program Expenditures</b>                         |  |                 |                 |                 |                 |
| COST CENTER/PROGRAM BUDGET UNIT                     |  |                 |                 |                 |                 |
| 6-2   | Children's Health Insurance Program Services                     | 57,589.3        | 81,846.9        | 15,827.0        | 97,673.9        |
|   | Total  | 57,589.3        | 81,846.9        | 15,827.0        | 97,673.9        |
| <b>Appropriated Funding</b>                         |  |                 |                 |                 |                 |
| <b>Expenditure Categories</b>                       |  |                 |                 |                 |                 |
|   | FTE Positions  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Personal Services  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Employee Related Expenses  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Professional and Outside Services                                | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Travel In-State  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Travel Out of State  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Food   | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Aid to Organizations and Individuals                             | 57,178.8        | 81,263.5        | 15,827.0        | 97,090.5        |
|   | Other Operating Expenses   | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Equipment  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Capital Outlay   | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Debt Service   | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Cost Allocation  | 0.0             | 0.0             | 0.0             | 0.0             |
|   | Transfers  | 410.5           | 583.4           | 0.0             | 583.4           |
| <b>Expenditure Categories Total:</b>                |  | <b>57,589.3</b> | <b>81,846.9</b> | <b>15,827.0</b> | <b>97,673.9</b> |
| <b>Fund 2409-A Total:</b>                           |  | <b>57,589.3</b> | <b>81,846.9</b> | <b>15,827.0</b> | <b>97,673.9</b> |

# 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 2018                                     | FY 2019                                    | FY 2020         | FY 2020          |
|                                      | Actual                                      | Expd. Plan                                 | Fund. Issue     | Total Request    |
| <b>Fund:</b>                         | <b>2500-N</b>                               | <b>IGA and ISA Fund (Non-Appropriated)</b> |                 |                  |
| <b>Program Expenditures</b>          |   |  |                 |                  |
| COST CENTER/PROGRAM BUDGET UNIT      |   |  |                 |                  |
| 6-2                                  | 0.0   | 0.0  | 76.3            | 76.3             |
|                                      | 0.0   | 0.0  | 76.3            | 76.3             |
| <b>Total</b>                         |   |  |                 |                  |
| <b>Non-Appropriated Funding</b>      |   |  |                 |                  |
| <b>Expenditure Categories</b>        |   |  |                 |                  |
| FTE Positions                        | 0.0   | 0.0  | 0.0             | 0.0              |
| Personal Services                    | 0.0   | 0.0  | 0.0             | 0.0              |
| Employee Related Expenses            | 0.0   | 0.0  | 0.0             | 0.0              |
| Professional and Outside Services    | 0.0   | 0.0  | 0.0             | 0.0              |
| Travel In-State                      | 0.0   | 0.0  | 0.0             | 0.0              |
| Travel Out of State                  | 0.0   | 0.0  | 0.0             | 0.0              |
| Food                                 | 0.0   | 0.0  | 0.0             | 0.0              |
| Aid to Organizations and Individuals | 0.0   | 0.0  | 76.3            | 76.3             |
| Other Operating Expenses             | 0.0   | 0.0  | 0.0             | 0.0              |
| Equipment                            | 0.0   | 0.0  | 0.0             | 0.0              |
| Capital Outlay                       | 0.0   | 0.0  | 0.0             | 0.0              |
| Debt Service                         | 0.0   | 0.0  | 0.0             | 0.0              |
| Cost Allocation                      | 0.0   | 0.0  | 0.0             | 0.0              |
| Transfers                            | 0.0   | 0.0  | 0.0             | 0.0              |
| <b>Expenditure Categories Total:</b> | <b>0.0</b>                                  | <b>0.0</b>                                 | <b>76.3</b>     | <b>76.3</b>      |
| <b>Fund 2500-N Total:</b>            | <b>0.0</b>                                  | <b>0.0</b>                                 | <b>76.3</b>     | <b>76.3</b>      |
| <b>Program 6 Total:</b>              | <b>57,555.4</b>                             | <b>81,846.9</b>                            | <b>23,695.0</b> | <b>105,541.9</b> |





FISCAL YEAR 2020

**CHILDREN'S HEALTH INSURANCE PROGRAM**

BUDGET JUSTIFICATION

## **CHILDREN'S HEALTH INSURANCE PROGRAM SERVICES**

### **PROGRAM DESCRIPTION/BACKGROUND:**

A.R.S. Title 36, Chapter 29, Article 4 (Laws 1998, Chapter 11) authorized the implementation of a Title XXI Children's Health Insurance Program referred to as KidsCare. The intent of this program was to provide health care services to children under the age of 19 living in families with a gross income at or below 200% of the Federal Poverty Level (FPL) guidelines, who are not eligible for Medicaid.

Arizona provides KidsCare services through established AHCCCS health plans. All children have a choice of available contractors and primary care providers in a Geographic Service Area. Additionally, Native Americans can elect to enroll with a health plan or the American Indian Health Plan (AIHP), an AHCCCS administered fee-for-service program. As established, the KidsCare benefit package offered by the contractors is the same service package offered to state employees by the least expensive commercial HMO. However, Laws 2001, Chapter 360 expanded the benefits package to include non-emergency transportation and expanded behavioral health services.

Behavioral Health Services and Children's Rehabilitative Services are available for children enrolled with health plans, as well as those children covered by the AIHP.

Based on Title XXI of the Social Security Act, a child who is Medicaid eligible cannot be approved for KidsCare.

On March 15, 2010, the Centers for Medicare and Medicaid Services (CMS) approved an enrollment freeze and cap for KidsCare with the effective date of January 1, 2010. Since the enrollment freeze State Plan Amendment (SPA) was approved prior to the President signing the Patient Protection and Affordable Care Act of 2010 (ACA), the freeze was not considered a violation of the maintenance of effort (MOE) provisions of the ACA.

On July 22, 2016, CMS approved a SPA to remove the enrollment cap on the programs, per Laws 2016, Chapter 112. Coverage for new applicants will begin effective September 1, 2016.

KidsCare expenditures are funded by Arizona's Title XXI CHIP allotment at an enhanced 100% FMAP due to a 23 percentage point increase under the ACA, which expires September 30, 2019. On January 22, 2018, Congress passed a six-year extension of CHIP funding as part of a broader continuing resolution to fund the federal government. Federal funding for CHIP expired on September 30, 2017 and without additional funding available, states used remaining funds from previous years. On February 9, 2018, Congress passed the Bipartisan Budget Act of 2018, which reauthorized CHIP for an additional four years. President Trump signed the bill into law that same day, allowing for CHIP's extension through 2027.



FISCAL YEAR 2020

**CHILDREN'S HEALTH INSURANCE PROGRAM**

**BUDGET JUSTIFICATION**

This budget assumes sufficient CHIP allotment for FFY 2019 and FFY 2020. Please see the budget submittal letter for a discussion of potential scenarios and funding impacts that may occur as the result of federal and state policy decisions. On October 1, 2019 when FMAP decreases to 90.14% this will trigger a freeze in the program per Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 unless a change in this law is enacted. It is assumed for purposes of this budget that necessary changes to this law will be made and that KidCare enrollment will not be frozen.

KidsCare members are charged monthly premiums based on family income and the number of children covered. At no time will a Native American or an Alaska Native be charged a co-payment or a premium. A.R.S. §36-2982 requires AHCCCS to adopt rules to establish circumstances under which AHCCCS will grant a hardship to a member who cannot pay the monthly premium.

**METHODOLOGY:**

**MEMBER GROWTH**

AHCCCS projected member growth in KidsCare by estimating the number of children in Arizona who are without health insurance coverage, do not qualify for other Medicaid programs, and would likely be eligible for KidsCare. Census and health insurance data was reviewed and analyzed from the U.S. Census Bureau's 2014 Annual Social and Economic Supplement (ASEC) of the Current Population Survey (CPS) to estimate the number of children, by household income level, that were uninsured in 2014. AHCCCS then assumed that a portion of those individuals became insured via the Federally Facilitated Marketplace (FFM) and Arizona's overall population experienced underlying annual average growth of 1.5%.

As of June 2018, 29,767 children were enrolled in KidsCare. By June 2019, AHCCCS anticipates 43,105 members and 45,282 by June 2020 based on the saturation model described below.

AHCCCS estimates that 44,668 children could be eligible for KidsCare. Assuming a presentation rate of 100% and an eleven month phase-in for enrollment beginning August 2018, it is estimated that 44,668 members will be enrolled by July 2019. The KidsCare population is assumed to increase at an annual average rate of 1.5% thereafter, reflecting underlying population growth.



FISCAL YEAR 2020

BUDGET JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

| SFY 2019 |          |           |
|----------|----------|-----------|
|          | Phase-In | Members   |
| Jul-18   | 66.58%   | 29,740.00 |
| Aug-18   | 67.59%   | 30,192.00 |
| Sep-18   | 70.04%   | 31,286.00 |
| Oct-18   | 72.58%   | 32,421.00 |
| Nov-18   | 75.21%   | 33,596.00 |
| Dec-18   | 77.94%   | 34,814.00 |
| Jan-19   | 80.76%   | 36,075.00 |
| Feb-19   | 83.69%   | 37,383.00 |
| Mar-19   | 86.72%   | 38,738.00 |
| Apr-19   | 89.87%   | 40,142.00 |
| May-19   | 93.13%   | 41,598.00 |
| Jun-19   | 96.50%   | 43,105.00 |
| Jul-19   | 100.00%  | 44,668.00 |



FISCAL YEAR 2020

**CHILDREN'S HEALTH INSURANCE PROGRAM**

BUDGET JUSTIFICATION

**PREMIUMS**

Premiums offset the cost of the KidsCare program, however, for appropriation purposes, premiums are loaded into the CHIP Fund.

The following schedule shows current KidsCare premiums by income level and number of children in family:

| Household Income | One Child      | Two or More Children |
|------------------|----------------|----------------------|
| 139-149% FPL     | \$10 per month | \$15 per month       |
| 150-175% FPL     | \$40 per month | \$60 per month       |
| 176-200% FPL     | \$50 per month | \$70 per month       |

Actual premiums paid during SFY17 through SFY18 with estimated premiums for SFY19 and SFY20 are shown in the following table.

| SFY            | Premiums Paid |
|----------------|---------------|
| SFY17 Actual   | \$4,549,700   |
| SFY18 Actual   | \$6,761,700   |
| SFY19 Estimate | \$9,197,900   |
| SFY20 Estimate | \$11,814,900  |



**RATES**

Average KidsCare PMPM rates were developed for capitation, behavioral health, FFS, and reinsurance based on historical experience. Rates were trended up by 2.5% from CYE 19 to CYE 20.

| KidsCare Capitation Rates |          |           |           |                               |                          |
|---------------------------|----------|-----------|-----------|-------------------------------|--------------------------|
|                           | 7/1/2018 | 10/1/2018 | 10/1/2019 | Jul.2018–Oct.2018<br>% Change | Oct. to Oct.<br>% Change |
| Group                     |          |           |           |                               |                          |
| Age <1                    | 509.56   | 568.76    | 582.98    | 11.6%                         | 2.5%                     |
| Age 1-20                  | 174.85   | 178.66    | 183.13    | 2.2%                          | 2.5%                     |
| Births                    | 6,042.82 | 5,862.21  | 6,008.76  | -3.0%                         | 2.5%                     |
| Crisis RBHA               | 3.86     | 4.76      | 4.88      | 23.3%                         | 2.5%                     |



**ACA HEALTH INSURER FEE**

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

| Fee Year            | Applicable Amount   |
|---------------------|---|
| 2014                | \$ 8,000,000,000  |
| 2015                | \$11,300,000,000  |
| 2016                | \$11,300,000,000  |
| 2017                | HIF Moratorium  |
| 2018                | \$14,300,000,000  |
| 2019                | HIF Moratorium  |
| 2020 and thereafter | The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)). |

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020

**CHILDREN'S HEALTH INSURANCE PROGRAM**

BUDGET JUSTIFICATION

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for KidsCare was \$55,200 Total Fund (100% Federally Funded).

### **ADHS/AIPO**

The Arizona Immunization Program Office (AIPO) of ADHS has an interagency service agreement to provide immunizations to children enrolled in KidsCare under which AHCCCS is invoiced for immunizations performed.

In the past, payments for ADHS/AIPO have been approximately 3.0% of capitation payments excluding behavioral health and CRS. For FY 2019 and 2020, payments for ADHS/AIPO were set equal to the most recent actual amount available.

### **FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-service estimates for the FQHC Recon are \$31,100 Total Fund (100% Federally Funded) for FY 2019 and \$31,100, consisting of \$28,000 Federal Fund and \$3,100 General Fund for FY 2020.

### **FMAP**

The KidsCare program is eligible for the enhanced Title XXI Federal Matching Assistance Percentage (FMAP). Effective October 1, 2015, KidsCare was 100% federally funded under the ACA due to an increase of 23 percentage points. On October 1, 2019 FMAP will decrease to 90.14%. As noted above, this drop in FMAP below 100% will trigger a freeze in the program per Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 unless a change in this law is enacted. It is assumed for purposes of this budget that KidsCare will not be frozen and that changes to this law will be made.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

| FFY  | Period                    | Enhanced |
|------|---------------------------|----------|
| 2018 | October 17 – September 18 | 100.00%  |
| 2019 | October 18 – September 19 | 100.00%  |
| 2020 | October 19 – September 20 | 90.14%   |

**STATUTORY AUTHORITY:**

Social Security Act, Title XXI.  
A.R.S. Title 36, Chapter 29, Article 4.  
A.R.S. 36-2985(A)  
Laws 2016, Chapter 112

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
CHILDREN'S HEALTH INSURANCE PROGRAM  
KIDSCARE**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | -                 | -                     | -                 | 7,791,700          | 7,791,700            |
| Local Match (APSI)       | -                 | -                     | -                 | 76,300             | 76,300               |
| Subtotal State Match     | -                 | -                     | -                 | 7,868,000          | 7,868,000            |
| CHIP                     | 60,549,898        | 81,846,900            | 82,148,200        | 97,673,900         | 15,827,000           |
| Subtotal Federal Funding | 60,549,898        | 81,846,900            | 82,148,200        | 97,673,900         | 15,827,000           |
| Grand Total              | 60,549,898        | 81,846,900            | 82,148,200        | 105,541,900        | 23,695,000           |

TOTAL FUND

FY 18 ACTUAL

|            | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE<1      | 138,855   | 130,514   | 135,864   | 126,631   | 121,165   | 127,449   | 128,947   | 110,133   | 117,706   | 126,651   | 139,116   | 132,533   | 1,535,563  |
| AGE 1-20   | 3,937,811 | 4,025,114 | 4,132,455 | 4,310,357 | 4,368,783 | 4,515,622 | 4,678,366 | 4,730,087 | 4,877,755 | 5,183,068 | 5,377,072 | 5,563,206 | 55,699,695 |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BIRTHS     | 12,541    | -         | 12,777    | 6,279     | 6,284     | 6,279     | 6,316     | 5,536     | 25,263    | 12,105    | 5,531     | 12,559    | 111,470    |
| Crisis     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| HIF        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CAP TOTAL  | 4,089,208 | 4,155,627 | 4,281,095 | 4,443,268 | 4,496,231 | 4,649,349 | 4,813,629 | 4,845,756 | 5,020,724 | 5,321,824 | 5,521,718 | 5,708,298 | 57,346,728 |
| FES        | 58,089    | 89,411    | 98,812    | 65,355    | 113,931   | 137,815   | 126,458   | 179,432   | 159,705   | 107,831   | 164,156   | 100,158   | 1,401,153  |
| REIN       | 90,334    | 651,642   | 14,877    | 123,660   | 12,323    | 41,624    | 94,270    | 108,454   | 140,138   | 189,161   | 166,905   | 143,735   | 1,777,122  |
| FQHC RECON | 26        | -         | 4,617     | -         | -         | 8,470     | 6,728     | (56,327)  | 61,394    | 0         | (14)      | -         | 24,895     |
| TOTAL      | 4,237,656 | 4,896,681 | 4,399,400 | 4,632,282 | 4,622,485 | 4,837,258 | 5,041,085 | 5,077,315 | 5,381,962 | 5,618,816 | 5,852,765 | 5,952,192 | 60,549,898 |

FY 19 REBASE

|            | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE<1      | 133,700   | 135,700   | 140,600   | 162,500   | 168,300   | 174,400   | 180,600   | 187,100   | 193,800   | 200,800   | 208,000   | 215,500   | 2,101,000  |
| AGE 1-20   | 5,044,000 | 5,119,400 | 5,302,000 | 5,611,100 | 5,811,500 | 6,019,100 | 6,234,100 | 6,457,100 | 6,688,100 | 6,927,500 | 7,175,700 | 7,432,700 | 73,822,300 |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BIRTHS     | 6,000     | 6,400     | 6,300     | 6,100     | 5,700     | 5,900     | 5,700     | 5,200     | 5,500     | 5,100     | 5,300     | 5,300     | 68,500     |
| Crisis     | 114,900   | 116,600   | 120,900   | 154,400   | 160,000   | 165,800   | 171,800   | 178,100   | 184,500   | 191,200   | 198,100   | 205,300   | 1,961,600  |
| HIF        | -         | -         | -         | -         | -         | 55,200    | -         | -         | -         | -         | -         | -         | 55,200     |
| CAP TOTAL  | 5,298,600 | 5,378,100 | 5,569,800 | 5,934,100 | 6,145,500 | 6,420,400 | 6,592,200 | 6,827,500 | 7,071,900 | 7,324,600 | 7,587,100 | 7,858,800 | 78,008,600 |
| FES        | 136,900   | 173,700   | 144,000   | 191,500   | 158,800   | 164,500   | 213,100   | 176,600   | 183,100   | 189,700   | 245,700   | 203,700   | 2,181,300  |
| REIN       | 120,900   | 153,500   | 127,200   | 169,200   | 140,300   | 145,300   | 188,300   | 156,100   | 161,700   | 167,600   | 217,100   | 180,000   | 1,927,200  |
| FQHC RECON | -         | -         | -         | -         | -         | -         | 31,100    | -         | -         | -         | -         | -         | 31,100     |
| TOTAL      | 5,556,400 | 5,705,300 | 5,841,000 | 6,294,800 | 6,444,600 | 6,730,200 | 7,024,700 | 7,160,200 | 7,416,700 | 7,681,900 | 8,049,900 | 8,242,500 | 82,148,200 |

FY 20 REQUEST

|            | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL       |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-------------|
| AGE<1      | 223,200   | 223,500   | 223,800   | 229,700   | 230,000   | 230,200   | 230,500   | 230,800   | 231,100   | 231,400   | 231,700   | 232,000   | 2,747,900   |
| AGE 1-20   | 7,699,100 | 7,708,600 | 7,718,200 | 7,921,000 | 7,930,700 | 7,940,500 | 7,950,400 | 7,960,300 | 7,970,100 | 7,979,900 | 7,989,800 | 7,999,700 | 94,768,300  |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -           |
| BIRTHS     | 5,800     | 6,200     | 6,100     | 6,200     | 5,800     | 5,900     | 5,800     | 5,200     | 5,600     | 5,200     | 5,300     | 5,400     | 68,500      |
| Crisis     | 212,800   | 213,000   | 213,300   | 218,900   | 219,200   | 219,500   | 219,700   | 220,000   | 220,300   | 220,500   | 220,800   | 221,100   | 2,619,100   |
| HIF        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -           |
| CAP TOTAL  | 8,140,900 | 8,151,300 | 8,161,400 | 8,375,800 | 8,385,700 | 8,396,100 | 8,406,400 | 8,416,300 | 8,427,100 | 8,437,000 | 8,447,600 | 8,458,200 | 100,203,800 |
| FES        | 263,800   | 211,300   | 211,600   | 271,900   | 217,800   | 218,000   | 272,900   | 218,600   | 218,800   | 273,900   | 219,400   | 219,700   | 2,817,700   |
| REIN       | 233,100   | 186,700   | 186,900   | 240,200   | 192,400   | 192,600   | 241,100   | 193,100   | 193,300   | 242,000   | 193,800   | 194,100   | 2,489,300   |
| FQHC RECON | -         | -         | -         | -         | -         | -         | 31,100    | -         | -         | -         | -         | -         | 31,100      |
| TOTAL      | 8,637,800 | 8,549,300 | 8,559,900 | 8,887,900 | 8,795,900 | 8,806,700 | 8,951,500 | 8,828,000 | 8,839,200 | 8,952,900 | 8,860,800 | 8,872,000 | 105,541,900 |

FEDERAL FUND

FY 18 ACTUAL

|            | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE<1      | 138,855   | 130,514   | 135,864   | 126,631   | 121,165   | 127,449   | 128,947   | 110,133   | 117,706   | 126,651   | 139,116   | 132,533   | 1,535,563  |
| AGE 1-20   | 3,937,811 | 4,025,114 | 4,132,455 | 4,310,357 | 4,368,783 | 4,515,622 | 4,678,366 | 4,730,087 | 4,877,755 | 5,183,068 | 5,377,072 | 5,563,206 | 55,699,695 |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BIRTHS     | 12,541    | -         | 12,777    | 6,279     | 6,284     | 6,279     | 6,316     | 5,536     | 25,263    | 12,105    | 5,531     | 12,559    | 111,470    |
| Crisis     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| HIF        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CAP TOTAL  | 4,089,208 | 4,155,627 | 4,281,095 | 4,443,268 | 4,496,231 | 4,649,349 | 4,813,629 | 4,845,756 | 5,020,724 | 5,321,824 | 5,521,718 | 5,708,298 | 57,346,728 |
| FES        | 58,089    | 89,411    | 98,812    | 65,355    | 113,931   | 137,815   | 126,458   | 179,432   | 159,705   | 107,831   | 164,156   | 100,158   | 1,401,153  |
| REIN       | 90,334    | 651,642   | 14,877    | 123,660   | 12,323    | 41,624    | 94,270    | 108,454   | 140,138   | 189,161   | 166,905   | 143,735   | 1,777,122  |
| FQHC RECON | 26        | -         | 4,617     | -         | -         | 8,470     | 6,728     | (56,327)  | 61,394    | 0         | (14)      | -         | 24,895     |
| TOTAL      | 4,237,656 | 4,896,681 | 4,399,400 | 4,632,282 | 4,622,485 | 4,837,258 | 5,041,085 | 5,077,315 | 5,381,962 | 5,618,816 | 5,852,765 | 5,952,192 | 60,549,898 |

FY 19 REBASE

|            | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE<1      | 133,700   | 135,700   | 140,600   | 162,500   | 168,300   | 174,400   | 180,600   | 187,100   | 193,800   | 200,800   | 208,000   | 215,500   | 2,101,000  |
| AGE 1-20   | 5,044,000 | 5,119,400 | 5,302,000 | 5,611,100 | 5,811,500 | 6,019,100 | 6,234,100 | 6,457,100 | 6,688,100 | 6,927,500 | 7,175,700 | 7,432,700 | 73,822,300 |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BIRTHS     | 6,000     | 6,400     | 6,300     | 6,100     | 5,700     | 5,900     | 5,700     | 5,200     | 5,500     | 5,100     | 5,300     | 5,300     | 68,500     |
| Crisis     | 114,900   | 116,600   | 120,900   | 154,400   | 160,000   | 165,800   | 171,800   | 178,100   | 184,500   | 191,200   | 198,100   | 205,300   | 1,961,600  |
| HIF        | -         | -         | -         | -         | -         | 55,200    | -         | -         | -         | -         | -         | -         | 55,200     |
| CAP TOTAL  | 5,298,600 | 5,378,100 | 5,569,800 | 5,934,100 | 6,145,500 | 6,420,400 | 6,592,200 | 6,827,500 | 7,071,900 | 7,324,600 | 7,587,100 | 7,858,800 | 78,008,600 |
| FES        | 136,900   | 173,700   | 144,000   | 191,500   | 158,800   | 164,500   | 213,100   | 176,600   | 183,100   | 189,700   | 245,700   | 203,700   | 2,181,300  |
| REIN       | 120,900   | 153,500   | 127,200   | 169,200   | 140,300   | 145,300   | 188,300   | 156,100   | 161,700   | 167,600   | 217,100   | 180,000   | 1,927,200  |
| FQHC RECON | -         | -         | -         | -         | -         | -         | 31,100    | -         | -         | -         | -         | -         | 31,100     |
| TOTAL      | 5,556,400 | 5,705,300 | 5,841,000 | 6,294,800 | 6,444,600 | 6,730,200 | 7,024,700 | 7,160,200 | 7,416,700 | 7,681,900 | 8,049,900 | 8,242,500 | 82,148,200 |

FY 20 REQUEST

|            | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| AGE<1      | 223,200   | 223,500   | 223,800   | 207,000   | 207,300   | 207,500   | 207,800   | 208,100   | 208,300   | 208,600   | 208,800   | 209,100   | 2,543,000  |
| AGE 1-20   | 7,699,100 | 7,708,600 | 7,718,200 | 7,140,000 | 7,148,700 | 7,157,600 | 7,166,500 | 7,175,400 | 7,184,200 | 7,193,100 | 7,202,100 | 7,210,900 | 87,704,400 |
| DUAL       | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BIRTHS     | 5,800     | 6,200     | 6,100     | 5,600     | 5,200     | 5,300     | 5,200     | 4,700     | 5,000     | 4,700     | 4,800     | 4,800     | 63,400     |
| Crisis     | 212,800   | 213,000   | 213,300   | 197,300   | 197,600   | 197,800   | 198,100   | 198,300   | 198,600   | 198,800   | 199,000   | 199,300   | 2,423,900  |
| HIF        | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CAP TOTAL  | 8,140,900 | 8,151,300 | 8,161,400 | 7,549,900 | 7,558,800 | 7,568,200 | 7,577,600 | 7,586,500 | 7,596,100 | 7,605,200 | 7,614,700 | 7,624,100 | 92,734,700 |
| FES        | 263,800   | 211,300   | 211,600   | 245,100   | 196,300   | 196,500   | 246,000   | 197,000   | 197,300   | 246,900   | 197,800   | 198,000   | 2,607,600  |
| REIN       | 233,100   | 186,700   | 186,900   | 216,500   | 173,400   | 173,600   | 217,300   | 174,100   | 174,300   | 218,100   | 174,700   | 174,900   | 2,303,600  |
| FQHC RECON | -         | -         | -         | -         | -         | -         | 28,000    | -         | -         | -         | -         | -         | 28,000     |
| TOTAL      | 8,637,800 | 8,549,300 | 8,559,900 | 8,011,500 | 7,928,500 | 7,938,300 | 8,068,900 | 7,957,600 | 7,967,700 | 8,070,200 | 7,987,200 | 7,997,000 | 97,673,900 |

STATE FUND

FY 18 ACTUAL

|            | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL |
|------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------|
| AGE <1     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| AGE 1-20   | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| DUAL       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| BIRTHS     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| Crisis     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| HIF        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| CAP TOTAL  | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| FES        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| REIN       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| FQHC RECON | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| TOTAL      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |

FY 19 REBASE

|            | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | TOTAL |
|------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------|
| AGE <1     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| AGE 1-20   | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| DUAL       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| BIRTHS     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| Crisis     | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| HIF        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| CAP TOTAL  | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| FES        | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| REIN       | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| FQHC RECON | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |
| TOTAL      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -     |

FY 20 REQUEST

|            | Jul-19 | Aug-19 | Sep-19 | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|------------|--------|--------|--------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1     | -      | -      | -      | 22,700  | 22,700  | 22,700  | 22,700  | 22,700  | 22,800  | 22,800  | 22,900  | 22,900  | 204,900   |
| AGE 1-20   | -      | -      | -      | 781,000 | 782,000 | 782,900 | 783,900 | 784,900 | 785,900 | 786,800 | 787,700 | 788,800 | 7,063,900 |
| DUAL       | -      | -      | -      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| BIRTHS     | -      | -      | -      | 600     | 600     | 600     | 600     | 500     | 600     | 500     | 500     | 600     | 5,100     |
| Crisis     | -      | -      | -      | 21,600  | 21,600  | 21,700  | 21,600  | 21,700  | 21,700  | 21,700  | 21,800  | 21,800  | 195,200   |
| HIF        | -      | -      | -      | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| CAP TOTAL  | -      | -      | -      | 825,900 | 826,900 | 827,900 | 828,800 | 829,800 | 831,000 | 831,800 | 832,900 | 834,100 | 7,469,100 |
| FES        | -      | -      | -      | 26,800  | 21,500  | 21,500  | 26,900  | 21,600  | 21,500  | 27,000  | 21,600  | 21,700  | 210,100   |
| REIN       | -      | -      | -      | 23,700  | 19,000  | 19,000  | 23,800  | 19,000  | 19,000  | 23,900  | 19,100  | 19,200  | 185,700   |
| FQHC RECON | -      | -      | -      | -       | -       | -       | 3,100   | -       | -       | -       | -       | -       | 3,100     |
| TOTAL      | -      | -      | -      | 876,400 | 867,400 | 868,400 | 882,600 | 870,400 | 871,500 | 882,700 | 873,600 | 875,000 | 7,868,000 |

MEMBER MONTHS AND ENROLLMENT

FY 18 ACTUAL

|            | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|------------|--------|--------|--------|--------|--------|--------|--------|--------|---------|---------|---------|---------|-----------|
| AGE <1     | 270    | 255    | 267    | 264    | 254    | 269    | 252    | 225    | 241     | 256     | 268     | 270     | 3,090     |
| AGE 1-20   | 21,198 | 21,702 | 22,262 | 22,756 | 23,141 | 23,907 | 23,923 | 24,390 | 25,314  | 26,972  | 28,040  | 28,930  | 292,537   |
| DUAL       | -      | -      | -      | -      | -      | -      | -      | -      | -       | -       | -       | -       | -         |
| BIRTHS     | 2      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 4       | 2       | 1       | 2       | 18        |
| Crisis     | 21,623 | 22,160 | 22,405 | 23,197 | 23,863 | 24,527 | 24,767 | 23,674 | 25,153  | 27,883  | 28,762  | 29,767  | 297,781   |
| HIF        | -      | -      | -      | -      | -      | -      | -      | -      | -       | -       | -       | -       | -         |
| CAP TOTAL  | 43,093 | 44,118 | 44,935 | 46,218 | 47,260 | 48,704 | 48,943 | 48,290 | 50,712  | 55,113  | 57,072  | 58,968  | 593,426   |
| FES        | 21,623 | 22,160 | 22,405 | 23,197 | 23,863 | 24,527 | 24,767 | 23,674 | 25,153  | 27,883  | 28,762  | 29,767  | 297,781   |
| REIN       | 21,623 | 22,160 | 22,405 | 23,197 | 23,863 | 24,527 | 24,767 | 23,674 | 25,153  | 27,883  | 28,762  | 29,767  | 297,781   |
| FQHC RECON | -      | -      | -      | -      | -      | -      | -      | -      | -       | -       | -       | -       | -         |
| TOTAL      | 86,339 | 88,438 | 89,745 | 92,612 | 94,986 | 97,758 | 98,477 | 95,638 | 101,018 | 110,879 | 114,596 | 118,502 | 1,188,988 |

FY 19 REBASE

|            | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1     | 262     | 266     | 276     | 286     | 296     | 307     | 318     | 329     | 341     | 353     | 366     | 379     | 3,778     |
| AGE 1-20   | 28,847  | 29,279  | 30,323  | 31,406  | 32,527  | 33,690  | 34,893  | 36,141  | 37,434  | 38,774  | 40,164  | 41,602  | 415,080   |
| DUAL       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| BIRTHS     | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 12        |
| Crisis     | 29,740  | 30,192  | 31,286  | 32,421  | 33,596  | 34,814  | 36,075  | 37,383  | 38,738  | 40,142  | 41,598  | 43,105  | 429,090   |
| HIF        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| CAP TOTAL  | 58,851  | 59,738  | 61,886  | 64,114  | 66,420  | 68,811  | 71,287  | 73,854  | 76,514  | 79,270  | 82,128  | 85,086  | 847,959   |
| FES        | 29,740  | 30,192  | 31,286  | 32,421  | 33,596  | 34,814  | 36,075  | 37,383  | 38,738  | 40,142  | 41,598  | 43,105  | 429,090   |
| REIN       | 29,740  | 30,192  | 31,286  | 32,421  | 33,596  | 34,814  | 36,075  | 37,383  | 38,738  | 40,142  | 41,598  | 43,105  | 429,090   |
| FQHC RECON | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| TOTAL      | 118,331 | 120,122 | 124,458 | 128,956 | 133,612 | 138,439 | 143,437 | 148,620 | 153,990 | 159,554 | 165,324 | 171,296 | 1,706,139 |

FY 20 REQUEST

|            | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| AGE <1     | 392     | 393     | 393     | 394     | 394     | 395     | 395     | 396     | 396     | 397     | 397     | 398     | 4,742     |
| AGE 1-20   | 43,093  | 43,146  | 43,200  | 43,254  | 43,306  | 43,360  | 43,414  | 43,468  | 43,522  | 43,576  | 43,629  | 43,683  | 520,651   |
| DUAL       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| BIRTHS     | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 1       | 11        |
| Crisis     | 44,668  | 44,723  | 44,779  | 44,835  | 44,890  | 44,946  | 45,002  | 45,058  | 45,114  | 45,170  | 45,226  | 45,282  | 539,693   |
| HIF        | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| CAP TOTAL  | 88,155  | 88,263  | 88,373  | 88,484  | 88,592  | 88,702  | 88,812  | 88,923  | 89,033  | 89,143  | 89,254  | 89,364  | 1,065,097 |
| FES        | 44,668  | 44,723  | 44,779  | 44,835  | 44,890  | 44,946  | 45,002  | 45,058  | 45,114  | 45,170  | 45,226  | 45,282  | 539,693   |
| REIN       | 44,668  | 44,723  | 44,779  | 44,835  | 44,890  | 44,946  | 45,002  | 45,058  | 45,114  | 45,170  | 45,226  | 45,282  | 539,693   |
| FQHC RECON | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| TOTAL      | 177,491 | 177,709 | 177,931 | 178,154 | 178,372 | 178,594 | 178,816 | 179,039 | 179,261 | 179,483 | 179,706 | 179,928 | 2,144,483 |

**PMPM**

**FY 18 ACTUAL**

|          | <u>Jul-17</u> | <u>Aug-17</u> | <u>Sep-17</u> | <u>Oct-17</u> | <u>Nov-17</u> | <u>Dec-17</u> | <u>Jan-18</u> | <u>Feb-18</u> | <u>Mar-18</u> | <u>Apr-18</u> | <u>May-18</u> | <u>Jun-18</u> | <u>SFY Average</u> |
|----------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1   | 514.89        | 511.75        | 509.68        | 479.02        | 476.59        | 474.64        | 512.61        | 490.10        | 487.43        | 494.15        | 518.28        | 491.71        | 496.88             |
| AGE 1-20 |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| DUAL     |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| BIRTHS   | 6,270.52      | -             | 12,776.56     | 6,279.40      | 6,283.92      | 6,279.40      | 6,316.03      | 5,536.46      | 6,315.68      | 6,052.60      | 5,530.67      | 6,279.40      | 6,192.79           |
| Crisis   |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| HIF      |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**FY 19 REBASE**

|          | <u>Jul-18</u> | <u>Aug-18</u> | <u>Sep-18</u> | <u>Oct-18</u> | <u>Nov-18</u> | <u>Dec-18</u> | <u>Jan-19</u> | <u>Feb-19</u> | <u>Mar-19</u> | <u>Apr-19</u> | <u>May-19</u> | <u>Jun-19</u> | <u>SFY Average</u> |
|----------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1   | 2.69          | 4.03          | 4.41          | 2.82          | 4.77          | 5.62          | 5.11          | 7.58          | 6.35          | 3.87          | 5.71          | 3.36          | 4.71               |
| AGE 1-20 | 4.18          | 29.41         | 0.66          | 5.33          | 0.52          | 1.70          | 3.81          | 4.58          | 5.57          | 6.78          | 5.80          | 4.83          | 5.97               |
| DUAL     |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| BIRTHS   | 6,042.82      | 6,042.82      | 6,042.82      | 5,862.21      | 5,862.21      | 5,862.21      | 5,862.21      | 5,862.21      | 5,862.21      | 5,862.21      | 5,862.21      | 5,862.21      | 5,910.67           |
| Crisis   | 3.86          | 3.86          | 3.86          | 4.76          | 4.76          | 4.76          | 4.76          | 4.76          | 4.76          | 4.76          | 4.76          | 4.76          | 4.57               |
| HIF      |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**FY 19 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   | 4.60          | 5.75          | 4.60          | 5.91          | 4.73          | 4.73          | 5.91          | 4.73          | 4.73          | 4.73          | 5.91          | 4.73          | 5.08               |
| AGE 1-20 | 4.07          | 5.08          | 4.07          | 5.22          | 4.17          | 4.17          | 5.22          | 4.17          | 4.17          | 4.17          | 5.22          | 4.17          | 4.49               |
| DUAL     |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| BIRTHS   | 5,862.21      | 5,862.21      | 5,862.21      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 5,969.45           |
| Crisis   | 4.76          | 4.76          | 4.76          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.85               |
| HIF      |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**FY 20 REQUEST**

|          | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> | <u>SFY Average</u> |
|----------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1   | 568.76        | 568.76        | 568.76        | 582.98        | 582.98        | 582.98        | 582.98        | 582.98        | 582.98        | 582.98        | 582.98        | 582.98        | 579.44             |
| AGE 1-20 |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| DUAL     |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| BIRTHS   | 5,862.21      | 5,862.21      | 5,862.21      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 6,008.76      | 5,969.45           |
| Crisis   | 4.76          | 4.76          | 4.76          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.88          | 4.85               |
| HIF      |               |               |               |               |               |               |               |               |               |               |               |               |                    |

**FY 20 REQUEST**

|          | <u>Jul-19</u> | <u>Aug-19</u> | <u>Sep-19</u> | <u>Oct-19</u> | <u>Nov-19</u> | <u>Dec-19</u> | <u>Jan-20</u> | <u>Feb-20</u> | <u>Mar-20</u> | <u>Apr-20</u> | <u>May-20</u> | <u>Jun-20</u> | <u>SFY Average</u> |
|----------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|
| AGE <1   | 5.91          | 4.73          | 4.73          | 6.06          | 4.85          | 4.85          | 6.06          | 4.85          | 4.85          | 6.06          | 4.85          | 4.85          | 5.22               |
| AGE 1-20 | 5.22          | 4.17          | 4.17          | 5.36          | 4.29          | 4.29          | 5.36          | 4.29          | 4.29          | 5.36          | 4.29          | 4.29          | 4.61               |
| DUAL     |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| BIRTHS   | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52      | 6,270.52           |
| Crisis   |               |               |               |               |               |               |               |               |               |               |               |               |                    |
| HIF      |               |               |               |               |               |               |               |               |               |               |               |               |                    |

| Rate Cells     | Capitation Rates |             |             |             |             |             |             |             |             |             |
|----------------|------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                | 2018.3           | 2018.4      | 2019.1      | 2019.2      | 2019.3      | 2019.4      | 2020.1      | 2020.2      |             |             |
| Age <1         | \$ 509.56        | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 582.98   | \$ 582.98   | \$ 582.98   | \$ 582.98   |
| Age 1-20       | \$ 174.85        | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 183.13   | \$ 183.13   | \$ 183.13   | \$ 183.13   |
| Age 21+        | \$ 341.27        | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 371.71   | \$ 371.71   | \$ 371.71   | \$ 371.71   |
| Duals          | \$ 145.66        | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 146.94   | \$ 146.94   | \$ 146.94   | \$ 146.94   |
| SSI w/o        | \$ 1,271.12      | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 |
| ESA            | \$ 606.13        | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 637.47   | \$ 637.47   | \$ 637.47   | \$ 637.47   |
| NEA            | \$ 377.80        | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 415.58   | \$ 415.58   | \$ 415.58   | \$ 415.58   |
| Delivery       | \$ 6,042.82      | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 |
| SMI RBHA       | \$ 1,987.84      | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 |
| Crisis RBHA    | \$ 3.86          | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.88     | \$ 4.88     | \$ 4.88     | \$ 4.88     |
| CMDP           | \$ 279.18        | \$ 298.38   | \$ 298.38   | \$ 298.38   | \$ 302.09   | \$ 305.84   | \$ 305.84   | \$ 305.84   | \$ 305.84   | \$ 305.84   |
| CMDP RBHA      | \$ 757.55        | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 886.51   | \$ 886.51   | \$ 886.51   | \$ 886.51   |
| ALTCS EPD      | \$ 3,455.59      | \$ 3,607.36 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,726.68 | \$ 3,756.05 | \$ 3,756.05 | \$ 3,756.05 | \$ 3,756.05 |
| ALTCS DDD      | \$ 3,892.14      | \$ 4,098.51 | \$ 4,137.17 | \$ 4,137.17 | \$ 4,188.57 | \$ 4,240.60 | \$ 4,280.60 | \$ 4,280.60 | \$ 4,280.60 | \$ 4,280.60 |
| ALTCS TCM      | \$ 164.41        | \$ 154.28   | \$ 154.28   | \$ 154.28   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   |
| ALTCS DDD RBHA | \$ 236.60        | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 279.99   | \$ 279.99   | \$ 279.99   | \$ 279.99   | \$ 279.99   |

| Federal Matching Rates |         |         |         |         |         |         |         |         |
|------------------------|---------|---------|---------|---------|---------|---------|---------|---------|
| FMAP Type              | 2018.3  | 2018.4  | 2019.1  | 2019.2  | 2019.3  | 2019.4  | 2020.1  | 2020.2  |
| Regular FMAP           | 69.89%  | 69.81%  | 69.81%  | 69.81%  | 69.81%  | 69.48%  | 69.48%  | 69.48%  |
| ACA FMAP               | 94.00%  | 94.00%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  |
| CHIP FMAP              | 78.92%  | 78.87%  | 78.87%  | 78.87%  | 78.87%  | 78.64%  | 78.64%  | 78.64%  |
| CHIP Enhanced          | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 90.14%  | 90.14%  | 90.14%  |
| ESA FMAP               | 91.59%  | 91.58%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  |
| AIHP Facilities        | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

**KidsCare**

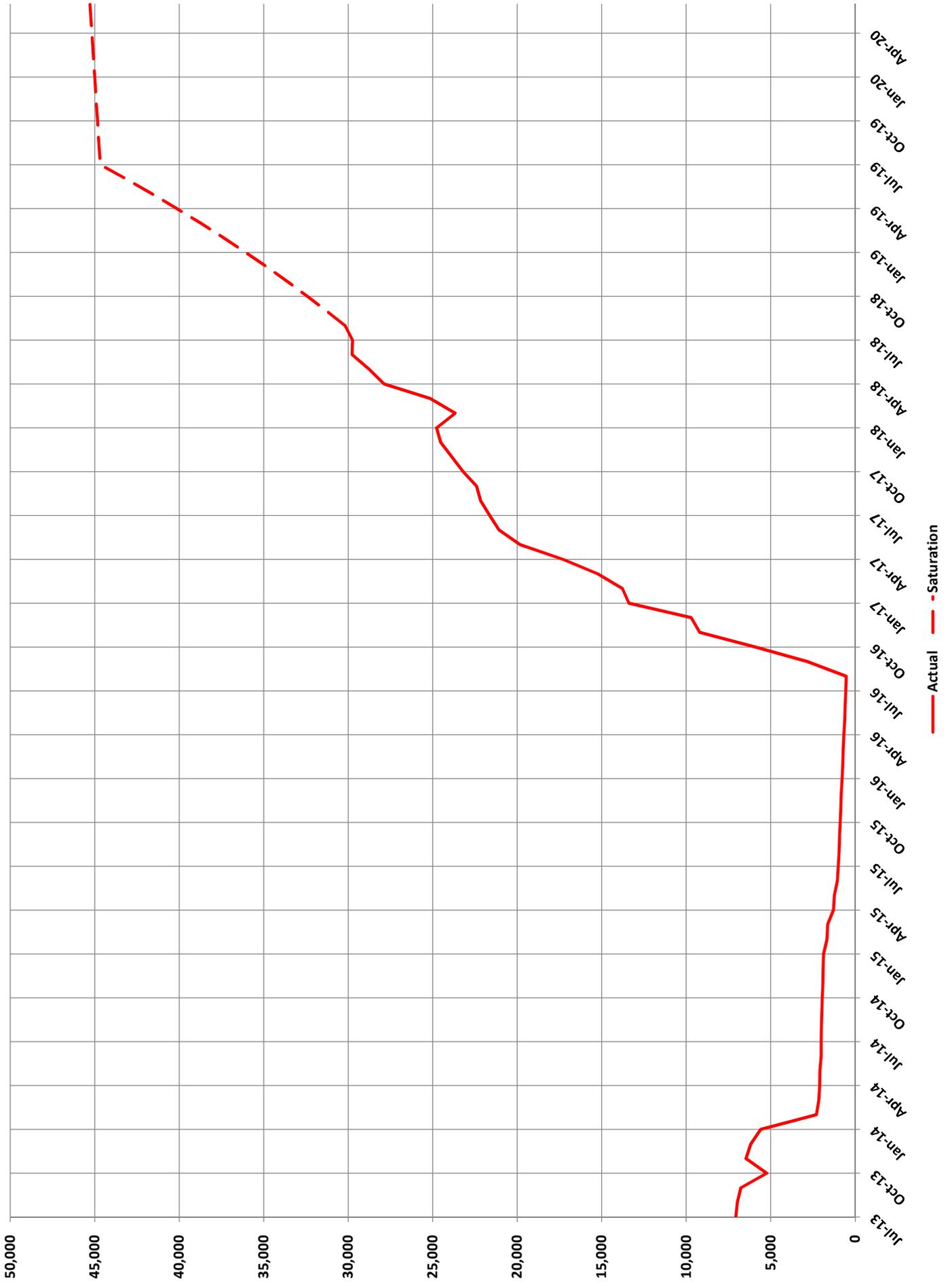
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|----------|------------------------|------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     | FORECAST |                        | FORECAST   |  |              |                          |                          |
| 2012.3 | 28,463     |          | -11.29%                |            |  |              |                          |                          |
| 2012.4 | 25,883     |          | -9.06%                 |            |  |              |                          |                          |
| 2013.1 | 23,871     |          | -7.77%                 |            |  | 100,288      | -37.89%                  | SFY 12-13                |
| 2013.2 | 22,071     |          | -7.54%                 |            |  |              |                          |                          |
| 2013.3 | 20,823     |          | -5.65%                 |            |  |              |                          |                          |
| 2013.4 | 17,888     |          | -14.09%                |            |  |              |                          |                          |
| 2014.1 | 10,037     |          | -43.89%                |            |  |              |                          |                          |
| 2014.2 | 6,210      |          | -38.13%                |            |  | 54,958       | -45.20%                  | SFY 13-14                |
| 2014.3 | 5,982      |          | -3.67%                 |            |  |              |                          |                          |
| 2014.4 | 5,767      |          | -3.59%                 |            |  |              |                          |                          |
| 2015.1 | 5,179      |          | -10.20%                |            |  |              |                          |                          |
| 2015.2 | 3,581      |          | -30.86%                |            |  | 20,509       | -62.68%                  | SFY 14-15                |
| 2015.3 | 2,888      |          | -19.35%                |            |  |              |                          |                          |
| 2015.4 | 2,561      |          | -11.32%                |            |  |              |                          |                          |
| 2016.1 | 2,221      |          | -13.28%                |            |  |              |                          |                          |
| 2016.2 | 1,884      |          | -15.17%                |            |  | 9,554        | -53.42%                  | SFY 15-16                |
| 2016.3 | 3,913      |          | 107.70%                |            |  |              |                          |                          |
| 2016.4 | 24,809     |          | 534.01%                |            |  |              |                          |                          |
| 2017.1 | 42,394     |          | 70.88%                 |            |  |              |                          |                          |
| 2017.2 | 58,186     |          | 37.25%                 |            |  | 129,302      | 1253.38%                 | SFY 16-17                |
| 2017.3 | 66,188     |          | 13.75%                 |            |  |              |                          |                          |
| 2017.4 | 71,587     |          | 8.16%                  |            |  |              |                          |                          |
| 2018.1 | 73,594     |          | 2.80%                  |            |  |              |                          |                          |
| 2018.2 | 86,412     |          | 17.42%                 |            |  | 297,781      | 130.30%                  | SFY 17-18                |
| 2018.3 |            | 91,218   | 5.56%                  |            |  |              |                          |                          |
| 2018.4 |            | 100,831  | 10.54%                 |            |  |              |                          |                          |
| 2019.1 |            | 112,196  | 11.27%                 |            |  |              |                          |                          |
| 2019.2 |            | 124,845  | 11.27%                 |            |  | 429,090      | 44.10%                   | SFY 18-19                |
| 2019.3 |            | 134,170  | 7.47%                  |            |  |              |                          |                          |
| 2019.4 |            | 134,671  | 0.37%                  |            |  |              |                          |                          |
| 2020.1 |            | 135,174  | 0.37%                  |            |  | 539,693      | 25.78%                   | SFY 19-20                |
| 2020.2 |            | 135,678  | 0.37%                  |            |  |              |                          |                          |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is a saturation model, assuming growth up to a fraction of total possible eligibles, followed by population growth

Adj. R Squared: 1.0000  
 Standard Error: 0.00

# KidsCare



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Children's Health Insurance Program Services |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund                             |   |            |             |               |
| <b>Appropriated</b>  |   |            |             |               |
| 0000 FTE   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                    | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       |
| 7000 Other Operating Expenses                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                                   | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       |
| <b>Fund Total:</b>   | (33.9)                                      | 0.0        | 7,791.7     | 7,791.7       |
| <b>Fund:</b> 2409-A Children's Health Insurance Program Fund |   |            |             |               |
| <b>Appropriated</b>  |   |            |             |               |
| 0000 FTE   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                    | 57,178.8                                    | 81,263.5   | 15,827.0    | 97,090.5      |
| 7000 Other Operating Expenses                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                 |                 |                 |
|--|---|-----------------|-----------------|-----------------|
|  | FY 2018                                     | FY 2019         | FY 2020         | FY 2020         |
|  | Actual                                      | Expd. Plan      | Fund. Issue     | Total Request   |
| <b>Program:</b> Children's Health Insurance Program Services |   |                 |                 |                 |
| <b>Fund:</b> 2409-A Children's Health Insurance Program Fund |   |                 |                 |                 |
| <b>Appropriated</b>  |   |                 |                 |                 |
| 8600 Debt Service  | 0.0   | 0.0             | 0.0             | 0.0             |
| 9000 Cost Allocation   | 0.0   | 0.0             | 0.0             | 0.0             |
| 9100 Transfers   | 410.5                                       | 583.4           | 0.0             | 583.4           |
| <b>Appropriated Total:</b>                                   | <b>57,589.3</b>                             | <b>81,846.9</b> | <b>15,827.0</b> | <b>97,673.9</b> |
| <b>Fund Total:</b>   | <b>57,589.3</b>                             | <b>81,846.9</b> | <b>15,827.0</b> | <b>97,673.9</b> |
| <b>Fund:</b> 2500-N IGA and ISA Fund                         |   |                 |                 |                 |
| <b>Non-Appropriated</b>                                      |   |                 |                 |                 |
| 0000 FTE   | 0.0   | 0.0             | 0.0             | 0.0             |
| 6000 Personal Services                                       | 0.0   | 0.0             | 0.0             | 0.0             |
| 6100 Employee Related Expenses                               | 0.0   | 0.0             | 0.0             | 0.0             |
| 6200 Professional and Outside Services                       | 0.0   | 0.0             | 0.0             | 0.0             |
| 6500 Travel In-State   | 0.0   | 0.0             | 0.0             | 0.0             |
| 6600 Travel Out of State                                     | 0.0   | 0.0             | 0.0             | 0.0             |
| 6700 Food  | 0.0   | 0.0             | 0.0             | 0.0             |
| 6800 Aid to Organizations and Individuals                    | 0.0   | 0.0             | 76.3            | 76.3            |
| 7000 Other Operating Expenses                                | 0.0   | 0.0             | 0.0             | 0.0             |
| 8000 Equipment   | 0.0   | 0.0             | 0.0             | 0.0             |
| 8100 Capital Outlay  | 0.0   | 0.0             | 0.0             | 0.0             |
| 8600 Debt Service  | 0.0   | 0.0             | 0.0             | 0.0             |
| 9000 Cost Allocation   | 0.0   | 0.0             | 0.0             | 0.0             |
| 9100 Transfers   | 0.0   | 0.0             | 0.0             | 0.0             |
| <b>Non-Appropriated Total:</b>                               | <b>0.0</b>                                  | <b>0.0</b>      | <b>76.3</b>     | <b>76.3</b>     |
| <b>Fund Total:</b>   | <b>0.0</b>                                  | <b>0.0</b>      | <b>76.3</b>     | <b>76.3</b>     |
| <b>Program Total For Selected Funds:</b>                     |   |                 |                 |                 |
|  | 57,555.4                                    | 81,846.9        | 23,695.0        | 105,541.9       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System  |
| <b>Program:</b> | Children's Health Insurance Program Services |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 57,144.9          | 81,263.5              |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>Children's Health Insurance Program Services</b> |

|   | <b>FY 2018<br/>Actual</b> | <b>FY 2019<br/>Expd. Plan</b> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                         | <b>57,144.9</b>           | <b>81,263.5</b>               |
| <b>Appropriated</b>                                       |                           |                               |
| 1000-A General Fund (Appropriated)                        | (33.9)                    | 0.0                           |
| 2409-A Children's Health Insurance Program (Appropriated) | 57,178.8                  | 81,263.5                      |
|   | <b>57,144.9</b>           | <b>81,263.5</b>               |
| <b>Fund Source Total</b>                                  | <b>57,144.9</b>           | <b>81,263.5</b>               |

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|  |     |     |
|--|-----|-----|
| Other Operating Expenses                                 |     | 0.0 |
| Other Operating Expenditures Budg Approp                 | 0.0 |     |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0 |     |
| Risk Management Charges To State Agency                  | 0.0 |     |
| Risk Management Deductible - Indemnity                   | 0.0 |     |
| Risk Management Deductible - Legal                       | 0.0 |     |
| Risk Management Deductible - Medical                     | 0.0 |     |
| Risk Management Deductible - Other                       | 0.0 |     |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0 |     |
| Gross Proceeds Payments To Attorneys                     | 0.0 |     |
| General Liability- Non-Taxable- Self Ins                 | 0.0 |     |
| Medical Malpractice - Self-Insured                       | 0.0 |     |
| Automobile Liability - Self Insured                      | 0.0 |     |
| General Property Damage - Self- Insured                  | 0.0 |     |
| Automobile Physical Damage-Self Insured                  | 0.0 |     |
| Liability Insurance Premiums                             | 0.0 |     |
| Property Insurance Premiums                              | 0.0 |     |
| Workers Compensation Benefit Payments                    | 0.0 |     |
| Self Insurance - Administrative Fees                     | 0.0 |     |
| Self Insurance - Premiums                                | 0.0 |     |
| Self Insurance - Claim Payments                          | 0.0 |     |
| Self Insurance - Pharmacy Claims                         | 0.0 |     |
| Premium Tax On Altcs                                     | 0.0 |     |
| Other Insurance-Related Charges                          | 0.0 |     |
| Internal Service Data Processing                         | 0.0 |     |
| Internal Service Data Proc- Pc/Lan                       | 0.0 |     |
| External Programming-Mainframe/Legacy                    | 0.0 |     |
| External Programming- Pc/Lan/Serv/Web                    | 0.0 |     |
| External Data Entry                                      | 0.0 |     |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0 |     |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0 |     |
| Pmt for AFIS Development & Usage                         | 0.0 |     |
| Internal Service Telecommunications                      | 0.0 |     |
| External Telecom Long Distance-In-State                  | 0.0 |     |
| External Telecom Long Distance-Out-State                 | 0.0 |     |
| Other External Telecommunication Service                 | 0.0 |     |
| Electricity  | 0.0 |     |
| Sanitation Waste Disposal                                | 0.0 |     |
| Water  | 0.0 |     |
| Gas And Fuel Oil For Buildings                           | 0.0 |     |
| Other Utilities  | 0.0 |     |
| Building Rent Charges To State Agencies                  | 0.0 |     |
| Priv Lease To Own Bld Rent Chrgs To Agy                  | 0.0 |     |
| Cert Of Part Bld Rent Chrgs To Agy                       | 0.0 |     |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>Children's Health Insurance Program Services</b> |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>Children's Health Insurance Program Services</b> |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                       | <b>0.0</b>        | <b>0.0</b>            |

|   |     |     |
|---|-----|-----|
|   |     | 0.0 |
| Current Year Expenditures                                 |     |     |
| 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

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>Children's Health Insurance Program Services</b> |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 410.5             | 583.4                 |
| <b>Expenditure Category Total</b>                          | <b>410.5</b>      | <b>583.4</b>          |
| <hr/>  |                   |                       |
| <b>Appropriated</b>  |                   |                       |
| 2409-A Children's Health Insurance Program (Appropriated)  | 410.5             | 583.4                 |
| <b>Fund Source Total</b>                                   | <b>410.5</b>      | <b>583.4</b>          |
| <hr/>  |                   |                       |





FISCAL YEAR 2020

BUDGET JUSTIFICATION

**CHILDREN'S REHABILITATIVE SERVICES**

**CHILDREN'S REHABILITATIVE SERVICES**

**PROGRAM DESCRIPTION:**

The Children's Rehabilitative Services (CRS) program provides medical treatment, rehabilitation, and related support services to medically and financially qualified individuals who have certain medical, disabling or potentially disabling conditions that have the potential for functional improvement. CRS is primarily a children's program for Arizona residents under the age of 21 with chronic and disabling, or potentially disabling, conditions.

AHCCCS has implemented an integrated health model for children with rehabilitative service needs. The previous CRS program was "carved out" from the AHCCCS Acute managed care model. Previously, AHCCCS children receiving CRS services were enrolled in a minimum of three separate systems of care. Children with underlying conditions, including developmental disabilities or behavioral health needs, potentially required care delivered by four or five separate systems. Effective October 1, 2013, the old model was replaced by a payer integration model that requires one contractor/payer to assume responsibility for the delivery, care management, and payment of multiple services (i.e. services related specifically to CRS conditions as well as services related to primary care and, potentially, other needs like behavioral health). Ultimately, the purpose of such a model is to ensure optimal access to important specialty care as well as effective coordination of all service delivery.

Effective July 1, 2018, in preparation for the implementation of AHCCCS Complete Care on October 1, 2018, the CRS appropriation was integrated into the existing Acute Care Line Items: Traditional Medicaid Services, Proposition 204 Services, Newly Eligible Adult Services, and KidsCare. After October 1, 2018, all CRS services will be paid for by fully-integrated capitation rates from the line items mentioned previously.

**AHCCCS Complete Care (ACC) Integration**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.



FISCAL YEAR 2020

BUDGET JUSTIFICATION

CHILDREN'S REHABILITATIVE SERVICES

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

**Statutory Authority:**

A.R.S Title 36, Chapter 2, Article 3.

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** SLI Children's Rehabilitative Services

| Expenditure Categories                    | FY 2018          | FY 2019    | FY 2020     | FY 2020       |
|---|------------------|------------|-------------|---------------|
|   | Actual           | Expd. Plan | Fund. Issue | Total Request |
| 6000 Personal Services                    | 0.0              | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0              | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0              | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0              | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0              | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0              | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 299,473.4        | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0              | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0              | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0              | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0              | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0              | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0              | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>299,473.4</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

**Fund Source**

| Appropriated Funds                         | FY 2018          | FY 2019    | FY 2020     | FY 2020       |
|--|------------------|------------|-------------|---------------|
|  | Actual           | Expd. Plan | Fund. Issue | Total Request |
| 1000-A General Fund (Appropriated)         | 85,549.0         | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funds</b>              | 85,549.0         | 0.0        | 0.0         | 0.0           |
| 2120-N AHCCCS Fund (Non-Appropriated)      | 211,537.7        | 0.0        | 0.0         | 0.0           |
| 2500-N IGA and ISA Fund (Non-Appropriated) | 2,386.7          | 0.0        | 0.0         | 0.0           |
|  | 213,924.4        | 0.0        | 0.0         | 0.0           |
| <b>Fund Source Total:</b>                  | <b>299,473.4</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Children's Rehabilitative Services

|   | 1000-A | General Fund |          |     |     |
|---|--------|--------------|----------|-----|-----|
| <b>Appropriated</b>                       |        |              |          |     |     |
| 6000 Personal Services                    |        |              | 0.0      | 0.0 | 0.0 |
| 6100 Employee Related Expenses            |        |              | 0.0      | 0.0 | 0.0 |
| 6200 Professional and Outside Services    |        |              | 0.0      | 0.0 | 0.0 |
| 6500 Travel In-State                      |        |              | 0.0      | 0.0 | 0.0 |
| 6600 Travel Out of State                  |        |              | 0.0      | 0.0 | 0.0 |
| 6700 Food                                 |        |              | 0.0      | 0.0 | 0.0 |
| 6800 Aid to Organizations and Individuals |        | 85,549.0     | 0.0      | 0.0 | 0.0 |
| 7000 Other Operating Expenses             |        |              | 0.0      | 0.0 | 0.0 |
| 8000 Equipment                            |        |              | 0.0      | 0.0 | 0.0 |
| 8100 Capital Outlay                       |        |              | 0.0      | 0.0 | 0.0 |
| 8600 Debt Service                         |        |              | 0.0      | 0.0 | 0.0 |
| 9000 Cost Allocation                      |        |              | 0.0      | 0.0 | 0.0 |
| 9100 Transfers                            |        |              | 0.0      | 0.0 | 0.0 |
| <b>Appropriated Total:</b>                |        |              | 85,549.0 | 0.0 | 0.0 |
| <b>Fund Total:</b>                        |        |              | 85,549.0 | 0.0 | 0.0 |

|   | 2120-N | AHCCCS Fund |     |     |     |
|---|--------|-------------|-----|-----|-----|
| <b>Non-Appropriated</b>                   |        |             |     |     |     |
| 6000 Personal Services                    |        |             | 0.0 | 0.0 | 0.0 |
| 6100 Employee Related Expenses            |        |             | 0.0 | 0.0 | 0.0 |
| 6200 Professional and Outside Services    |        |             | 0.0 | 0.0 | 0.0 |
| 6500 Travel In-State                      |        |             | 0.0 | 0.0 | 0.0 |
| 6600 Travel Out of State                  |        |             | 0.0 | 0.0 | 0.0 |
| 6700 Food                                 |        |             | 0.0 | 0.0 | 0.0 |
| 6800 Aid to Organizations and Individuals |        | 211,537.7   | 0.0 | 0.0 | 0.0 |
| 7000 Other Operating Expenses             |        |             | 0.0 | 0.0 | 0.0 |
| 8000 Equipment                            |        |             | 0.0 | 0.0 | 0.0 |
| 8100 Capital Outlay                       |        |             | 0.0 | 0.0 | 0.0 |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI Children's Rehabilitative Services |   |            |             |               |
| <b>Fund:</b> 2120-N AHCCCS Fund                        |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                         | <b>211,537.7</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                     | <b>211,537.7</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2500-N IGA and ISA Fund                   |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 6000 Personal Services                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals              | 2,386.7                                     | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                         | <b>2,386.7</b>                              | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                     | <b>2,386.7</b>                              | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Program Total For Selected Funds:</b>               | <b>299,473.4</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Children's Rehabilitative Services</b>      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 299,473.4         | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Children's Rehabilitative Services</b>      |

|  | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|--|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                        | <b>299,473.4</b>          | <b>0.0</b>                    |
| <b>Appropriated</b>                                      |                           |                               |
| 1000-A General Fund (Appropriated)                       | 85,549.0                  | 0.0                           |
|  | <b>85,549.0</b>           | <b>0.0</b>                    |
| <b>Non-Appropriated</b>                                  |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 211,537.7                 | 0.0                           |
| 2500-N IGA and ISA Fund (Non-Appropriated)               | 2,386.7                   | 0.0                           |
|  | <b>213,924.4</b>          | <b>0.0</b>                    |
| <b>Fund Source Total</b>                                 | <b>299,473.4</b>          | <b>0.0</b>                    |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Children's Rehabilitative Services</b>      |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Children's Rehabilitative Services</b>      |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Children's Rehabilitative Services</b>      |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**SCHOOL BASED SERVICES**

**SCHOOL BASED SERVICES – PROGRAMMATIC PASS-THROUGH**

**DIRECT SERVICE CLAIMS (DSC) PROGRAM DESCRIPTION/BACKGROUND**

Under the Individuals with Disabilities Education Act (IDEA), Part B, states are required to make available special education and related services that are necessary for students with disabilities to obtain a free and appropriate public education. Some of these services provided to Title XIX eligible children by the school under IDEA are covered by Title XIX, which reimburses schools as qualified providers.

AHCCCS, in cooperation with the Arizona Department of Education (ADOE), launched the program in January 2001. Under the program, the local education agencies (LEAs) which include public school districts, certain charter schools and the Arizona School for the Deaf and Blind, are allowed to bill AHCCCS directly on a cost-based methodology for the provision of certain AHCCCS covered services. These services must be provided to Title XIX and IDEA eligible children.

As a result of the CMS approved Arizona State Plan Amendment (SPA) No. 11-007, the reimbursement methodology for school-based claiming was revised in order to enhance the identification of actual costs and improve the accuracy of claims reimbursement. Prior to July 1, 2011, LEAs billed AHCCCS using a fee-for-service fee schedule; it is now paid on a cost-based methodology. The cost-based methodology includes an interim fee-for-service payment and a reconciliation of final costs versus estimated costs within a two-year period after the end of a fiscal year. The SFY2018 reconciliation payment estimate of \$19,300,300 is for SFY2015. The SFY2019 reconciliation payment estimate of \$18,500,000 is for SFY2016.

Currently, there are 97 LEAs participating in the program. The LEAs submit their claims through a third party vendor. The Centers for Medicare and Medicaid Services (CMS) reimburses LEAs according to the applicable FMAP for the contract year the Medicaid services are provided and also 50% of the third party vendor’s administrative charges.

It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 68.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

As the single state Medicaid Agency for Arizona, AHCCCS draws down the Title XIX Federal Match for this program and passes those dollars through to the LEAs. Although AHCCCS only passes-through the Federal portion of the claims to the LEAs, by contract, each LEA must certify that it has met the state match requirement.

**DSC METHODOLOGY**



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**SCHOOL BASED SERVICES**

Expenditures are forecasted by inflating the average expenditures from October 2017 through June 2018 every October, by a factor of 2.7%. The inflation factor is based on a weighted average of the Global Insights Hospital Market Basket inflation forecasts.

**FY 2020 DSC EXPENDITURES**

The DSC program Federal share expenditures are expected to increase by \$401,400 compared to the FY 2019 estimate. The primary cause of the increase is that there is no change in the estimated reconciliation payment for SFY 2017 in FY 2020. See the table below for further explanation.

|                       | FY 2018<br><u>Actual</u> | FY 2019<br><u>Rebase</u> | FY 2020<br><u>Request</u> | FY 2020<br><u>Change</u> |
|-----------------------|--------------------------|--------------------------|---------------------------|--------------------------|
| Direct Service        | 28,658,266               | 33,778,500               | 34,676,500                | 898,000                  |
| TPA Fee               | 129,645                  | 132,100                  | 135,500                   | 3,400                    |
| Reconciliation Pymnts | <u>19,300,338</u>        | <u>18,500,000</u>        | <u>18,000,000</u>         | <u>(500,000)</u>         |
| DSC Total             | 48,088,249               | 52,410,600               | 52,812,000                | 401,400                  |

**MEDICAID ADMINISTRATIVE CLAIMING (MAC) PROGRAM DESCRIPTION/BACKGROUND**

The Federal government permits state Medicaid agencies to claim reimbursement for activities that are necessary for the proper and efficient administration of the Medicaid state plan. Children receiving appropriate health services are better prepared to succeed in school, and in life, since poor health can interfere with the learning process.

The program, which was initiated in May 1997, reimburses LEAs for the cost of administrative activities, such as outreach, which support the Medicaid program. Schools are often involved in informing families of their potential eligibility for Medicaid or in helping them arrange medical appointments for the children. These activities are considered “administrative,” and schools are able to receive reimbursement through Medicaid.

In May 2003, CMS published a comprehensive guide, entitled: “Medicaid School-Based Administrative Claiming Guide.” The purpose of the guide was to inform schools, state Medicaid agencies, and other interested parties on the appropriate methods for claiming federal reimbursement for the costs of Medicaid administrative activities performed in the school setting.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**SCHOOL BASED SERVICES**

The CMS guide, which was effective October 1, 2003, contains many significant changes related to the definition of claimable administrative costs and the time study procedure. AHCCCS experienced a significant decrease in claims following implementation of the guide.

**MAC METHODOLOGY**

MAC expenditures have been volatile since FY2005; therefore, AHCCCS assumed the MAC cost to be maintained at the FY 2018 amount for both FY 2019 and FY 2020.

**FY 2020 MAC EXPENDITURES**

The following table summarizes cost estimates (Federal share only):

|              | FY 2018<br><u>Actual</u> | FY 2019<br><u>Rebase</u> | FY 2020<br><u>Request</u> | FY 2020<br><u>Change</u> |
|--------------|--------------------------|--------------------------|---------------------------|--------------------------|
| MAC          | 5,066,066                | 5,066,000                | 5,066,000                 | -                        |
| Disallowance | -                        | -                        | -                         | -                        |
| MAC Total    | 5,066,066                | 5,066,000                | 5,066,000                 | -                        |

**STATUTORY AUTHORITY**

Individuals with Disabilities Education Act (IDEA)  
Section 504 of the Rehabilitation Act of 1973  
EPSDT (42 CFR Part 441, subpart B)  
Allowable administrative claiming procedures (45 CFR parts 74 and 75)  
SPA Amendment No. 11-007

- Attachment 3.1-A Limitations, pages 3-5(b)
- Attachment 4.19-B, pages 10-16



**Arizona Health Care Cost Containment System  
Fiscal Year 2020 Budget Submittal  
School Based Services Program**

|                       | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Rebase</u> | <u>FY 2020<br/>Request</u> | <u>FY 2020<br/>Change</u> |
|-----------------------|---------------------------|---------------------------|----------------------------|---------------------------|
| Direct Service        | 28,658,266                | 33,778,500                | 34,676,500                 | 898,000                   |
| TPA Fee               | 129,645                   | 132,100                   | 135,500                    | 3,400                     |
| Reconciliation Pymnts | 19,300,338                | 18,500,000                | 18,000,000                 | (500,000)                 |
| DSC Total             | <u>48,088,249</u>         | <u>52,410,600</u>         | <u>52,812,000</u>          | <u>401,400</u>            |
| MAC                   | 5,066,066                 | 5,066,000                 | 5,066,000                  | -                         |
| Disallowance          | -                         | -                         | -                          | -                         |
| MAC Total             | <u>5,066,066</u>          | <u>5,066,000</u>          | <u>5,066,000</u>           | <u>-</u>                  |
| Total                 | <u><u>53,154,314</u></u>  | <u><u>57,476,600</u></u>  | <u><u>57,878,000</u></u>   | <u><u>401,400</u></u>     |

Notes:

1. Budget is federal funds only.

**Arizona Health Care Cost Containment System**  
**Fiscal Year 2020**  
**School Based Services Program**

|               | <b>Direct Services</b> | <b>TPA Fee</b> | <b>Reconciliation</b> | <b>DSC Total</b> | <b>MAC</b> | <b>MAC Disallow.</b> | <b>Total</b> |
|---------------|------------------------|----------------|-----------------------|------------------|------------|----------------------|--------------|
| <b>SFY 18</b> | Q1                     | 3,819,942      | 250,293               | 19,300,338       | 23,370,574 | 1,194,743            | 24,565,317   |
|               | Q2                     | 6,582,719      | (602,688)             | -                | 5,980,031  | 1,384,334            | 7,364,365    |
|               | Q3                     | 8,101,530      | 371,290               | -                | 8,472,819  | 39,275               | 8,512,094    |
|               | Q4                     | 10,154,075     | 110,750               | -                | 10,264,825 | 2,447,713            | 12,712,538   |
|               | Total                  | 28,658,266     | 129,645               | 19,300,338       | 48,088,249 | 5,066,066            | 53,154,314   |
| <b>SFY 19</b> | Q1                     | 8,279,400      | 32,500                | 18,500,000       | 26,811,900 | 1,266,500            | 28,078,400   |
|               | Q2                     | 8,499,700      | 33,200                | -                | 8,532,900  | 1,266,500            | 9,799,400    |
|               | Q3                     | 8,499,700      | 33,200                | -                | 8,532,900  | 1,266,500            | 9,799,400    |
|               | Q4                     | 8,499,700      | 33,200                | -                | 8,532,900  | 1,266,500            | 9,799,400    |
|               | Total                  | 33,778,500     | 132,100               | 18,500,000       | 52,410,600 | 5,066,000            | 57,476,600   |
| <b>SFY 20</b> | Q1                     | 8,499,700      | 33,200                | 18,000,000       | 26,532,900 | 1,266,500            | 27,799,400   |
|               | Q2                     | 8,725,600      | 34,100                | -                | 8,759,700  | 1,266,500            | 10,026,200   |
|               | Q3                     | 8,725,600      | 34,100                | -                | 8,759,700  | 1,266,500            | 10,026,200   |
|               | Q4                     | 8,725,600      | 34,100                | -                | 8,759,700  | 1,266,500            | 10,026,200   |
|               | Total                  | 34,676,500     | 135,500               | 18,000,000       | 52,812,000 | 5,066,000            | 57,878,000   |

**Notes:**

- (1) DSC (Direct Service Claims)  
 Beginning SFY 16, Direct Services for Acute and LTC are both paid as AHCCCS Fund 2120. PMMIS actuals may not match AFIS. Expenditure forecasts assume an inflation factor applied every October based on the average expenditures from October 2017 through June 2018. The inflation factor of 2.7% is derived from the I.H.S. Global Insights Hospital Market Basket Inflation Forecast.
- (2) MAC (Medicaid Administrative Claiming)  
 SFY19-20 estimates assume a 0.0% annual change due to continued volatility in the expenditure trend.
- (3) Reconciliation payments are related to the reimbursement methodology change on July 1, 2011 and are expected to occur annually.
- (4) Amounts are Federal Funds only.

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Medicaid in the Public Schools

|   |                 |                 |              |                 |
|---|-----------------|-----------------|--------------|-----------------|
| <b>Fund:</b> 2120-N AHCCCS Fund           |                 |                 |              |                 |
| <b>Non-Appropriated</b>                   |                 |                 |              |                 |
| 0000 FTE                                  | 0.0             | 0.0             | 0.0          | 0.0             |
| 6000 Personal Services                    | 306.0           | 0.0             | 0.0          | 0.0             |
| 6100 Employee Related Expenses            | 144.0           | 0.0             | 0.0          | 0.0             |
| 6200 Professional and Outside Services    | 7,535.5         | 5,066.0         | 0.0          | 5,066.0         |
| 6500 Travel In-State                      | 0.0             | 0.0             | 0.0          | 0.0             |
| 6600 Travel Out of State                  | 0.0             | 0.0             | 0.0          | 0.0             |
| 6700 Food                                 | 0.0             | 0.0             | 0.0          | 0.0             |
| 6800 Aid to Organizations and Individuals | 45,647.8        | 52,410.6        | 401.4        | 52,812.0        |
| 7000 Other Operating Expenses             | 0.0             | 0.0             | 0.0          | 0.0             |
| 8000 Equipment                            | 0.0             | 0.0             | 0.0          | 0.0             |
| 8100 Capital Outlay                       | 0.0             | 0.0             | 0.0          | 0.0             |
| 8600 Debt Service                         | 0.0             | 0.0             | 0.0          | 0.0             |
| 9000 Cost Allocation                      | 0.0             | 0.0             | 0.0          | 0.0             |
| 9100 Transfers                            | 0.0             | 0.0             | 0.0          | 0.0             |
| <b>Non-Appropriated Total:</b>            | <b>53,633.3</b> | <b>57,476.6</b> | <b>401.4</b> | <b>57,878.0</b> |
| <b>Fund Total:</b>                        | <b>53,633.3</b> | <b>57,476.6</b> | <b>401.4</b> | <b>57,878.0</b> |
| <b>Program Total For Selected Funds:</b>  | <b>53,633.3</b> | <b>57,476.6</b> | <b>401.4</b> | <b>57,878.0</b> |



## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid in the Public Schools</b>              |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 306.0             | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>306.0</b>      | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 306.0             | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>306.0</b>      | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 144.0             | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>144.0</b>      | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 144.0             | 0.0                   |
| <b>Fund Source Total</b>                                  | <b>144.0</b>      | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 5,066.0               |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 0.0               |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 0.0               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 0.0               |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 0.0               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 0.0               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 7,535.5           |                       |
| <b>Expenditure Category Total</b>                         | <b>7,535.5</b>    | <b>5,066.0</b>        |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 7,535.5           | 5,066.0               |
| <b>Fund Source Total</b>                                  | <b>7,535.5</b>    | <b>5,066.0</b>        |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |

## Program Expenditure Schedule

| <b>Agency:</b>   | <b>Arizona Health Care Cost Containment System</b> |                               |
|--|--|-------------------------------|
| <b>Program:</b>  | <b>Medicaid in the Public Schools</b>              |                               |
|  | <b>FY 2018<br/>Actual</b>                          | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>  |  |                               |
| Travel Out of State                                      | 0.0  | 0.0                           |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>  |  |                               |
| Food   | 0.0  | 0.0                           |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>   | <b>0.0</b>                    |
| <hr/>  |  |                               |
| Aid to Organizations and Individuals                     | 45,647.8   | 52,410.6                      |
| <b>Expenditure Category Total</b>                        | <b>45,647.8</b>                                    | <b>52,410.6</b>               |
| <hr/>  |  |                               |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 45,647.8   | 52,410.6                      |
| <b>Fund Source Total</b>                                 | <b>45,647.8</b>                                    | <b>52,410.6</b>               |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid in the Public Schools</b>              |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid in the Public Schools</b>              |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid in the Public Schools</b>              |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid in the Public Schools              |

| <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---------------------------|-------------------------------|
|---------------------------|-------------------------------|



**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
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 estimated cost of adult expansion for SFY 2016 was \$405,687,600 Total Fund. This program was funded with 100% federal funds through December 31, 2016. Beginning January 1, 2017, the federal matching rate decreased to 95% and decreased again to 94% on January 1, 2018 and will decrease to 93% on January 1, 2019. For SFY 2019 costs are estimated at \$509,111,400 (\$27,414,800 SM from Hospital Assessment, \$136,200 from Political Subdivisions/APSI, and \$3,864,200 from General Fund). For SFY 2020, the cost of this program is estimated at \$519,907,300 Total Fund (\$36,608,600 SM from Hospital Assessment, \$179,900 from Political Subdivisions/APSI, and \$5,214,100 from General Fund).

**STATUTORY AUTHORITY:**

Patient Protection and Affordable Care Act (ACA)  
Laws 2013, First Special Session, Chapter 10

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

FISCAL YEAR 2020  
BUDGET JUSTIFICATION



**Newly Eligible Adults - Methodology**

After a lower than anticipated initial presentation rate, capitated members grew rapidly during SFY 2015 and SFY 2016. Growth leveled off in SFY 2017, however, and it is believed that enrollment in this program has reached saturation. For this reason, we are projecting growth in member months to experience no growth starting in September 2018.

The following assumptions were employed in the FY20 Budget Development:

- 1) AHCCCS has experienced some births within this population, even though, once reported, the individual will be shifted to the SOBRA Pregnant women category. Births were projected using a 72 month regression of combined births for Traditional, Prop. 204, Newly Eligible Adults, and Newly Eligible Children and then split percentage-wise based on the percentage that each program represented of total birth for SFY 2018.
- 2) The Fee-for-Service costs for newly eligible adults being served through the AIHP are based on the average PMPMs for both IHS Facilities and Non-Facilities, based on January 2018 through June 2018, and October 2017 through June 2018, respectively. The average IHS Facility rate of \$563.00 is increased by 7.40%, the weighted inpatient/outpatient IHS Facility inflation rate, in January of FY 2019 and FY 2020. The average Non-Facility rate of \$264.95 is increased by 2.7% in October FY 2018 and 2019; this is based on the weighted inpatient/outpatient Prop. 204 IHS Non-Facility inflation rates for Prop. 204. The total FFS estimate includes Prior Quarter.
- 3) Arizona Department of Corrections and County inmates are now included in Non-IHS FFS and the AHCCCS share is paid with 100% federal dollars. For this reason the overall FMAP for Non-IHS FFS is different from NEA FMAPs for other FFS categories.
- 4) Childless Adult FES is included in this eligibility category since this population was not previously eligible for services prior to the expansion. FES Other includes Expansion State Adults as well as Newly Eligible Adults. Total expenditures are based on the combined monthly forecast growth rates of NEA member months and medical cost inflation.
- 5) Reinsurance estimates for the NEA population are based on the average PMPM for this population for CY 2018 (YTD) of \$9.47 inflated by 2.7% (Annualized weighted market basket of Global Insight's hospital inflation factors from QE 6/30/16 to QE 6/30/20) in October 2018 to \$9.72 and then by an additional 2.7% to \$9.98 in October 2019.



**CAPITATION RATES**

**CAPITATION RATES**

**Capitation Rates**

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



Anticipating that the Newly Eligible Adults population would differ from the current risk groups, AHCCCS actuaries established a new risk group and capitation rate for this population. Beginning October 1, 2017, NEA capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions.

Capitation rates for this program, including APSI, are shown in the table below:

| Newly Eligible Adults Prospective Rates |          |           |           |                               |                          |
|---|----------|-----------|-----------|-------------------------------|--------------------------|
|   | 7/1/2018 | 10/1/2018 | 10/1/2019 | Jul.2018–Oct.2018<br>% Change | Oct. to Oct.<br>% Change |
| <b>Group</b>                            |          |           |           |                               |                          |
| Prospective                             | 377.80   | 405.45    | 415.58    | 7.3%                          | 2.5%                     |
| Births                                  | 6,042.82 | 5,862.21  | 6,008.76  | -3.0%                         | 2.5%                     |
| SMI Regular                             | 1,987.84 | 2,020.12  | 2,070.63  | 1.6%                          | 2.5%                     |

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



**ACA HEALTH INSURER FEE**

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

| Fee Year            | Applicable Amount  |
|---------------------|--|
| 2014                | \$ 8,000,000,000   |
| 2015                | \$11,300,000,000   |
| 2016                | \$11,300,000,000   |
| 2017                | HIF Moratorium   |
| 2018                | \$14,300,000,000   |
| 2019                | HIF Moratorium   |
| 2020 and thereafter | The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii). |

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001 amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.

**AFFORDABLE CARE ACT  
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020  
BUDGET JUSTIFICATION**



In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Proposition 204 was \$7,464,200 Total Fund (\$373,200 State Match).

**FQHC Recon:**

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$2,001,400 Total Fund, consisting of \$1,861,300 Federal Fund and \$140,100 General Fund for FY 2019 and \$2,001,400, consisting of \$1,801,200 Federal Fund and \$200,200 General Fund for FY 2020.

**Newly Eligible FMAP**

Beginning in January 2017 the Newly Eligible Adults FMAP will no longer be 100%. For each Calendar Year after 2007, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
NEWLY ELIGIBLE ADULTS MEDICAID SERVICES  
NEWLY ELIGIBLE ADULTS ALL EXPENDITURES**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 3,408,676         | 6,461,300             | 3,864,200         | 5,214,100          | (1,247,200)          |
| Local Match (APSI)       | 86,098            | 123,800               | 136,200           | 179,900            | 56,100               |
| Hospital Assessment      | 24,640,022        | 28,420,100            | 27,414,800        | 36,608,600         | 8,188,500            |
| Subtotal State Match     | 28,134,797        | 35,005,200            | 31,415,200        | 42,002,600         | 6,997,400            |
| Federal Title XIX        | 508,290,343       | 530,669,800           | 477,696,200       | 477,904,700        | (52,765,100)         |
| Subtotal Federal Funding | 508,290,343       | 530,669,800           | 477,696,200       | 477,904,700        | (52,765,100)         |
| Grand Total              | 536,425,140       | 565,675,000           | 509,111,400       | 519,907,300        | (45,767,700)         |

TOTAL FUND

FY 18 ACTUAL

|                  | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG NEA          | 34,881,294 | 35,164,800 | 34,992,597 | 33,125,039 | 33,018,227 | 32,564,493 | 32,658,371 | 31,560,804 | 31,204,495 | 30,817,836 | 30,898,735 | 30,856,208 | 391,742,899 |
| PPC NEA          | 783,040    | (60,946)   | 947,506    | 1,206,018  | 980,939    | 838,690    | 1,234,088  | 1,125,451  | 1,442,515  | 1,171,676  | 1,237,218  | 1,531,351  | 12,437,545  |
| NEA BIRTHS       | 423,614    | 322,315    | 464,037    | 447,799    | 421,326    | 442,562    | 384,060    | 420,095    | 381,442    | 341,973    | 387,047    | 322,230    | 4,758,501   |
| SMI REG          | 2,263,662  | 2,316,779  | 2,339,157  | 2,284,076  | 2,268,088  | 2,203,620  | 2,211,539  | 2,171,144  | 2,104,459  | 2,109,168  | 2,179,524  | 2,172,051  | 26,623,266  |
| SMI PPC          | 56,853     | 36,206     | 54,928     | 43,102     | 46,506     | 33,266     | 66,024     | 72,113     | 55,628     | 61,590     | 57,029     | 71,967     | 655,213     |
| Crisis           | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| HIF              | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CAP TOTAL        | 38,408,463 | 37,779,154 | 38,798,225 | 37,106,034 | 36,735,086 | 36,082,631 | 36,554,082 | 35,349,608 | 35,188,538 | 34,502,242 | 34,759,552 | 34,953,808 | 436,217,424 |
| AHP Facility     | 1,775,905  | 2,627,030  | 1,950,793  | 1,492,576  | 1,645,187  | 1,675,869  | 1,854,198  | 2,013,312  | 1,948,332  | 1,802,710  | 2,295,618  | 1,639,794  | 22,721,324  |
| AHP Non-Facility | 953,599    | 1,165,095  | 915,429    | 737,923    | 1,088,273  | 998,056    | 933,202    | 750,817    | 1,070,111  | 840,798    | 1,004,453  | 892,756    | 11,350,513  |
| Non-AHP          | 131,621    | 64,067     | 165,385    | 38,388     | 383,127    | 58,548     | 93,488     | 45,788     | 77,579     | 65,588     | 105,342    | 219,653    | 1,448,574   |
| Prior Quarter    | 350,598    | 546,221    | 401,753    | 202,324    | 237,125    | 262,112    | 362,635    | 262,514    | 279,542    | 336,761    | 314,974    | 266,365    | 3,822,924   |
| FES Births       | 101,500    | 188,382    | 57,807     | 91,787     | 138,892    | 203,331    | 150,677    | 126,497    | 94,124     | 79,980     | 92,699     | 87,519     | 1,413,195   |
| FES Other        | 4,454,237  | 7,137,489  | 2,868,074  | 2,943,999  | 4,929,815  | 4,442,536  | 4,624,124  | 3,365,513  | 3,712,980  | 4,059,750  | 4,089,787  | 3,379,391  | 50,007,695  |
| FQHC RECON       | 238        | -          | 27,047     | -          | -          | 62,796     | 892,923    | 619,008    | 9,466      | (870)      | (7,564)    | -          | 1,603,044   |
| FFS TOTAL        | 7,767,698  | 11,728,283 | 6,386,289  | 5,506,996  | 8,422,420  | 7,703,249  | 8,911,247  | 7,183,449  | 7,192,134  | 7,184,717  | 7,895,308  | 6,485,478  | 92,367,269  |
| REIN NEA         | 529,482    | 119,226    | 735,846    | 953,083    | 595,148    | 1,437,171  | 290,859    | 749,039    | 875,342    | 603,390    | 553,953    | 397,908    | 7,840,447   |
| TOTAL            | 46,705,643 | 49,626,664 | 45,920,359 | 43,566,113 | 45,752,654 | 45,223,052 | 45,756,188 | 43,282,096 | 43,256,014 | 42,290,349 | 43,208,812 | 41,837,194 | 536,425,140 |

TOTAL FUND

FY 19 REBASE

|                  | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG NEA          | 27,907,600 | 27,907,700 | 27,907,700 | 29,950,100 | 29,950,200 | 29,950,200 | 29,950,300 | 29,950,300 | 29,950,400 | 29,950,500 | 29,950,500 | 29,950,600 | 353,276,100 |
| PPC NEA          | 1,283,400  | 1,283,400  | 1,283,400  | 1,377,300  | 1,377,300  | 1,377,300  | 1,377,300  | 1,377,300  | 1,377,300  | 1,377,300  | 1,377,300  | 1,377,300  | 16,245,900  |
| NEA BIRTHS       | 284,000    | 302,600    | 297,500    | 286,200    | 268,100    | 275,400    | 269,100    | 243,000    | 258,600    | 242,000    | 247,500    | 248,900    | 3,222,900   |
| SMI REG          | 2,239,900  | 2,243,300  | 2,246,600  | 2,286,500  | 2,289,900  | 2,293,400  | 2,296,700  | 2,300,100  | 2,303,600  | 2,307,000  | 2,310,300  | 2,313,700  | 27,431,000  |
| SMI PPC          | 54,900     | 55,000     | 55,100     | 56,000     | 56,100     | 56,200     | 56,300     | 56,400     | 56,400     | 56,600     | 56,600     | 56,700     | 672,300     |
| Crisis           | 311,800    | 311,800    | 311,800    | 384,400    | 384,500    | 384,500    | 384,500    | 384,500    | 384,500    | 384,500    | 384,500    | 384,500    | 4,395,800   |
| HIF              | -          | -          | -          | 7,464,200  | -          | 7,464,200  | -          | -          | -          | -          | -          | -          | 7,464,200   |
| CAP TOTAL        | 32,081,600 | 32,103,800 | 32,102,100 | 34,340,500 | 34,326,100 | 41,801,200 | 34,334,200 | 34,311,600 | 34,330,800 | 34,317,900 | 34,326,700 | 34,331,700 | 412,708,200 |
| AHP Facility     | 1,786,000  | 2,233,400  | 1,787,500  | 2,235,200  | 1,788,900  | 1,789,700  | 2,403,700  | 1,923,700  | 1,924,500  | 1,925,300  | 2,407,700  | 1,926,900  | 24,132,500  |
| AHP Non-Facility | 840,500    | 1,051,000  | 841,200    | 1,080,100  | 864,400    | 864,800    | 1,081,400  | 865,500    | 865,900    | 866,200    | 1,083,200  | 866,900    | 11,171,100  |
| Non-AHP          | 111,600    | 139,400    | 111,600    | 143,300    | 114,500    | 114,500    | 143,300    | 114,500    | 114,500    | 114,500    | 143,300    | 114,500    | 1,479,500   |
| Prior Quarter    | 258,900    | 323,600    | 258,900    | -          | -          | -          | -          | -          | -          | -          | -          | -          | 841,400     |
| FES Births       | 118,100    | 167,300    | 129,800    | 173,100    | 119,300    | 130,500    | 152,200    | 107,600    | 113,900    | 93,300     | 128,700    | 107,800    | 1,541,600   |
| FES Other        | 3,499,700  | 4,376,500  | 3,502,600  | 4,517,300  | 3,615,400  | 3,616,900  | 4,523,000  | 3,619,900  | 3,621,400  | 3,622,900  | 4,530,500  | 3,625,900  | 46,672,000  |
| FQHC RECON       | -          | -          | -          | -          | -          | -          | 2,001,400  | -          | -          | -          | -          | -          | 2,001,400   |
| FFS TOTAL        | 6,614,800  | 8,291,200  | 6,631,600  | 8,149,000  | 6,502,500  | 6,516,400  | 10,305,000 | 6,631,200  | 6,640,200  | 6,622,200  | 8,293,400  | 6,642,000  | 87,839,500  |
| REIN NEA         | 645,700    | 807,200    | 645,800    | 828,800    | 663,100    | 663,100    | 828,800    | 663,100    | 663,100    | 663,100    | 828,800    | 663,100    | 8,563,700   |
| TOTAL            | 39,342,100 | 41,202,200 | 39,379,500 | 43,318,300 | 41,491,700 | 48,980,700 | 45,468,000 | 41,605,900 | 41,634,100 | 41,603,200 | 43,448,900 | 41,636,800 | 509,111,400 |

TOTAL FUND

FY 20 REQUEST

|                  | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG NEA          | 29,950,600 | 29,950,700 | 29,950,700 | 30,699,600 | 30,699,700 | 30,699,700 | 30,699,800 | 30,699,800 | 30,699,900 | 30,700,000 | 30,700,000 | 30,700,100 | 366,150,600 |
| PPC NEA          | 1,377,300  | 1,377,300  | 1,377,300  | 1,411,700  | 1,411,700  | 1,411,700  | 1,411,700  | 1,411,700  | 1,411,700  | 1,411,700  | 1,411,700  | 1,411,700  | 16,837,200  |
| NEA BIRTHS       | 272,100    | 290,000    | 285,000    | 289,800    | 271,500    | 278,900    | 272,500    | 246,100    | 261,900    | 245,000    | 250,600    | 252,000    | 3,215,400   |
| SMI REG          | 2,317,200  | 2,320,600  | 2,324,000  | 2,385,600  | 2,389,000  | 2,392,600  | 2,396,100  | 2,399,500  | 2,403,000  | 2,406,500  | 2,410,100  | 2,413,500  | 28,557,700  |
| SMI PPC          | 56,800     | 56,900     | 57,000     | 58,400     | 58,600     | 58,600     | 58,700     | 58,800     | 58,900     | 59,000     | 59,000     | 59,200     | 699,900     |
| Crisis           | 384,500    | 384,500    | 384,500    | 394,100    | 394,200    | 394,200    | 394,200    | 394,200    | 394,200    | 394,200    | 394,200    | 394,200    | 4,701,200   |
| HIF              | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CAP TOTAL        | 34,358,500 | 34,380,000 | 34,378,500 | 35,239,200 | 35,224,700 | 35,235,700 | 35,233,000 | 35,210,100 | 35,229,600 | 35,216,400 | 35,225,600 | 35,230,700 | 420,162,000 |
| AHP Facility     | 2,409,700  | 1,928,600  | 1,929,400  | 2,412,700  | 1,931,000  | 1,931,800  | 2,594,500  | 2,076,500  | 2,077,300  | 2,597,700  | 2,079,100  | 2,079,900  | 26,048,200  |
| AHP Non-Facility | 1,084,100  | 867,700    | 868,000    | 1,114,600  | 892,000    | 892,400    | 1,116,000  | 893,100    | 893,500    | 1,117,300  | 894,200    | 894,600    | 11,527,500  |
| Non-AHP          | 143,300    | 114,500    | 114,500    | 147,000    | 117,600    | 117,600    | 147,000    | 117,600    | 117,600    | 147,000    | 117,600    | 117,600    | 1,518,900   |
| Prior Quarter    | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FES Births       | 142,500    | 129,200    | 125,300    | 167,100    | 115,200    | 126,000    | 147,000    | 103,900    | 110,000    | 112,600    | 99,400     | 104,100    | 1,482,300   |
| FES Other        | 4,534,300  | 3,628,900  | 3,630,400  | 4,682,200  | 3,747,300  | 3,748,800  | 4,688,000  | 3,752,000  | 3,753,500  | 4,693,800  | 3,756,600  | 3,758,200  | 48,374,000  |
| FQHC RECON       | -          | -          | -          | -          | -          | -          | 2,001,400  | -          | -          | -          | -          | -          | 2,001,400   |
| FFS TOTAL        | 8,313,900  | 6,668,900  | 6,667,600  | 8,523,600  | 6,803,100  | 6,816,600  | 10,693,900 | 6,943,100  | 6,951,900  | 8,668,400  | 6,946,900  | 6,954,400  | 90,952,300  |
| REIN NEA         | 828,800    | 663,100    | 663,100    | 851,000    | 680,800    | 680,800    | 851,100    | 680,800    | 680,800    | 851,100    | 680,800    | 680,800    | 8,793,000   |
| TOTAL            | 43,501,200 | 41,712,000 | 41,709,200 | 44,613,800 | 42,708,600 | 42,733,100 | 46,778,000 | 42,834,000 | 42,862,300 | 44,735,900 | 42,853,300 | 42,865,900 | 519,907,300 |

FEDERAL FUND

FY 18 ACTUAL

|                  | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG NEA          | 33,137,229 | 33,406,560 | 33,242,967 | 31,468,787 | 31,367,315 | 30,936,269 | 30,698,869 | 29,667,156 | 29,332,225 | 28,968,766 | 29,044,811 | 29,004,835 | 370,275,789 |
| PPC NEA          | 743,888    | (57,898)   | 900,130    | 1,145,717  | 931,892    | 796,755    | 1,160,042  | 1,057,924  | 1,355,964  | 1,101,375  | 1,162,984  | 1,439,470  | 11,738,245  |
| NEA BIRTHS       | 402,434    | 306,199    | 440,835    | 425,409    | 400,260    | 420,434    | 361,016    | 394,889    | 358,556    | 321,454    | 363,824    | 302,897    | 4,498,207   |
| SMI REG          | 2,150,478  | 2,200,940  | 2,222,200  | 2,169,873  | 2,154,683  | 2,093,439  | 2,078,847  | 2,040,876  | 1,978,191  | 1,982,618  | 2,048,752  | 2,041,728  | 25,162,624  |
| SMI PPC          | 54,010     | 34,396     | 52,181     | 40,947     | 44,181     | 31,603     | 62,063     | 67,787     | 52,290     | 57,895     | 53,607     | 67,649     | 618,609     |
| Crisis           | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| HIF              | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CAP TOTAL        | 36,488,040 | 35,890,197 | 36,858,314 | 35,250,732 | 34,898,332 | 34,278,500 | 34,360,837 | 33,228,631 | 33,077,226 | 32,432,108 | 32,673,979 | 32,856,580 | 412,293,474 |
| AHP Facility     | 1,775,905  | 2,627,030  | 1,950,793  | 1,492,576  | 1,645,187  | 1,675,869  | 1,854,198  | 2,013,312  | 1,948,332  | 1,802,710  | 2,295,618  | 1,639,794  | 22,721,324  |
| AHP Non-Facility | 905,919    | 1,106,840  | 869,658    | 701,027    | 1,033,859  | 948,153    | 877,210    | 705,768    | 1,005,904  | 790,350    | 944,186    | 839,191    | 10,728,066  |
| Non-AHP          | 129,092    | 63,008     | 158,152    | 37,290     | 366,788    | 57,120     | 90,623     | 44,709     | 75,680     | 62,874     | 99,882     | 216,015    | 1,401,232   |
| Prior Quarter    | 333,069    | 518,910    | 381,666    | 192,208    | 225,269    | 249,007    | 340,877    | 246,764    | 262,769    | 316,555    | 296,075    | 250,383    | 3,613,550   |
| FES Births       | 96,425     | 178,963    | 54,916     | 87,198     | 131,947    | 193,165    | 141,636    | 118,907    | 88,477     | 75,182     | 87,137     | 82,268     | 1,336,221   |
| FES Other        | 4,231,525  | 6,780,614  | 2,724,670  | 2,796,799  | 4,683,325  | 4,220,409  | 4,346,677  | 3,163,582  | 3,490,201  | 3,816,165  | 3,844,400  | 3,176,628  | 47,274,995  |
| FQHC RECON       | 226        | -          | 25,695     | -          | -          | 59,656     | 839,348    | 581,867    | 8,898      | (818)      | (7,110)    | -          | 1,507,762   |
| FFS TOTAL        | 7,472,160  | 11,275,366 | 6,165,550  | 5,307,097  | 8,086,375  | 7,403,380  | 8,490,568  | 6,874,909  | 6,880,261  | 6,863,018  | 7,560,187  | 6,204,279  | 88,583,149  |
| REIN NEA         | 503,008    | 113,265    | 699,053    | 905,429    | 565,390    | 1,365,312  | 273,407    | 704,097    | 822,821    | 567,187    | 520,716    | 374,033    | 7,413,720   |
| TOTAL            | 44,463,208 | 47,278,827 | 43,722,917 | 41,463,258 | 43,550,098 | 43,047,192 | 43,124,813 | 40,807,637 | 40,780,309 | 39,862,312 | 40,754,881 | 39,434,892 | 508,290,343 |

FEDERAL FUND

FY 19 REBASE

|                  | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG NEA          | 26,233,200 | 26,233,200 | 26,233,300 | 28,153,200 | 28,153,200 | 28,153,300 | 27,853,800 | 27,853,900 | 27,853,900 | 27,854,000 | 27,854,000 | 27,854,100 | 330,283,100 |
| PPC NEA          | 1,206,400  | 1,206,400  | 1,206,400  | 1,294,700  | 1,294,700  | 1,294,700  | 1,280,900  | 1,280,900  | 1,280,900  | 1,280,900  | 1,280,900  | 1,280,900  | 15,188,700  |
| NEA BIRTHS       | 267,000    | 284,500    | 279,600    | 269,000    | 252,000    | 258,900    | 250,300    | 226,000    | 240,500    | 225,100    | 230,200    | 231,500    | 3,014,600   |
| SMI REG          | 2,105,500  | 2,108,700  | 2,111,800  | 2,149,300  | 2,152,600  | 2,155,700  | 2,136,000  | 2,139,200  | 2,142,300  | 2,145,500  | 2,148,700  | 2,151,800  | 25,647,100  |
| SMI PPC          | 51,600     | 51,700     | 51,700     | 52,700     | 52,700     | 52,800     | 52,300     | 52,400     | 52,500     | 52,600     | 52,700     | 52,700     | 628,400     |
| Crisis           | 293,100    | 293,100    | 293,100    | 361,400    | 361,400    | 361,400    | 357,600    | 357,600    | 357,600    | 357,600    | 357,600    | 357,600    | 4,109,100   |
| HIF              | -          | -          | -          | -          | -          | 7,091,000  | -          | -          | -          | -          | -          | -          | 7,091,000   |
| CAP TOTAL        | 30,156,800 | 30,177,600 | 30,175,900 | 32,280,300 | 32,266,600 | 39,367,800 | 31,930,900 | 31,910,000 | 31,927,700 | 31,915,700 | 31,924,100 | 31,928,600 | 385,962,000 |
| AHP Facility     | 1,786,000  | 2,233,400  | 1,787,500  | 2,235,200  | 1,788,900  | 1,789,700  | 2,403,700  | 1,923,700  | 1,924,500  | 1,925,300  | 2,407,700  | 1,926,900  | 24,132,500  |
| AHP Non-Facility | 790,000    | 988,000    | 790,700    | 1,015,300  | 812,600    | 812,900    | 1,005,700  | 804,900    | 805,300    | 805,600    | 1,007,400  | 806,300    | 10,444,700  |
| Non-AHP          | 107,500    | 134,300    | 107,500    | 137,900    | 110,200    | 110,200    | 137,000    | 109,500    | 109,500    | 109,500    | 137,000    | 109,500    | 1,419,600   |
| Prior Quarter    | 243,400    | 304,200    | 243,400    | -          | -          | -          | -          | -          | -          | -          | -          | -          | 791,000     |
| FES Births       | 111,000    | 157,200    | 122,000    | 162,700    | 112,100    | 122,700    | 141,600    | 100,100    | 106,000    | 86,800     | 119,700    | 100,300    | 1,442,200   |
| FES Other        | 3,289,700  | 4,113,900  | 3,292,500  | 4,246,300  | 3,398,400  | 3,399,900  | 4,206,400  | 3,366,500  | 3,367,900  | 3,369,300  | 4,213,400  | 3,372,100  | 43,636,300  |
| FQHC RECON       | -          | -          | -          | -          | -          | -          | 1,861,300  | -          | -          | -          | -          | -          | 1,861,300   |
| FFS TOTAL        | 6,327,600  | 7,931,000  | 6,343,600  | 7,797,400  | 6,222,200  | 6,233,400  | 9,755,700  | 6,304,700  | 6,313,200  | 6,296,500  | 7,885,200  | 6,315,100  | 83,727,600  |
| REIN NEA         | 607,000    | 758,800    | 607,000    | 779,100    | 623,300    | 623,300    | 770,800    | 616,600    | 616,600    | 616,600    | 770,800    | 616,700    | 8,006,600   |
| TOTAL            | 37,091,400 | 38,867,400 | 37,126,500 | 40,856,800 | 39,112,100 | 46,226,500 | 42,457,400 | 38,831,300 | 38,857,500 | 38,828,800 | 40,580,100 | 38,860,400 | 477,696,200 |

FEDERAL FUND

FY 20 REQUEST

|                  | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| REG NEA          | 27,854,100 | 27,854,200 | 27,854,300 | 28,550,600 | 28,550,700 | 28,550,700 | 27,629,700 | 27,629,800 | 27,629,900 | 27,629,900 | 27,630,000 | 27,630,000 | 334,993,900 |
| PPC NEA          | 1,280,900  | 1,280,900  | 1,280,900  | 1,312,900  | 1,312,900  | 1,312,900  | 1,270,600  | 1,270,600  | 1,270,600  | 1,270,600  | 1,270,600  | 1,270,600  | 15,405,000  |
| NEA BIRTHS       | 253,100    | 269,700    | 265,100    | 269,500    | 252,500    | 259,400    | 245,300    | 221,500    | 235,700    | 220,500    | 225,600    | 226,800    | 2,944,700   |
| SMI REG          | 2,155,000  | 2,158,100  | 2,161,300  | 2,218,600  | 2,221,800  | 2,225,100  | 2,156,400  | 2,159,600  | 2,162,700  | 2,165,800  | 2,169,000  | 2,172,100  | 26,125,500  |
| SMI PPC          | 52,800     | 52,900     | 53,000     | 54,400     | 54,500     | 54,500     | 52,900     | 52,900     | 53,000     | 53,100     | 53,100     | 53,200     | 640,300     |
| Crisis           | 357,600    | 357,600    | 357,600    | 366,600    | 366,600    | 366,600    | 354,800    | 354,800    | 354,800    | 354,800    | 354,800    | 354,800    | 4,301,400   |
| HIF              | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CAP TOTAL        | 31,953,500 | 31,973,400 | 31,972,200 | 32,772,600 | 32,759,000 | 32,769,200 | 31,709,700 | 31,689,200 | 31,706,700 | 31,694,700 | 31,703,100 | 31,707,500 | 384,410,800 |
| AHP Facility     | 2,409,700  | 1,928,600  | 1,929,400  | 2,412,700  | 1,931,000  | 1,931,800  | 2,594,500  | 2,076,500  | 2,077,300  | 2,597,700  | 2,079,100  | 2,079,900  | 26,048,200  |
| AHP Non-Facility | 1,008,200  | 806,900    | 807,300    | 1,036,500  | 829,600    | 829,900    | 1,004,400  | 803,800    | 804,200    | 1,005,600  | 804,800    | 805,200    | 10,546,400  |
| Non-AHP          | 137,000    | 109,500    | 109,500    | 140,600    | 112,500    | 112,500    | 137,900    | 110,300    | 110,300    | 137,900    | 110,300    | 110,300    | 1,438,600   |
| Prior Quarter    | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| FES Births       | 132,500    | 120,200    | 116,600    | 155,400    | 107,100    | 117,200    | 132,300    | 93,500     | 99,000     | 101,400    | 89,500     | 93,700     | 1,358,400   |
| FES Other        | 4,216,900  | 3,374,900  | 3,376,300  | 4,354,400  | 3,485,000  | 3,486,400  | 4,219,200  | 3,376,800  | 3,378,200  | 4,224,500  | 3,381,000  | 3,382,400  | 44,256,000  |
| FQHC RECON       | -          | -          | -          | -          | -          | -          | 1,801,200  | -          | -          | -          | -          | -          | 1,801,200   |
| FFS TOTAL        | 7,904,300  | 6,340,100  | 6,339,100  | 8,099,600  | 6,465,200  | 6,477,800  | 9,889,500  | 6,460,900  | 6,469,000  | 8,067,100  | 6,464,700  | 6,471,500  | 85,448,800  |
| REIN NEA         | 770,800    | 616,700    | 616,700    | 791,500    | 633,200    | 633,200    | 765,900    | 612,800    | 612,800    | 765,900    | 612,800    | 612,800    | 8,045,100   |
| TOTAL            | 40,628,600 | 38,930,200 | 38,928,000 | 41,663,700 | 39,857,400 | 39,880,200 | 42,365,100 | 38,762,900 | 38,788,500 | 40,527,700 | 38,780,600 | 38,791,800 | 477,904,700 |

STATE FUND

FY 18 ACTUAL

|                  | Jul-17           | Aug-17           | Sep-17           | Oct-17           | Nov-17           | Dec-17           | Jan-18           | Feb-18           | Mar-18           | Apr-18           | May-18           | Jun-18           | TOTAL             |
|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|-------------------|
| REG NEA          | 1,744,065        | 1,758,240        | 1,749,650        | 1,656,252        | 1,650,911        | 1,628,225        | 1,959,502        | 1,893,648        | 1,872,270        | 1,849,070        | 1,853,924        | 1,851,372        | 21,467,109        |
| PPC NEA          | 39,152           | (3,047)          | 47,375           | 60,301           | 49,047           | 41,934           | 74,045           | 67,527           | 86,551           | 70,301           | 74,233           | 91,881           | 699,300           |
| NEA BIRTHS       | 21,181           | 16,116           | 23,202           | 22,390           | 21,066           | 22,128           | 23,044           | 25,206           | 22,887           | 20,518           | 23,223           | 19,334           | 260,293           |
| SMI REG          | 113,183          | 115,839          | 116,958          | 114,204          | 113,404          | 110,181          | 132,692          | 130,269          | 126,268          | 126,550          | 130,771          | 130,323          | 1,460,642         |
| SMI PPC          | 2,843            | 1,810            | 2,746            | 2,155            | 2,325            | 1,663            | 3,961            | 4,327            | 3,338            | 3,695            | 3,422            | 4,318            | 36,604            |
| Crisis           | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                 |
| HIF              | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                 |
| <b>CAP TOTAL</b> | <b>1,920,423</b> | <b>1,888,958</b> | <b>1,939,911</b> | <b>1,855,302</b> | <b>1,836,754</b> | <b>1,804,132</b> | <b>2,193,245</b> | <b>2,120,976</b> | <b>2,111,312</b> | <b>2,070,135</b> | <b>2,083,573</b> | <b>2,097,228</b> | <b>23,923,949</b> |
| AHP Facility     | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                 |
| AHP Non-Facility | 47,680           | 58,255           | 45,771           | 36,896           | 54,414           | 49,903           | 55,992           | 45,049           | 64,207           | 50,448           | 60,267           | 53,565           | 622,447           |
| Non-AHP          | 2,529            | 1,058            | 7,233            | 1,098            | 16,339           | 1,428            | 2,866            | 1,079            | 1,899            | 2,714            | 5,460            | 3,638            | 47,342            |
| Prior Quarter    | 17,530           | 27,311           | 20,088           | 10,116           | 11,856           | 13,106           | 21,758           | 15,751           | 16,773           | 20,206           | 18,898           | 15,982           | 209,374           |
| FES Births       | 5,075            | 9,419            | 2,890            | 4,589            | 6,945            | 10,167           | 9,041            | 7,590            | 5,647            | 4,799            | 5,562            | 5,251            | 76,975            |
| FES Other        | 222,712          | 356,874          | 143,404          | 147,200          | 246,491          | 222,127          | 277,447          | 201,931          | 222,779          | 243,585          | 245,387          | 202,763          | 2,732,700         |
| FQHC RECON       | 12               | -                | 1,352            | -                | -                | 3,140            | 53,575           | 37,140           | 568              | (52)             | (454)            | -                | 95,282            |
| <b>FFS TOTAL</b> | <b>295,538</b>   | <b>452,918</b>   | <b>220,739</b>   | <b>199,899</b>   | <b>336,045</b>   | <b>299,870</b>   | <b>420,679</b>   | <b>308,540</b>   | <b>311,872</b>   | <b>321,700</b>   | <b>335,121</b>   | <b>281,200</b>   | <b>3,784,120</b>  |
| REIN NEA         | 26,474           | 5,961            | 36,792           | 47,654           | 29,757           | 71,859           | 17,452           | 44,942           | 52,520           | 36,203           | 33,237           | 23,874           | 426,727           |
| <b>TOTAL</b>     | <b>2,242,435</b> | <b>2,347,837</b> | <b>2,197,442</b> | <b>2,102,855</b> | <b>2,202,556</b> | <b>2,175,860</b> | <b>2,631,376</b> | <b>2,474,459</b> | <b>2,475,705</b> | <b>2,428,038</b> | <b>2,453,931</b> | <b>2,402,303</b> | <b>28,134,797</b> |

STATE FUND

FY 19 REBASE

|                  | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| REG NEA          | 1,674,400 | 1,674,500 | 1,674,400 | 1,796,900 | 1,797,000 | 1,796,900 | 2,096,500 | 2,096,400 | 2,096,500 | 2,096,500 | 2,096,500 | 2,096,500 | 22,993,000 |
| PPC NEA          | 77,000    | 77,000    | 77,000    | 82,600    | 82,600    | 82,600    | 96,400    | 96,400    | 96,400    | 96,400    | 96,400    | 96,400    | 1,057,200  |
| NEA BIRTHS       | 17,000    | 18,100    | 17,900    | 17,200    | 16,100    | 16,500    | 18,800    | 17,000    | 18,100    | 16,900    | 17,300    | 17,400    | 208,300    |
| SMI REG          | 134,400   | 134,600   | 134,800   | 137,200   | 137,300   | 137,700   | 160,700   | 160,900   | 161,300   | 161,500   | 161,600   | 161,900   | 1,783,900  |
| SMI PPC          | 3,300     | 3,300     | 3,400     | 3,300     | 3,400     | 3,400     | 4,000     | 4,000     | 3,900     | 4,000     | 3,900     | 4,000     | 43,900     |
| Crisis           | 18,700    | 18,700    | 18,700    | 23,000    | 23,100    | 23,100    | 26,900    | 26,900    | 26,900    | 26,900    | 26,900    | 26,900    | 286,700    |
| HIF              | -         | -         | -         | 373,200   | -         | 373,200   | -         | -         | -         | -         | -         | -         | 373,200    |
| CAP TOTAL        | 1,924,800 | 1,926,200 | 1,926,200 | 2,060,200 | 2,059,500 | 2,433,400 | 2,403,300 | 2,401,600 | 2,403,100 | 2,402,200 | 2,402,600 | 2,403,100 | 26,746,200 |
| AHP Facility     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AHP Non-Facility | 50,500    | 63,000    | 50,500    | 64,800    | 51,800    | 51,900    | 75,700    | 60,600    | 60,600    | 60,600    | 75,800    | 60,600    | 726,400    |
| Non-AHP          | 4,100     | 5,100     | 4,100     | 5,400     | 4,300     | 4,300     | 6,300     | 5,000     | 5,000     | 5,000     | 6,300     | 5,000     | 59,900     |
| Prior Quarter    | 15,500    | 19,400    | 15,500    | -         | -         | -         | -         | -         | -         | -         | -         | -         | 50,400     |
| FES Births       | 7,100     | 10,100    | 7,800     | 10,400    | 7,200     | 7,800     | 10,600    | 7,500     | 7,900     | 6,500     | 9,000     | 7,500     | 99,400     |
| FES Other        | 210,000   | 262,600   | 210,100   | 271,000   | 217,000   | 217,000   | 316,600   | 253,400   | 253,500   | 253,600   | 317,100   | 253,800   | 3,035,700  |
| FQHC RECON       | -         | -         | -         | -         | -         | -         | 140,100   | -         | -         | -         | -         | -         | 140,100    |
| FFS TOTAL        | 287,200   | 360,200   | 288,000   | 351,600   | 280,300   | 281,000   | 549,300   | 326,500   | 327,000   | 325,700   | 408,200   | 326,900   | 4,111,900  |
| REIN NEA         | 38,700    | 48,400    | 38,800    | 49,700    | 39,800    | 39,800    | 58,000    | 46,500    | 46,500    | 46,500    | 58,000    | 46,400    | 557,100    |
| TOTAL            | 2,250,700 | 2,334,800 | 2,253,000 | 2,461,500 | 2,379,600 | 2,754,200 | 3,010,600 | 2,774,600 | 2,776,600 | 2,774,400 | 2,868,800 | 2,776,400 | 31,415,200 |

STATE FUND

FY 20 REQUEST

|                  | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| REG NEA          | 2,096,500 | 2,096,500 | 2,096,400 | 2,149,000 | 2,149,000 | 2,149,000 | 3,070,100 | 3,070,000 | 3,070,000 | 3,070,100 | 3,070,000 | 3,070,100 | 31,156,700 |
| PPC NEA          | 96,400    | 96,400    | 96,400    | 98,800    | 98,800    | 98,800    | 141,100   | 141,100   | 141,100   | 141,100   | 141,100   | 141,100   | 1,432,200  |
| NEA BIRTHS       | 19,000    | 20,300    | 19,900    | 20,300    | 19,000    | 19,500    | 27,200    | 24,600    | 26,200    | 24,500    | 25,000    | 25,200    | 270,700    |
| SMI REG          | 162,200   | 162,500   | 162,700   | 167,000   | 167,200   | 167,500   | 239,700   | 239,900   | 240,300   | 240,700   | 241,100   | 241,400   | 2,432,200  |
| SMI PPC          | 4,000     | 4,000     | 4,000     | 4,000     | 4,100     | 4,100     | 5,800     | 5,900     | 5,900     | 5,900     | 5,900     | 6,000     | 59,600     |
| Crisis           | 26,900    | 26,900    | 26,900    | 27,500    | 27,600    | 27,600    | 39,400    | 39,400    | 39,400    | 39,400    | 39,400    | 39,400    | 399,800    |
| HIF              | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CAP TOTAL        | 2,405,000 | 2,406,600 | 2,406,300 | 2,466,600 | 2,465,700 | 2,466,500 | 3,523,300 | 3,520,900 | 3,522,900 | 3,521,700 | 3,522,500 | 3,523,200 | 35,751,200 |
| AHP Facility     | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| AHP Non-Facility | 75,900    | 60,800    | 60,700    | 78,100    | 62,400    | 62,500    | 111,600   | 89,300    | 89,300    | 111,700   | 89,400    | 89,400    | 981,100    |
| Non-AHP          | 6,300     | 5,000     | 5,000     | 6,400     | 5,100     | 5,100     | 9,100     | 7,300     | 7,300     | 9,100     | 7,300     | 7,300     | 80,300     |
| Prior Quarter    | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| FES Births       | 10,000    | 9,000     | 8,700     | 11,700    | 8,100     | 8,800     | 14,700    | 10,400    | 11,000    | 11,200    | 9,900     | 10,400    | 123,900    |
| FES Other        | 317,400   | 254,000   | 254,100   | 327,800   | 262,300   | 262,400   | 468,800   | 375,200   | 375,300   | 469,300   | 375,600   | 375,800   | 4,118,000  |
| FQHC RECON       | -         | -         | -         | -         | -         | -         | 200,200   | -         | -         | -         | -         | -         | 200,200    |
| FFS TOTAL        | 409,600   | 328,800   | 328,500   | 424,000   | 337,900   | 338,800   | 804,400   | 482,200   | 482,900   | 601,300   | 482,200   | 482,900   | 5,503,500  |
| REIN NEA         | 58,000    | 46,400    | 46,400    | 59,500    | 47,600    | 47,600    | 85,200    | 68,000    | 68,000    | 85,200    | 68,000    | 68,000    | 747,900    |
| TOTAL            | 2,872,600 | 2,781,800 | 2,781,200 | 2,950,100 | 2,851,200 | 2,852,900 | 4,412,900 | 4,071,100 | 4,073,800 | 4,208,200 | 4,072,700 | 4,074,100 | 42,002,600 |

MEMBER MONTHS AND ENROLLMENT

FY 18 ACTUAL

|                   | Jul-17  | Aug-17  | Sep-17  | Oct-17  | Nov-17  | Dec-17  | Jan-18  | Feb-18  | Mar-18  | Apr-18  | May-18  | Jun-18  | TOTAL     |
|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| REG NEA           | 78,497  | 78,834  | 78,546  | 79,000  | 78,598  | 77,811  | 76,633  | 75,072  | 74,338  | 73,564  | 73,419  | 73,262  | 917,574   |
| PPC NEA           | 2,394   | 2,566   | 2,548   | 2,480   | 2,458   | 2,610   | 2,986   | 3,022   | 3,254   | 3,438   | 3,773   | 5,010   | 36,540    |
| NEA BIRTHS        | 65      | 52      | 76      | 73      | 68      | 74      | 64      | 71      | 61      | 58      | 63      | 55      | 780       |
| SMI REG           | 1,115   | 1,118   | 1,141   | 1,142   | 1,110   | 1,109   | 1,116   | 1,090   | 1,059   | 1,054   | 1,076   | 1,094   | 13,223    |
| SMI PPC           | 18      | 21      | 24      | 26      | 21      | 21      | 19      | 27      | 28      | 34      | 32      | 31      | 304       |
| Crisis            | 84,541  | 85,106  | 84,775  | 85,149  | 84,686  | 83,990  | 83,115  | 81,533  | 80,998  | 80,419  | 80,567  | 81,661  | 996,539   |
| HIF               |         |         |         |         |         |         |         |         |         |         |         |         |           |
| CAP TOTAL         | 166,630 | 167,697 | 167,111 | 167,869 | 166,941 | 165,615 | 163,933 | 160,815 | 159,739 | 158,566 | 158,931 | 161,114 | 1,964,960 |
| AIHP Facility     | 3,650   | 3,706   | 3,680   | 3,669   | 3,629   | 3,569   | 3,496   | 3,439   | 3,406   | 3,418   | 3,375   | 3,388   | 42,425    |
| AIHP Non-Facility | 3,650   | 3,706   | 3,680   | 3,669   | 3,629   | 3,569   | 3,496   | 3,439   | 3,406   | 3,418   | 3,375   | 3,388   | 42,425    |
| Non-AIHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter     | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births        | 561     | 623     | 584     | 583     | 515     | 534     | 484     | 438     | 506     | 393     | 471     | 421     | 6,113     |
| FES Other         | 27,789  | 27,823  | 27,879  | 28,059  | 28,204  | 28,301  | 28,151  | 27,342  | 26,688  | 26,415  | 26,074  | 25,772  | 328,497   |
| FQHC RECON        |         |         |         |         |         |         |         |         |         |         |         |         |           |
| FFS TOTAL         | 35,650  | 35,858  | 35,823  | 35,980  | 35,977  | 35,973  | 35,627  | 34,658  | 34,006  | 33,644  | 33,295  | 32,969  | 419,460   |
| REIN NEA          | 78,497  | 78,834  | 78,546  | 79,000  | 78,598  | 77,811  | 76,633  | 75,072  | 74,338  | 73,564  | 73,419  | 73,262  | 917,574   |
| TOTAL             | 280,777 | 282,388 | 281,480 | 282,849 | 281,516 | 279,399 | 276,194 | 270,545 | 268,083 | 265,774 | 265,645 | 267,345 | 3,301,995 |

MEMBER MONTHS AND ENROLLMENT

FY 19 REBASE

|                  | Jul-18  | Aug-18  | Sep-18  | Oct-18  | Nov-18  | Dec-18  | Jan-19  | Feb-19  | Mar-19  | Apr-19  | May-19  | Jun-19  | TOTAL     |
|------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| REG NEA          | 73,869  | 73,869  | 73,869  | 73,869  | 73,869  | 73,869  | 73,870  | 73,870  | 73,870  | 73,870  | 73,870  | 73,870  | 886,434   |
| PPC NEA          | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 40,764    |
| NEA BIRTHS       | 47      | 50      | 49      | 49      | 46      | 47      | 46      | 41      | 44      | 41      | 42      | 42      | 545       |
| SMI REG          | 1,127   | 1,128   | 1,130   | 1,132   | 1,134   | 1,135   | 1,137   | 1,139   | 1,140   | 1,142   | 1,144   | 1,145   | 13,633    |
| SMI PPC          | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 334       |
| Crisis           | 80,702  | 80,704  | 80,705  | 80,707  | 80,709  | 80,710  | 80,712  | 80,713  | 80,715  | 80,716  | 80,718  | 80,720  | 968,531   |
| HIF              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| CAP TOTAL        | 159,169 | 159,176 | 159,179 | 159,182 | 159,182 | 159,187 | 159,189 | 159,188 | 159,194 | 159,195 | 159,199 | 159,203 | 1,910,241 |
| AHP Facility     | 3,437   | 3,438   | 3,439   | 3,441   | 3,442   | 3,444   | 3,445   | 3,447   | 3,448   | 3,449   | 3,451   | 3,452   | 41,333    |
| AHP Non-Facility | 3,437   | 3,438   | 3,439   | 3,441   | 3,442   | 3,444   | 3,445   | 3,447   | 3,448   | 3,449   | 3,451   | 3,452   | 41,333    |
| Non-AHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter    | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births       | 522     | 591     | 573     | 593     | 511     | 559     | 522     | 461     | 488     | 400     | 441     | 462     | 6,123     |
| FES Other        | 26,131  | 26,142  | 26,153  | 26,164  | 26,175  | 26,185  | 26,196  | 26,207  | 26,218  | 26,229  | 26,240  | 26,251  | 314,292   |
| FQHC RECON       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FFS TOTAL        | 33,526  | 33,609  | 33,605  | 33,639  | 33,570  | 33,632  | 33,608  | 33,561  | 33,602  | 33,528  | 33,583  | 33,617  | 403,081   |
| REIN NEA         | 73,869  | 73,869  | 73,869  | 73,869  | 73,869  | 73,869  | 73,870  | 73,870  | 73,870  | 73,870  | 73,870  | 73,870  | 886,434   |
| TOTAL            | 266,564 | 266,654 | 266,653 | 266,689 | 266,621 | 266,688 | 266,667 | 266,619 | 266,666 | 266,592 | 266,652 | 266,690 | 3,199,756 |

MEMBER MONTHS AND ENROLLMENT

FY 20 REQUEST

|                  | Jul-19  | Aug-19  | Sep-19  | Oct-19  | Nov-19  | Dec-19  | Jan-20  | Feb-20  | Mar-20  | Apr-20  | May-20  | Jun-20  | TOTAL     |
|------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|
| REG NEA          | 73,870  | 73,871  | 73,871  | 73,871  | 73,871  | 73,871  | 73,871  | 73,871  | 73,872  | 73,872  | 73,872  | 73,872  | 886,454   |
| PPC NEA          | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 3,397   | 40,764    |
| NEA BIRTHS       | 46      | 49      | 49      | 48      | 45      | 46      | 45      | 41      | 44      | 41      | 42      | 42      | 539       |
| SMI REG          | 1,147   | 1,149   | 1,150   | 1,152   | 1,154   | 1,155   | 1,157   | 1,159   | 1,161   | 1,162   | 1,164   | 1,166   | 13,876    |
| SMI PPC          | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 28      | 29      | 29      | 340       |
| Crisis           | 80,721  | 80,723  | 80,724  | 80,726  | 80,727  | 80,729  | 80,731  | 80,732  | 80,734  | 80,735  | 80,737  | 80,739  | 968,758   |
| HIF              | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| CAP TOTAL        | 159,210 | 159,217 | 159,219 | 159,222 | 159,223 | 159,227 | 159,230 | 159,229 | 159,235 | 159,235 | 159,240 | 159,244 | 1,910,730 |
| AHP Facility     | 3,454   | 3,455   | 3,457   | 3,458   | 3,460   | 3,461   | 3,462   | 3,464   | 3,465   | 3,467   | 3,468   | 3,470   | 41,540    |
| AHP Non-Facility | 3,454   | 3,455   | 3,457   | 3,458   | 3,460   | 3,461   | 3,462   | 3,464   | 3,465   | 3,467   | 3,468   | 3,470   | 41,540    |
| Non-AHP          | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| Prior Quarter    | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FES Births       | 488     | 553     | 537     | 555     | 478     | 523     | 488     | 432     | 457     | 374     | 413     | 432     | 5,732     |
| FES Other        | 26,262  | 26,273  | 26,284  | 26,295  | 26,305  | 26,316  | 26,327  | 26,338  | 26,349  | 26,360  | 26,371  | 26,382  | 315,863   |
| FQHC RECON       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -       | -         |
| FFS TOTAL        | 33,658  | 33,737  | 33,734  | 33,766  | 33,703  | 33,762  | 33,741  | 33,698  | 33,737  | 33,668  | 33,720  | 33,754  | 404,675   |
| REIN NEA         | 73,870  | 73,871  | 73,871  | 73,871  | 73,871  | 73,871  | 73,871  | 73,871  | 73,872  | 73,872  | 73,872  | 73,872  | 886,454   |
| TOTAL            | 266,738 | 266,824 | 266,824 | 266,859 | 266,796 | 266,860 | 266,842 | 266,798 | 266,843 | 266,775 | 266,832 | 266,869 | 3,201,860 |

PMPM

FY18 ACTUAL

|            | Jul-17   | Aug-17   | Sep-17   | Oct-17   | Nov-17   | Dec-17   | Jan-18   | Feb-18   | Mar-18   | Apr-18   | May-18   | Jun-18   | SFY Avg. |
|------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| REG NEA    | 444.36   | 446.06   | 445.50   | 419.31   | 420.09   | 418.51   | 426.16   | 420.41   | 419.76   | 418.93   | 420.86   | 421.17   | 426.93   |
| PPC NEA    | 327.13   | (23.75)  | 371.80   | 486.34   | 399.01   | 321.33   | 413.27   | 372.42   | 443.32   | 340.85   | 327.87   | 305.63   | 340.38   |
| NEA BIRTHS | 6,517.14 | 6,198.36 | 6,105.75 | 6,134.23 | 6,195.97 | 5,980.57 | 6,000.94 | 5,916.83 | 6,253.15 | 5,896.08 | 6,143.60 | 5,858.74 | 6,100.64 |
| SMI REG    | 2,029.95 | 2,072.13 | 2,049.74 | 2,000.29 | 2,043.69 | 1,987.78 | 1,982.24 | 1,992.14 | 1,987.09 | 2,001.61 | 2,025.76 | 1,985.06 | 2,013.39 |
| SMI PPC    | 3,154.15 | 1,706.92 | 2,242.23 | 1,628.99 | 2,231.48 | 1,570.35 | 3,457.78 | 2,629.59 | 1,977.31 | 1,833.28 | 1,757.73 | 2,286.74 | 2,152.61 |
| Crisis     | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        |
| HIF        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AIHP Facility     | 486.55 | 708.86 | 530.11 | 406.81 | 453.34 | 469.56 | 530.38 | 585.44 | 572.03 | 527.42 | 680.18 | 484.00 | 535.56 |
| AIHP Non-Facility | 261.26 | 314.38 | 248.76 | 201.12 | 299.88 | 279.65 | 266.93 | 218.32 | 314.18 | 245.99 | 297.62 | 263.51 | 267.54 |
| Non-AIHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FES Births        | 180.93 | 302.38 | 98.98  | 157.44 | 269.69 | 380.77 | 311.32 | 288.81 | 186.02 | 203.51 | 196.81 | 207.88 | 231.18 |
| FES Other         | 160.29 | 256.53 | 102.88 | 104.92 | 174.79 | 156.97 | 164.26 | 123.09 | 139.13 | 153.69 | 156.85 | 131.13 | 152.23 |
| FQHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

|          |      |      |      |       |      |       |      |      |       |      |      |      |      |
|----------|------|------|------|-------|------|-------|------|------|-------|------|------|------|------|
| REIN NEA | 6.75 | 1.51 | 9.37 | 12.06 | 7.57 | 18.47 | 3.80 | 9.98 | 11.78 | 8.20 | 7.55 | 5.43 | 8.54 |
|----------|------|------|------|-------|------|-------|------|------|-------|------|------|------|------|

PMPM

FY 19 REBASE

|            | Jul-18   | Aug-18   | Sep-18   | Oct-18   | Nov-18   | Dec-18   | Jan-19   | Feb-19   | Mar-19   | Apr-19   | May-19   | Jun-19   | SFY Avg. |
|------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| REG NEA    | 377.80   | 377.80   | 377.80   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 398.54   |
| PPC NEA    | 377.80   | 377.80   | 377.80   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 405.45   | 398.54   |
| NEA BIRTHS | 6,042.82 | 6,042.82 | 6,042.82 | 5,862.21 | 5,862.21 | 5,862.21 | 5,862.21 | 5,862.21 | 5,862.21 | 5,862.21 | 5,862.21 | 5,862.21 | 5,910.67 |
| SMI REG    | 1,987.84 | 1,987.84 | 1,987.84 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,012.11 |
| SMI PPC    | 1,987.84 | 1,987.84 | 1,987.84 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,020.12 | 2,012.11 |
| Crisis     | 3.86     | 3.86     | 3.86     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.76     | 4.54     |
| HIF        |          |          |          |          |          |          |          |          |          |          |          |          |          |

AIHP Facility  
 AIHP Non-Facility  
 Non-AIHP  
 Prior Quarter  
 FES Births  
 FES Other  
 FQHC RECON

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AIHP Facility     | 519.70 | 649.62 | 519.70 | 649.62 | 519.70 | 519.70 | 697.70 | 558.16 | 558.16 | 558.16 | 697.70 | 558.16 | 583.86 |
| AIHP Non-Facility | 244.57 | 305.71 | 244.57 | 313.90 | 251.12 | 251.12 | 313.90 | 251.12 | 251.12 | 251.12 | 313.90 | 251.12 | 270.27 |
| Non-AIHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     | 226.36 | 282.95 | 226.36 | 291.82 | 233.45 | 233.45 | 291.82 | 233.45 | 233.45 | 233.45 | 291.82 | 233.45 | 251.80 |
| FES Births        | 133.93 | 167.41 | 133.93 | 172.66 | 138.13 | 138.13 | 172.66 | 138.13 | 138.13 | 138.13 | 172.66 | 138.13 | 148.50 |
| FES Other         |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FQHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

REIN NEA

|          |      |       |      |       |      |      |       |      |      |      |       |      |      |
|----------|------|-------|------|-------|------|------|-------|------|------|------|-------|------|------|
| REIN NEA | 8.74 | 10.93 | 8.74 | 11.22 | 8.98 | 8.98 | 11.22 | 8.98 | 8.98 | 8.98 | 11.22 | 8.98 | 9.66 |
|----------|------|-------|------|-------|------|------|-------|------|------|------|-------|------|------|

PMPM

FY 20 REQUEST

|            | Jul-19   | Aug-19   | Sep-19   | Oct-19   | Nov-19   | Dec-19   | Jan-20   | Feb-20   | Mar-20   | Apr-20   | May-20   | Jun-20   | SFY Avg. |
|------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| REG NEA    | 405.45   | 405.45   | 405.45   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 413.05   |
| PPC NEA    | 405.45   | 405.45   | 405.45   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 415.58   | 413.05   |
| NEA BIRTHS | 5,862.21 | 5,862.21 | 5,862.21 | 6,008.76 | 6,008.76 | 6,008.76 | 6,008.76 | 6,008.76 | 6,008.76 | 6,008.76 | 6,008.76 | 6,008.76 | 5,969.45 |
| SMI REG    | 2,020.12 | 2,020.12 | 2,020.12 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,058.08 |
| SMI PPC    | 2,020.12 | 2,020.12 | 2,020.12 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,070.63 | 2,058.08 |
| Crisis     | 4.76     | 4.76     | 4.76     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.88     | 4.85     |
| HIF        |          |          |          |          |          |          |          |          |          |          |          |          |          |

|                   |        |        |        |        |        |        |        |        |        |        |        |        |        |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| AIHP Facility     | 697.70 | 558.16 | 558.16 | 697.70 | 558.16 | 558.16 | 749.34 | 599.47 | 599.47 | 749.34 | 599.47 | 599.47 | 627.06 |
| AIHP Non-Facility | 313.90 | 251.12 | 251.12 | 322.31 | 257.85 | 257.85 | 322.31 | 257.85 | 257.85 | 322.31 | 257.85 | 257.85 | 277.51 |
| Non-AIHP          |        |        |        |        |        |        |        |        |        |        |        |        |        |
| Prior Quarter     |        |        |        |        |        |        |        |        |        |        |        |        |        |
| FES Births        | 291.82 | 233.45 | 233.45 | 300.96 | 240.77 | 240.77 | 300.96 | 240.77 | 240.77 | 300.96 | 240.77 | 240.77 | 258.62 |
| FES Other         | 172.66 | 138.13 | 138.13 | 178.07 | 142.45 | 142.45 | 178.07 | 142.45 | 142.45 | 178.07 | 142.45 | 142.45 | 153.15 |
| FQHC RECON        |        |        |        |        |        |        |        |        |        |        |        |        |        |

|          |       |      |      |       |      |      |       |      |      |       |      |      |      |
|----------|-------|------|------|-------|------|------|-------|------|------|-------|------|------|------|
| REIN NEA | 11.22 | 8.98 | 8.98 | 11.52 | 9.22 | 9.22 | 11.52 | 9.22 | 9.22 | 11.52 | 9.22 | 9.22 | 9.92 |
|----------|-------|------|------|-------|------|------|-------|------|------|-------|------|------|------|

| Capitation Rates |             |             |             |             |             |             |             |             |             |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Rate Cells       | 2018.3      | 2018.4      | 2019.1      | 2019.2      | 2019.3      | 2019.4      | 2020.1      | 2020.2      |             |
| Age <1           | \$ 509.56   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 582.98   | \$ 582.98   | \$ 582.98   | \$ 582.98   |
| Age 1-20         | \$ 174.85   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 183.13   | \$ 183.13   | \$ 183.13   | \$ 183.13   |
| Age 21+          | \$ 341.27   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 371.71   | \$ 371.71   | \$ 371.71   | \$ 371.71   |
| Duals            | \$ 145.66   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 146.94   | \$ 146.94   | \$ 146.94   | \$ 146.94   |
| SSI w/o          | \$ 1,271.12 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 |
| ESA              | \$ 606.13   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 637.47   | \$ 637.47   | \$ 637.47   | \$ 637.47   |
| NEA              | \$ 377.80   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 415.58   | \$ 415.58   | \$ 415.58   | \$ 415.58   |
| Delivery         | \$ 6,042.82 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 |
| SMI RBHA         | \$ 1,987.84 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 |
| Crisis RBHA      | \$ 3.86     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.88     | \$ 4.88     | \$ 4.88     | \$ 4.88     |
| CMDP             | \$ 279.18   | \$ 298.38   | \$ 298.38   | \$ 298.38   | \$ 302.09   | \$ 305.84   | \$ 305.84   | \$ 305.84   | \$ 305.84   |
| CMDP RBHA        | \$ 757.55   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 886.51   | \$ 886.51   | \$ 886.51   | \$ 886.51   |
| ALTCS EPD        | \$ 3,455.59 | \$ 3,607.36 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,726.68 | \$ 3,756.05 | \$ 3,756.05 | \$ 3,756.05 |
| ALTCS DDD        | \$ 3,892.14 | \$ 4,098.51 | \$ 4,137.17 | \$ 4,137.17 | \$ 4,188.57 | \$ 4,240.60 | \$ 4,280.60 | \$ 4,280.60 | \$ 4,280.60 |
| ALTCS TCM        | \$ 164.41   | \$ 154.28   | \$ 154.28   | \$ 154.28   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   |
| ALTCS DDD RBHA   | \$ 236.60   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 279.99   | \$ 279.99   | \$ 279.99   | \$ 279.99   |

| Federal Matching Rates |         |         |         |         |         |         |         |         |         |
|------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| FMAP Type              | 2018.3  | 2018.4  | 2019.1  | 2019.2  | 2019.3  | 2019.4  | 2020.1  | 2020.2  |         |
| Regular FMAP           | 69.89%  | 69.81%  | 69.81%  | 69.81%  | 69.81%  | 69.48%  | 69.48%  | 69.48%  | 69.48%  |
| ACA FMAP               | 94.00%  | 94.00%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  | 90.00%  |
| CHIP FMAP              | 78.92%  | 78.87%  | 78.87%  | 78.87%  | 78.87%  | 78.64%  | 78.64%  | 78.64%  | 78.64%  |
| CHIP Enhanced          | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 90.14%  | 90.14%  | 90.14%  | 90.14%  |
| ESA FMAP               | 91.59%  | 91.58%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  | 90.00%  |
| AIHP Facilities        | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

**Newly Eligible Adults**

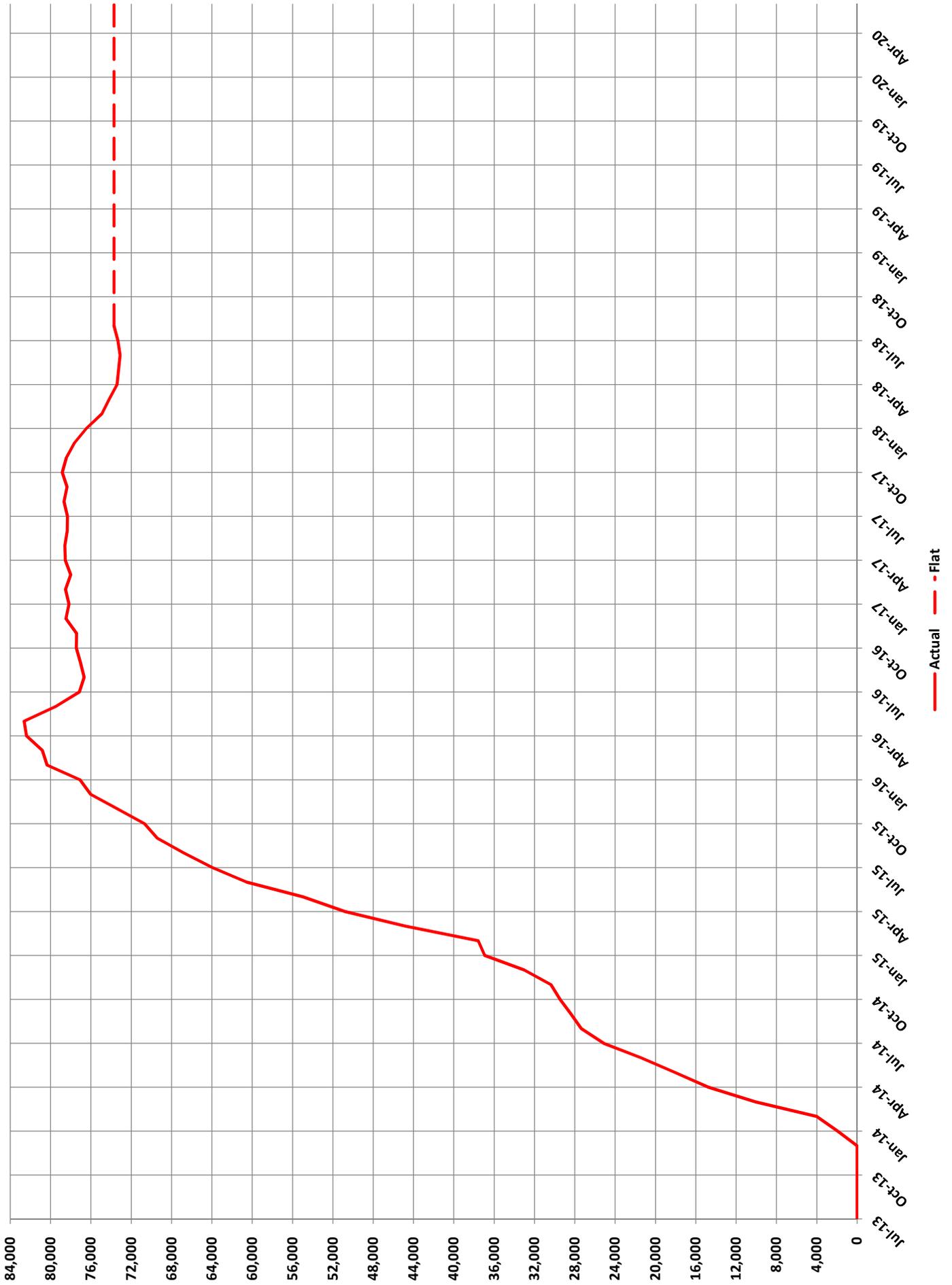
|        | ENROLLMENT |             | PERCENT  |             | ENROLLMENT |       | SFY      |         | YEAR TO YEAR |       | JUNE TO JUNE |           |
|--------|------------|-------------|----------|-------------|------------|-------|----------|---------|--------------|-------|--------------|-----------|
|        | ACTUAL     | QTR. GROWTH | FORECAST | QTR. GROWTH | FORECAST   | TOTAL | GROWTH % | TOTAL   | GROWTH %     | TOTAL | GROWTH %     | GROWTH %  |
| 2014.3 | 80,873     |             |          | 49.09%      |            |       |          |         |              |       |              |           |
| 2014.4 | 92,879     |             |          | 14.85%      |            |       |          |         |              |       |              |           |
| 2015.1 | 119,349    |             |          | 28.50%      |            |       |          |         |              |       |              |           |
| 2015.2 | 166,284    |             |          | 39.33%      |            |       |          | 459,386 | 553.84%      |       | 182.49%      | SFY 14-15 |
| 2015.3 | 200,139    |             |          | 20.36%      |            |       |          |         |              |       |              |           |
| 2015.4 | 220,074    |             |          | 9.96%       |            |       |          |         |              |       |              |           |
| 2016.1 | 238,256    |             |          | 8.26%       |            |       |          |         |              |       |              |           |
| 2016.2 | 244,507    |             |          | 2.62%       |            |       |          | 902,976 | 96.56%       |       | 31.31%       | SFY 15-16 |
| 2016.3 | 230,867    |             |          | -5.58%      |            |       |          |         |              |       |              |           |
| 2016.4 | 233,345    |             |          | 1.07%       |            |       |          |         |              |       |              |           |
| 2017.1 | 234,706    |             |          | 0.58%       |            |       |          |         |              |       |              |           |
| 2017.2 | 235,486    |             |          | 0.33%       |            |       |          |         |              |       |              |           |
| 2017.3 | 235,382    |             |          | -0.04%      |            |       |          | 934,405 | 3.48%        |       | -1.42%       | SFY 16-17 |
| 2017.4 | 234,913    |             |          | -0.20%      |            |       |          |         |              |       |              |           |
| 2018.1 | 225,562    |             |          | -3.98%      |            |       |          |         |              |       |              |           |
| 2018.2 | 219,760    |             |          | -2.57%      |            |       |          | 915,618 | -2.01%       |       | -6.71%       | SFY 17-18 |
| 2018.3 |            |             |          | 0.44%       | 220,737    |       |          |         |              |       |              |           |
| 2018.4 |            |             |          | 0.17%       | 221,106    |       |          |         |              |       |              |           |
| 2019.1 |            |             |          | 0.00%       | 221,106    |       |          |         |              |       |              |           |
| 2019.2 |            |             |          | 0.00%       | 221,106    |       |          | 884,054 | -3.45%       |       | 0.82%        | SFY 18-19 |
| 2019.3 |            |             |          | 0.00%       | 221,106    |       |          |         |              |       |              |           |
| 2019.4 |            |             |          | 0.00%       | 221,106    |       |          |         |              |       |              |           |
| 2020.1 |            |             |          | 0.00%       | 221,106    |       |          |         |              |       |              |           |
| 2020.2 |            |             |          | 0.00%       | 221,106    |       |          | 884,423 | 0.04%        |       | 0.00%        | SFY 19-20 |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes no growth.

Adj. R Squared: -0.0455  
 Standard Error: 896.16

# Newly Eligible Adults



**Births - Newly Eligible**

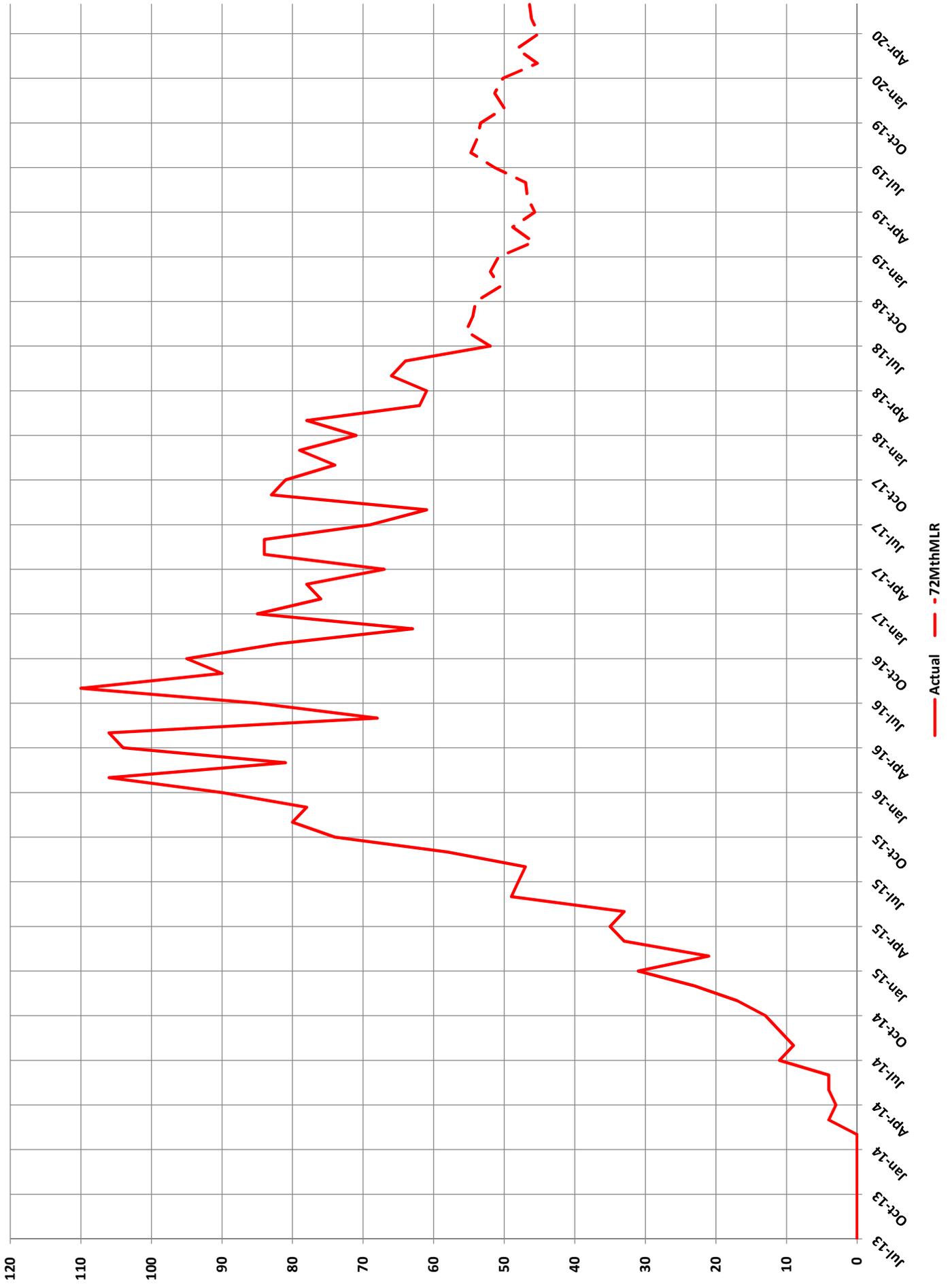
|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2014.3 | 31         |  | 181.82%                |                        |  |              |                          |                          |
| 2014.4 | 53         |  | 70.97%                 |                        |  |              |                          |                          |
| 2015.1 | 85         |  | 60.38%                 |                        |  | 286          | 1806.67%                 | 1125.00%                 |
| 2015.2 | 117        |  | 37.65%                 |                        |  |              |                          | SFY 14-15                |
| 2015.3 | 153        |  | 30.77%                 |                        |  |              |                          |                          |
| 2015.4 | 232        |  | 51.63%                 |                        |  |              |                          |                          |
| 2016.1 | 277        |  | 19.40%                 |                        |  | 940          | 228.67%                  | 38.78%                   |
| 2016.2 | 278        |  | 0.36%                  |                        |  |              |                          | SFY 15-16                |
| 2016.3 | 285        |  | 2.52%                  |                        |  |              |                          |                          |
| 2016.4 | 240        |  | -15.79%                |                        |  |              |                          |                          |
| 2017.1 | 239        |  | -0.42%                 |                        |  |              |                          |                          |
| 2017.2 | 235        |  | -1.67%                 |                        |  | 999          | 6.28%                    | 23.53%                   |
| 2017.3 | 213        |  | -9.36%                 |                        |  |              |                          | SFY 16-17                |
| 2017.4 | 234        |  | 9.86%                  |                        |  |              |                          |                          |
| 2018.1 | 211        |  | -9.83%                 |                        |  |              |                          |                          |
| 2018.2 | 191        |  | -9.48%                 |                        |  | 849          | -15.02%                  | -23.81%                  |
| 2018.3 |            |  | -15.25%                | 162                    |  |              |                          | SFY 17-18                |
| 2018.4 |            |  | -3.26%                 | 157                    |  |              |                          |                          |
| 2019.1 |            |  | -7.10%                 | 145                    |  | 603          | -28.94%                  | -26.60%                  |
| 2019.2 |            |  | -4.20%                 | 139                    |  |              |                          | SFY 18-19                |
| 2019.3 |            |  | 14.73%                 | 160                    |  |              |                          |                          |
| 2019.4 |            |  | -3.24%                 | 155                    |  |              |                          |                          |
| 2020.1 |            |  | -7.11%                 | 144                    |  | 596          | -1.21%                   | -1.21%                   |
| 2020.2 |            |  | -4.21%                 | 138                    |  |              |                          | SFY 19-20                |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 72-Month Regression against birth rate and seasonal components

Adj. R Squared: -0.5799  
 Standard Error: 13.64

# Births - Newly Eligible



**AIHP - Newly Eligible Adults**

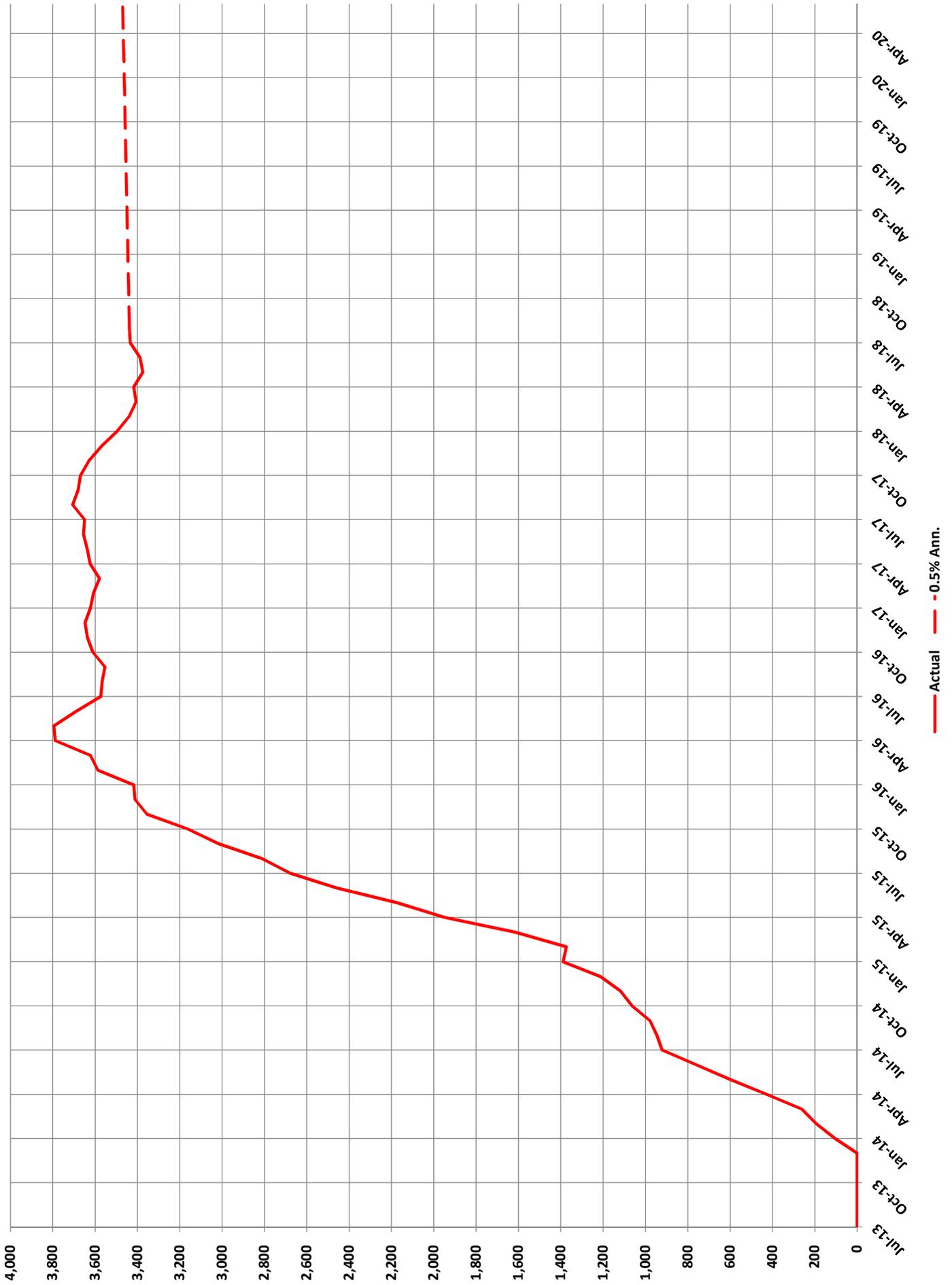
|        | ENROLLMENT |  | PERCENT<br>QTR. GROWTH | ENROLLMENT<br>FORECAST |  | SFY<br>TOTAL | YEAR TO YEAR<br>GROWTH % | JUNE TO JUNE<br>GROWTH % |
|--------|------------|--|------------------------|------------------------|--|--------------|--------------------------|--------------------------|
|        | ACTUAL     |  |                        |                        |  |              |                          |                          |
| 2014.3 | 2,847      |  | 59.14%                 |                        |  |              |                          |                          |
| 2014.4 | 3,393      |  | 19.18%                 |                        |  |              |                          |                          |
| 2015.1 | 4,380      |  | 29.09%                 |                        |  |              |                          |                          |
| 2015.2 | 6,581      |  | 50.25%                 |                        |  | 17,201       | 632.27%                  | 223.00%                  |
| 2015.3 | 8,506      |  | 29.25%                 |                        |  |              |                          | SFY 14-15                |
| 2015.4 | 9,927      |  | 16.71%                 |                        |  |              |                          |                          |
| 2016.1 | 10,626     |  | 7.04%                  |                        |  |              |                          |                          |
| 2016.2 | 11,272     |  | 6.08%                  |                        |  |              |                          |                          |
| 2016.3 | 10,694     |  | -5.13%                 |                        |  |              |                          |                          |
| 2016.4 | 10,895     |  | 1.88%                  |                        |  |              |                          |                          |
| 2017.1 | 10,809     |  | -0.79%                 |                        |  |              |                          |                          |
| 2017.2 | 10,915     |  | 0.98%                  |                        |  |              |                          |                          |
| 2017.3 | 11,036     |  | 1.11%                  |                        |  |              |                          |                          |
| 2017.4 | 10,867     |  | -1.53%                 |                        |  |              |                          |                          |
| 2018.1 | 10,341     |  | -4.84%                 |                        |  |              |                          |                          |
| 2018.2 | 10,181     |  | -1.55%                 |                        |  |              |                          |                          |
| 2018.3 |            |  | 1.28%                  | 10,311                 |  | 42,425       | -2.05%                   | -7.31%                   |
| 2018.4 |            |  | 0.15%                  | 10,327                 |  |              |                          |                          |
| 2019.1 |            |  | 0.12%                  | 10,340                 |  |              |                          |                          |
| 2019.2 |            |  | 0.12%                  | 10,353                 |  | 41,331       | -2.58%                   | 1.90%                    |
| 2019.3 |            |  | 0.12%                  | 10,366                 |  |              |                          |                          |
| 2019.4 |            |  | 0.12%                  | 10,379                 |  |              |                          |                          |
| 2020.1 |            |  | 0.12%                  | 10,391                 |  |              |                          |                          |
| 2020.2 |            |  | 0.12%                  | 10,404                 |  | 41,540       | 0.51%                    | 0.50%                    |
|        |            |  |                        |                        |  |              |                          | SFY 15-16                |
|        |            |  |                        |                        |  |              |                          | SFY 16-17                |
|        |            |  |                        |                        |  |              |                          | SFY 17-18                |
|        |            |  |                        |                        |  |              |                          | SFY 18-19                |
|        |            |  |                        |                        |  |              |                          | SFY 19-20                |

**Notes:**

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast assumes 0.5% annual growth.

Adj. R Squared: 0.2685  
 Standard Error: 43.15

# AIHP - Newly Eligible Adults



**AIHP Facility**

| Historical AIHP Payment Rates |  | 2013                 |                 | 2014           |         | 2015            |                | 2016        |                 | 2017           |             | 2018            |                |
|-------------------------------|--|----------------------|-----------------|----------------|---------|-----------------|----------------|-------------|-----------------|----------------|-------------|-----------------|----------------|
|                               |  | Outpatient/Inpatient | Outpatient Rate | Inpatient Rate | % + / - | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate | % + / -     | Outpatient Rate | Inpatient Rate |
| Outpatient/Inpatient          |  | \$ 330.00            | \$ 342.00       | \$ 2,272.00    | 3.64%   | \$ 342.00       | \$ 350.00      | \$ 2,443.00 | 2.34%           | \$ 350.00      | \$ 368.00   | \$ 2,933.00     | 5.14%          |
| Outpatient Rate               |  | \$ 2,272.00          | \$ 2,413.00     |                | 6.21%   | \$ 2,413.00     | \$ 2,443.00    |             | 1.24%           | \$ 2,443.00    | \$ 2,655.00 |                 | 8.68%          |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Inpatient Rate                |  |                      |                 |                |         |                 |                |             |                 |                |             |                 |                |
| Outpatient Rate               |  | \$ 368.00            | \$ 391.00       | \$ 2,655.00    | 6.25%   | \$ 391.00       | \$ 2,933.00    | \$ 2,933.00 | 10.47%          | \$ 2,933.00    | \$ 3,229.00 | \$ 3,229.00     | 10.09%         |
| Inpatient Rate                |  | \$ 2,655.00          | \$ 2,933.00     |                |         | \$ 2,933.00     | \$ 2,933.00    |             |                 | \$ 2,933.00    | \$ 3,229.00 |                 |                |
| Outpatient Rate               |  | \$ 391.00            | \$ 427.00       | \$ 2,933.00    | 9.21%   | \$ 427.00       | \$ 427.00      | \$ 3,229.00 | 10.09%          | \$ 427.00      | \$ 427.00   | \$ 3,229.00     | 10.09%         |
| Inpatient Rate                |  | \$ 2,933.00          | \$ 3,229.00     |                |         | \$ 3,229.00     | \$ 3,229.00    |             |                 | \$ 3,229.00    | \$ 3,229.00 |                 |                |

| Average Inflation |  | % + / -    |        |
|-------------------|--|------------|--------|
| 2-Year Average    |  | Outpatient | 7.73%  |
|                   |  | Inpatient  | 10.28% |
| 3-Year Average    |  | Outpatient | 6.87%  |
|                   |  | Inpatient  | 9.75%  |
| 4-Year Average    |  | Outpatient | 5.73%  |
|                   |  | Inpatient  | 7.62%  |
| 5-Year Average    |  | Outpatient | 5.32%  |
|                   |  | Inpatient  | 7.34%  |

| Programmatic Weights for AIHP Inflation |                                |                |                           |
|---|--------------------------------|----------------|---------------------------|
| OP/IP                                   | Program                        | Weights        | Weighted Inflation Factor |
| OP                                      | Traditional                    | 74.25%         | 5.10%                     |
| IP                                      | Traditional                    | 25.75%         | 2.51%                     |
| <b>Total</b>                            | <b>Traditional</b>             | <b>100.00%</b> | <b>7.61%</b>              |
| OP                                      | Proposition 204                | 76.49%         | 5.25%                     |
| IP                                      | Proposition 204                | 23.51%         | 2.29%                     |
| <b>Total</b>                            | <b>Proposition 204</b>         | <b>100.00%</b> | <b>7.54%</b>              |
| OP                                      | Newly Eligible Children        | 89.12%         | 6.12%                     |
| IP                                      | Newly Eligible Children        | 10.88%         | 1.06%                     |
| <b>Total</b>                            | <b>Newly Eligible Children</b> | <b>100.00%</b> | <b>7.18%</b>              |
| OP                                      | Newly Eligible Adults          | 81.43%         | 5.59%                     |
| IP                                      | Newly Eligible Adults          | 18.57%         | 1.81%                     |
| <b>Total</b>                            | <b>Newly Eligible Adults</b>   | <b>100.00%</b> | <b>7.40%</b>              |
| OP                                      | AL/TCS-EPD                     | 78.81%         | 5.41%                     |
| IP                                      | AL/TCS-EPD                     | 21.19%         | 2.06%                     |
| <b>Total</b>                            | <b>AL/TCS-EPD</b>              | <b>100.00%</b> | <b>7.48%</b>              |

**AIHP Non-Facility**

| AIHP Non-Facility Inflation Factors |                        |                         |                           |                            |                  |
|-------------------------------------|------------------------|-------------------------|---------------------------|----------------------------|------------------|
| Fiscal Year                         | Inpatient <sup>1</sup> | Outpatient <sup>2</sup> | Professional <sup>3</sup> | Prescriptions <sup>4</sup> | LTC <sup>6</sup> |
| SFY 2020                            | 3.26%                  | 2.90%                   | 2.95%                     | 2.44%                      | 3.38%            |
| Long Term                           | 3.79%                  | 2.63%                   | 1.67%                     | 2.49%                      | 3.34%            |

| AIHP Non-Facility Programmatic Weights |           |            |              |               |        |        |
|--|-----------|------------|--------------|---------------|--------|--------|
| Program                                | Inpatient | Outpatient | Professional | Prescriptions | Dental | LTC    |
| Traditional                            | 19.55%    | 56.37%     | 20.42%       | 2.56%         | 0.64%  | 0.47%  |
| Proposition 204                        | 17.12%    | 55.72%     | 22.77%       | 3.53%         | 0.02%  | 0.84%  |
| Newly Eligible Children                | 9.13%     | 74.85%     | 9.53%        | 4.18%         | 2.31%  | 0.00%  |
| Newly Eligible Adults                  | 14.82%    | 65.00%     | 12.53%       | 6.74%         | 0.03%  | 0.88%  |
| AL/TCS-EPD                             | 3.53%     | 13.14%     | 51.60%       | 1.49%         | 0.00%  | 30.24% |

| AIHP Non-Facility Weighted Inflation Rates |           |           |                           |
|--|-----------|-----------|---------------------------|
| Program                                    | SFY 2020  | Long Term | Weighted Inflation Factor |
| Traditional                                | SFY 2020  | Long Term | 2.97%                     |
|  | Long Term |           | 2.66%                     |
| Proposition 204                            | SFY 2020  | Long Term | 2.96%                     |
|  | Long Term |           | 2.61%                     |
| Newly Eligible Children                    | SFY 2020  | Long Term | 2.91%                     |
|  | Long Term |           | 2.63%                     |
| Newly Eligible Adults                      | SFY 2020  | Long Term | 2.93%                     |
|  | Long Term |           | 2.68%                     |
| AL/TCS-EPD                                 | SFY 2020  | Long Term | 3.08%                     |
|  | Long Term |           | 2.39%                     |

**Notes:**

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

# FES Inflation Forecast

| Calendar Quarter | Physicians Services Index Increase |                | Physicians Services SFY Average Increase |                  | Inpatient Services Index Increase |                | AHCCCS Inpatient Index SFY Average Increase |                  | Weighted Index SFY Average Increase |       |
|------------------|------------------------------------|----------------|--|------------------|-----------------------------------|----------------|---|------------------|-------------------------------------|-------|
|                  | Index Increase                     | Index Increase | Average Increase                         | Average Increase | Index Increase                    | Index Increase | Average Increase                            | Average Increase | SFY                                 | SFY   |
| 2011.3           |                                    | 2.4%           |  |                  |                                   |                | 2.9%  |                  |                                     |       |
| 2011.4           |                                    | 2.6%           |  |                  |                                   |                | 2.6%  |                  |                                     |       |
| 2012.1           |                                    | 1.7%           |  |                  |                                   |                | 2.3%  |                  |                                     |       |
| 2012.2           |                                    | 1.7%           | 2.10%                                    |                  |                                   |                | 2.0%  | 2.42%            | SFY 12                              | 2.36% |
| 2012.3           |                                    | 2.6%           |  |                  |                                   |                | 1.9%  |                  |                                     |       |
| 2012.4           |                                    | 2.2%           |  |                  |                                   |                | 2.0%  |                  |                                     |       |
| 2013.1           |                                    | 2.4%           |  |                  |                                   |                | 2.0%  |                  |                                     |       |
| 2013.2           |                                    | 2.4%           | 2.42%                                    |                  |                                   |                | 2.1%  | 2.02%            | SFY 13                              | 2.10% |
| 2013.3           |                                    | 1.4%           |  |                  |                                   |                | 2.0%  |                  |                                     |       |
| 2013.4           |                                    | 1.6%           |  |                  |                                   |                | 1.7%  |                  |                                     |       |
| 2014.1           |                                    | 1.4%           |  |                  |                                   |                | 1.7%  |                  |                                     |       |
| 2014.2           |                                    | 1.4%           | 1.47%                                    |                  |                                   |                | 1.9%  | 1.82%            | SFY 14                              | 1.75% |
| 2014.3           |                                    | 1.3%           |  |                  |                                   |                | 2.0%  |                  |                                     |       |
| 2014.4           |                                    | 1.4%           |  |                  |                                   |                | 2.1%  |                  |                                     |       |
| 2015.1           |                                    | 1.5%           |  |                  |                                   |                | 1.8%  |                  |                                     |       |
| 2015.2           |                                    | 1.8%           | 1.52%                                    |                  |                                   |                | 1.7%  | 1.86%            | SFY 15                              | 1.79% |
| 2015.3           |                                    | 2.1%           |  |                  |                                   |                | 1.6%  |                  |                                     |       |
| 2015.4           |                                    | 2.3%           |  |                  |                                   |                | 1.6%  |                  |                                     |       |
| 2016.1           |                                    | 2.6%           |  |                  |                                   |                | 1.7%  |                  |                                     |       |
| 2016.2           |                                    | 2.7%           | 2.44%                                    |                  |                                   |                | 1.8%  | 1.66%            | SFY 16                              | 1.81% |
| 2016.3           |                                    | 4.0%           |  |                  |                                   |                | 1.9%  |                  |                                     |       |
| 2016.4           |                                    | 3.8%           |  |                  |                                   |                | 2.3%  |                  |                                     |       |
| 2017.1           |                                    | 3.4%           |  |                  |                                   |                | 2.6%  |                  |                                     |       |
| 2017.2           |                                    | 0.9%           | 3.02%                                    |                  |                                   |                | 2.5%  | 2.33%            | SFY 17                              | 2.47% |
| 2017.3           |                                    | -0.7%          |  |                  |                                   |                | 2.5%  |                  |                                     |       |
| 2017.4           |                                    | -1.4%          |  |                  |                                   |                | 2.5%  |                  |                                     |       |
| 2018.1           |                                    | -1.0%          |  |                  |                                   |                | 2.6%  |                  |                                     |       |
| 2018.2           |                                    | 1.0%           | -0.56%                                   |                  |                                   |                | 2.6%  | 2.55%            | SFY 18                              | 1.93% |
| 2018.3           |                                    | 1.5%           |  |                  |                                   |                | 2.9%  |                  |                                     |       |
| 2018.4           |                                    | 2.2%           |  |                  |                                   |                | 2.8%  |                  |                                     |       |
| 2019.1           |                                    | 2.7%           |  |                  |                                   |                | 2.9%  |                  |                                     |       |
| 2019.2           |                                    | 2.9%           | 2.35%                                    |                  |                                   |                | 2.9%  | 2.88%            | SFY 19                              | 2.78% |
| 2019.3           |                                    | 3.1%           |  |                  |                                   |                | 3.0%  |                  |                                     |       |
| 2019.4           |                                    | 3.1%           |  |                  |                                   |                | 3.2%  |                  |                                     |       |
| 2020.1           |                                    | 2.9%           |  |                  |                                   |                | 3.2%  |                  |                                     |       |
| 2020.2           |                                    | 2.9%           | 3.00%                                    |                  |                                   |                | 3.2%  | 3.17%            | SFY 20                              | 3.13% |

**Notes:**

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).  
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                   | Arizona Health Care Cost Containment System |                |                  |                |
|---|---|----------------|------------------|----------------|
|   | FY 2018                                     | FY 2019        | FY 2020          | FY 2020        |
|   | Actual                                      | Expd. Plan     | Fund. Issue      | Total Request  |
| <b>Program: ACA Expansion</b>             |   |                |                  |                |
| <b>Fund: 1000-A General Fund</b>          |   |                |                  |                |
| <b>Appropriated</b>                       |   |                |                  |                |
| 0000 FTE                                  | 0.0   | 0.0            | 0.0              | 0.0            |
| 6000 Personal Services                    | 0.0   | 0.0            | 0.0              | 0.0            |
| 6100 Employee Related Expenses            | 0.0   | 0.0            | 0.0              | 0.0            |
| 6200 Professional and Outside Services    | 0.0   | 0.0            | 0.0              | 0.0            |
| 6500 Travel In-State                      | 0.0   | 0.0            | 0.0              | 0.0            |
| 6600 Travel Out of State                  | 0.0   | 0.0            | 0.0              | 0.0            |
| 6700 Food                                 | 0.0   | 0.0            | 0.0              | 0.0            |
| 6800 Aid to Organizations and Individuals | 0.0   | 6,461.3        | (1,247.2)        | 5,214.1        |
| 7000 Other Operating Expenses             | 0.0   | 0.0            | 0.0              | 0.0            |
| 8000 Equipment                            | 0.0   | 0.0            | 0.0              | 0.0            |
| 8100 Capital Outlay                       | 0.0   | 0.0            | 0.0              | 0.0            |
| 8600 Debt Service                         | 0.0   | 0.0            | 0.0              | 0.0            |
| 9000 Cost Allocation                      | 0.0   | 0.0            | 0.0              | 0.0            |
| 9100 Transfers                            | 0.0   | 0.0            | 0.0              | 0.0            |
| <b>Appropriated Total:</b>                | <b>0.0</b>                                  | <b>6,461.3</b> | <b>(1,247.2)</b> | <b>5,214.1</b> |
| <b>Fund Total:</b>                        | <b>0.0</b>                                  | <b>6,461.3</b> | <b>(1,247.2)</b> | <b>5,214.1</b> |
| <b>Fund: 2120-N AHCCCS Fund</b>           |   |                |                  |                |
| <b>Non-Appropriated</b>                   |   |                |                  |                |
| 0000 FTE                                  | 0.0   | 0.0            | 0.0              | 0.0            |
| 6000 Personal Services                    | 0.0   | 0.0            | 0.0              | 0.0            |
| 6100 Employee Related Expenses            | 0.0   | 0.0            | 0.0              | 0.0            |
| 6200 Professional and Outside Services    | 0.0   | 0.0            | 0.0              | 0.0            |
| 6500 Travel In-State                      | 0.0   | 0.0            | 0.0              | 0.0            |
| 6600 Travel Out of State                  | 0.0   | 0.0            | 0.0              | 0.0            |
| 6700 Food                                 | 0.0   | 0.0            | 0.0              | 0.0            |
| 6800 Aid to Organizations and Individuals | 420,467.6                                   | 530,669.8      | (52,765.1)       | 477,904.7      |
| 7000 Other Operating Expenses             | 0.0   | 0.0            | 0.0              | 0.0            |
| 8000 Equipment                            | 0.0   | 0.0            | 0.0              | 0.0            |
| 8100 Capital Outlay                       | 0.0   | 0.0            | 0.0              | 0.0            |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |                                      | FY 2018   | FY 2019    | FY 2020     | FY 2020       |
|---|--------------------------------------|-----------|------------|-------------|---------------|
|   |                                      | Actual    | Expd. Plan | Fund. Issue | Total Request |
| <b>Program: ACA Expansion</b>                       |                                      |           |            |             |               |
| <b>Fund: 2120-N AHCCCS Fund</b>                     |                                      |           |            |             |               |
| <b>Non-Appropriated</b>                             |                                      |           |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                      |                                      | 420,467.6 | 530,669.8  | (52,765.1)  | 477,904.7     |
| <b>Fund Total:</b>                                  |                                      | 420,467.6 | 530,669.8  | (52,765.1)  | 477,904.7     |
| <b>Fund: 2500-N IGA and ISA Fund</b>                |                                      |           |            |             |               |
| <b>Non-Appropriated</b>                             |                                      |           |            |             |               |
| 0000  | FTE                                  | 0.0       | 0.0        | 0.0         | 0.0           |
| 6000  | Personal Services                    | 0.0       | 0.0        | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0       | 0.0        | 0.0         | 0.0           |
| 6200  | Professional and Outside Services    | 0.0       | 0.0        | 0.0         | 0.0           |
| 6500  | Travel In-State                      | 0.0       | 0.0        | 0.0         | 0.0           |
| 6600  | Travel Out of State                  | 0.0       | 0.0        | 0.0         | 0.0           |
| 6700  | Food                                 | 0.0       | 0.0        | 0.0         | 0.0           |
| 6800  | Aid to Organizations and Individuals | 110.8     | 123.8      | 56.1        | 179.9         |
| 7000  | Other Operating Expenses             | 0.0       | 0.0        | 0.0         | 0.0           |
| 8000  | Equipment                            | 0.0       | 0.0        | 0.0         | 0.0           |
| 8100  | Capital Outlay                       | 0.0       | 0.0        | 0.0         | 0.0           |
| 8600  | Debt Service                         | 0.0       | 0.0        | 0.0         | 0.0           |
| 9000  | Cost Allocation                      | 0.0       | 0.0        | 0.0         | 0.0           |
| 9100  | Transfers                            | 0.0       | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                      |                                      | 110.8     | 123.8      | 56.1        | 179.9         |
| <b>Fund Total:</b>                                  |                                      | 110.8     | 123.8      | 56.1        | 179.9         |
| <b>Fund: 2576-N Hospital Assessment</b>             |                                      |           |            |             |               |
| <b>Non-Appropriated</b>                             |                                      |           |            |             |               |
| 0000  | FTE                                  | 0.0       | 0.0        | 0.0         | 0.0           |
| 6000  | Personal Services                    | 0.0       | 0.0        | 0.0         | 0.0           |
| 6100  | Employee Related Expenses            | 0.0       | 0.0        | 0.0         | 0.0           |

All dollars are presented in thousands (not FTE).

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** ACA Expansion

|              |                         |                                      |          |          |         |
|--------------|-------------------------|--------------------------------------|----------|----------|---------|
| <b>Fund:</b> | 2576-N                  | Hospital Assessment                  |          |          |         |
|              | <b>Non-Appropriated</b> |                                      |          |          |         |
|              | 6200                    | Professional and Outside Services    | 0.0      | 0.0      | 0.0     |
|              | 6500                    | Travel In-State                      | 0.0      | 0.0      | 0.0     |
|              | 6600                    | Travel Out of State                  | 0.0      | 0.0      | 0.0     |
|              | 6700                    | Food                                 | 0.0      | 0.0      | 0.0     |
|              | 6800                    | Aid to Organizations and Individuals | 23,419.8 | 28,420.1 | 8,188.5 |
|              | 7000                    | Other Operating Expenses             | 0.0      | 0.0      | 0.0     |
|              | 8000                    | Equipment                            | 0.0      | 0.0      | 0.0     |
|              | 8100                    | Capital Outlay                       | 0.0      | 0.0      | 0.0     |
|              | 8600                    | Debt Service                         | 0.0      | 0.0      | 0.0     |
|              | 9000                    | Cost Allocation                      | 0.0      | 0.0      | 0.0     |
|              | 9100                    | Transfers                            | 0.0      | 0.0      | 0.0     |

|  |           |           |            |           |
|--|-----------|-----------|------------|-----------|
| <b>Non-Appropriated Total:</b>           | 23,419.8  | 28,420.1  | 8,188.5    | 36,608.6  |
| <b>Fund Total:</b>                       | 23,419.8  | 28,420.1  | 8,188.5    | 36,608.6  |
| <b>Program Total For Selected Funds:</b> | 443,998.2 | 565,675.0 | (45,767.7) | 519,907.3 |



## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | ACA Expansion                               |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 443,998.2         | 565,675.0             |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ACA Expansion</b>                               |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>             | <b>443,998.2</b>          | <b>565,675.0</b>              |
| <b>Appropriated</b>                           |                           |                               |
| 1000-A General Fund (Appropriated)            | 0.0                       | 6,461.3                       |
|   | <b>0.0</b>                | <b>6,461.3</b>                |
| <b>Non-Appropriated</b>                       |                           |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)         | 420,467.6                 | 530,669.8                     |
| 2500-N IGA and ISA Fund (Non-Appropriated)    | 110.8                     | 123.8                         |
| 2576-N Hospital Assessment (Non-Appropriated) | 23,419.8                  | 28,420.1                      |
|   | <b>443,998.2</b>          | <b>559,213.7</b>              |
| <b>Fund Source Total</b>                      | <b>443,998.2</b>          | <b>565,675.0</b>              |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ACA Expansion</b>                               |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ACA Expansion</b>                               |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>ACA Expansion</b>                               |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



# Program Summary of Expenditures and Budget Request

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Medicaid Behavioral Health Services

|   | FY 2018<br>Actual  | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|---|--------------------|-----------------------|------------------------|--------------------------|
| <b>Program Summary</b>                        |                    |                       |                        |                          |
| 10-1 Medicaid Behavioral Health - Traditional | 1,168,645.4        | 0.0                   | 0.0                    | 0.0                      |
| 10-2 Medicaid Behavioral Health - CMDP        | 134,885.2          | 0.0                   | 0.0                    | 0.0                      |
| 10-3 Medicaid Behavioral Health-Clawback      | 19,144.7           | 0.0                   | 0.0                    | 0.0                      |
| 10-4 Medicaid Behavioral Health - Prop 204    | 845,162.1          | 0.0                   | 0.0                    | 0.0                      |
| 10-5 Medicaid Behavioral Health - Expansion   | 91,976.2           | 0.0                   | 0.0                    | 0.0                      |
| <b>Program Summary Total:</b>                 | <b>2,259,813.6</b> | <b>0.0</b>            | <b>0.0</b>             | <b>0.0</b>               |

|   | FY 2018<br>Actual  | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|---|--------------------|-----------------------|------------------------|--------------------------|
| <b>Expenditure Categories</b>             |                    |                       |                        |                          |
| 0000 FTE Positions                        | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6000 Personal Services                    | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6100 Employee Related Expenses            | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6200 Professional and Outside Services    | 3,667.0            | 0.0                   | 0.0                    | 0.0                      |
| 6500 Travel In-State                      | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6600 Travel Out of State                  | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6700 Food                                 | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 6800 Aid to Organizations and Individuals | 2,256,146.6        | 0.0                   | 0.0                    | 0.0                      |
| 7000 Other Operating Expenses             | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 8000 Equipment                            | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 8100 Capital Outlay                       | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 8600 Debt Service                         | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 9000 Cost Allocation                      | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| 9100 Transfers                            | 0.0                | 0.0                   | 0.0                    | 0.0                      |
| <b>Expenditure Categories Total:</b>      | <b>2,259,813.6</b> | <b>0.0</b>            | <b>0.0</b>             | <b>0.0</b>               |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|---|-------------------|-----------------------|------------------------|--------------------------|
| <b>Fund Source</b>                                      |                   |                       |                        |                          |
| <b>Appropriated Funds</b>                               |                   |                       |                        |                          |
| 1000-A General Fund (Appropriated)                      | 497,096.5         | 0.0                   | 0.0                    | 0.0                      |
| <b>Non-Appropriated Funds</b>                           | 497,096.5         | 0.0                   | 0.0                    | 0.0                      |
| 1303-N Proposition 204 Protection Account (TPTF) (Non-A | 21,150.1          | 0.0                   | 0.0                    | 0.0                      |
| 1306-N Tobacco Tax and Health Care Fund MNA (Non-App    | 32,623.5          | 0.0                   | 0.0                    | 0.0                      |
| 2000-N Federal Grant (Non-Appropriated)                 | 0.0               | 0.0                   | 0.0                    | 0.0                      |
| 2120-N AHCCCS Fund (Non-Appropriated)                   | 1,708,462.2       | 0.0                   | 0.0                    | 0.0                      |
| 2576-N Hospital Assessment (Non-Appropriated)           | 481.3             | 0.0                   | 0.0                    | 0.0                      |
|   | 1,762,717.1       | 0.0                   | 0.0                    | 0.0                      |

## Program Summary of Expenditures and Budget Request

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health Services         |

|                           | FY 2018<br>Actual | FY 2019<br>Expd. Plan | FY 2020<br>Fund. Issue | FY 2020<br>Total Request |
|---------------------------|-------------------|-----------------------|------------------------|--------------------------|
| <b>Fund Source Total:</b> | 2,259,813.6       | 0.0                   | 0.0                    | 0.0                      |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency: Arizona Health Care Cost Containment System |   | FY 2018          | FY 2019    | FY 2020     | FY 2020       |
|---|---|------------------|------------|-------------|---------------|
| Program: Medicaid Behavioral Health Services        |   | Actual           | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>  | <b>1000-A General Fund (Appropriated)</b> |                  |            |             |               |
| <b>Program Expenditures</b>                         |   |                  |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT                     |   |                  |            |             |               |
| 10-1  | Medicaid Behavioral Health - Traditional  | 313,814.7        | 0.0        | 0.0         | 0.0           |
| 10-2  | Medicaid Behavioral Health - CMDP         | 40,862.7         | 0.0        | 0.0         | 0.0           |
| 10-3  | Medicaid Behavioral Health-Clawback       | 19,144.7         | 0.0        | 0.0         | 0.0           |
| 10-4  | Medicaid Behavioral Health - Prop 204     | 118,628.0        | 0.0        | 0.0         | 0.0           |
| 10-5  | Medicaid Behavioral Health - Expansion    | 4,646.4          | 0.0        | 0.0         | 0.0           |
| <b>Total</b>  |   | <b>497,096.5</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Appropriated Funding</b>                         |   |                  |            |             |               |
| <b>Expenditure Categories</b>                       |   |                  |            |             |               |
|   | FTE Positions                             | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Personal Services                         | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Employee Related Expenses                 | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Professional and Outside Services         | 1,833.5          | 0.0        | 0.0         | 0.0           |
|   | Travel In-State                           | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Travel Out of State                       | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Food                                      | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Aid to Organizations and Individuals      | 495,263.0        | 0.0        | 0.0         | 0.0           |
|   | Other Operating Expenses                  | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Equipment                                 | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Capital Outlay                            | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Debt Service                              | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Cost Allocation                           | 0.0              | 0.0        | 0.0         | 0.0           |
|   | Transfers                                 | 0.0              | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>                |   | <b>497,096.5</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund 1000-A Total:</b>                           |   | <b>497,096.5</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                    | Arizona Health Care Cost Containment System                                |            |             |               |
|--|--|------------|-------------|---------------|
| Program:                                   | Medicaid Behavioral Health Services  |            |             |               |
|  | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|  | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>                               | <b>1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriated)</b> |            |             |               |
| <b>Program Expenditures</b>                |  |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT            |  |            |             |               |
| 10-4 Medicaid Behavioral Health - Prop 204 | 21,150.1   | 0.0        | 0.0         | 0.0           |
| <b>Total</b>                               | <b>21,150.1</b>  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Non-Appropriated Funding</b>            |  |            |             |               |
| <b>Expenditure Categories</b>              |  |            |             |               |
| Personal Services                          | 0.0  | 0.0        | 0.0         | 0.0           |
| Employee Related Expenses                  | 0.0  | 0.0        | 0.0         | 0.0           |
| Professional and Outside Services          | 0.0  | 0.0        | 0.0         | 0.0           |
| Travel In-State                            | 0.0  | 0.0        | 0.0         | 0.0           |
| Travel Out of State                        | 0.0  | 0.0        | 0.0         | 0.0           |
| Food                                       | 0.0  | 0.0        | 0.0         | 0.0           |
| Aid to Organizations and Individuals       | 21,150.1   | 0.0        | 0.0         | 0.0           |
| Other Operating Expenses                   | 0.0  | 0.0        | 0.0         | 0.0           |
| Equipment                                  | 0.0  | 0.0        | 0.0         | 0.0           |
| Capital Outlay                             | 0.0  | 0.0        | 0.0         | 0.0           |
| Debt Service                               | 0.0  | 0.0        | 0.0         | 0.0           |
| Cost Allocation                            | 0.0  | 0.0        | 0.0         | 0.0           |
| Transfers                                  | 0.0  | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>       | <b>21,150.1</b>  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund 1303-N Total:</b>                  | <b>21,150.1</b>  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                       | Arizona Health Care Cost Containment System                           |            |             |               |
|---|---|------------|-------------|---------------|
| Program:                                      | Medicaid Behavioral Health Services                                   |            |             |               |
|   | FY 2018   | FY 2019    | FY 2020     | FY 2020       |
|   | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>                                  | <b>1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)</b> |            |             |               |
| <b>Program Expenditures</b>                   |   |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT               |   |            |             |               |
| 10-1 Medicaid Behavioral Health - Traditional | 32,623.5  | 0.0        | 0.0         | 0.0           |
| Total   | 32,623.5  | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funding</b>               |   |            |             |               |
| <b>Expenditure Categories</b>                 |   |            |             |               |
| Personal Services                             | 0.0   | 0.0        | 0.0         | 0.0           |
| Employee Related Expenses                     | 0.0   | 0.0        | 0.0         | 0.0           |
| Professional and Outside Services             | 0.0   | 0.0        | 0.0         | 0.0           |
| Travel In-State                               | 0.0   | 0.0        | 0.0         | 0.0           |
| Travel Out of State                           | 0.0   | 0.0        | 0.0         | 0.0           |
| Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| Aid to Organizations and Individuals          | 32,623.5  | 0.0        | 0.0         | 0.0           |
| Other Operating Expenses                      | 0.0   | 0.0        | 0.0         | 0.0           |
| Equipment                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| Capital Outlay                                | 0.0   | 0.0        | 0.0         | 0.0           |
| Debt Service                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| Cost Allocation                               | 0.0   | 0.0        | 0.0         | 0.0           |
| Transfers                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>          | <b>32,623.5</b>   | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund 1306-N Total:</b>                     | <b>32,623.5</b>   | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                     | Arizona Health Care Cost Containment System    |            |             |               |
|---|--|------------|-------------|---------------|
| Program:                                    | Medicaid Behavioral Health Services            |            |             |               |
|   | FY 2018  | FY 2019    | FY 2020     | FY 2020       |
|   | Actual   | Expd. Plan | Fund. Issue | Total Request |
| <b>Fund:</b>                                | <b>2000-N Federal Grant (Non-Appropriated)</b> |            |             |               |
| <b>Program Expenditures</b>                 |  |            |             |               |
| COST CENTER/PROGRAM BUDGET UNIT             |  |            |             |               |
| 10-5 Medicaid Behavioral Health - Expansion | 0.0  | 0.0        | 0.0         | 0.0           |
| Total                                       | 0.0  | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funding</b>             |  |            |             |               |
| <b>Expenditure Categories</b>               |  |            |             |               |
| FTE Positions                               | 0.0  | 0.0        | 0.0         | 0.0           |
| Personal Services                           | 0.0  | 0.0        | 0.0         | 0.0           |
| Employee Related Expenses                   | 0.0  | 0.0        | 0.0         | 0.0           |
| Professional and Outside Services           | 0.0  | 0.0        | 0.0         | 0.0           |
| Travel In-State                             | 0.0  | 0.0        | 0.0         | 0.0           |
| Travel Out of State                         | 0.0  | 0.0        | 0.0         | 0.0           |
| Food  | 0.0  | 0.0        | 0.0         | 0.0           |
| Aid to Organizations and Individuals        | 0.0  | 0.0        | 0.0         | 0.0           |
| Other Operating Expenses                    | 0.0  | 0.0        | 0.0         | 0.0           |
| Equipment                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| Capital Outlay                              | 0.0  | 0.0        | 0.0         | 0.0           |
| Debt Service                                | 0.0  | 0.0        | 0.0         | 0.0           |
| Cost Allocation                             | 0.0  | 0.0        | 0.0         | 0.0           |
| Transfers                                   | 0.0  | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>        | 0.0  | 0.0        | 0.0         | 0.0           |
| <b>Fund 2000-N Total:</b>                   | 0.0  | 0.0        | 0.0         | 0.0           |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

| Agency:                              | Arizona Health Care Cost Containment System |                                       |             |               |
|--------------------------------------|---|---------------------------------------|-------------|---------------|
| Program:                             | Medicaid Behavioral Health Services         |                                       |             |               |
|                                      | FY 2018                                     | FY 2019                               | FY 2020     | FY 2020       |
|                                      | Actual                                      | Expd. Plan                            | Fund. Issue | Total Request |
| <b>Fund:</b>                         | <b>2120-N</b>                               | <b>AHCCCS Fund (Non-Appropriated)</b> |             |               |
| <b>Program Expenditures</b>          |   |                                       |             |               |
| COST CENTER/PROGRAM BUDGET UNIT      |   |                                       |             |               |
| 10-1                                 | 822,207.2                                   | 0.0                                   | 0.0         | 0.0           |
| 10-2                                 | 94,022.5                                    | 0.0                                   | 0.0         | 0.0           |
| 10-4                                 | 705,384.0                                   | 0.0                                   | 0.0         | 0.0           |
| 10-5                                 | 86,848.5                                    | 0.0                                   | 0.0         | 0.0           |
| <b>Total</b>                         | <b>1,708,462.2</b>                          | <b>0.0</b>                            | <b>0.0</b>  | <b>0.0</b>    |
| <b>Non-Appropriated Funding</b>      |   |                                       |             |               |
| <b>Expenditure Categories</b>        |   |                                       |             |               |
| Personal Services                    | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Employee Related Expenses            | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Professional and Outside Services    | 1,833.5                                     | 0.0                                   | 0.0         | 0.0           |
| Travel In-State                      | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Travel Out of State                  | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Food                                 | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Aid to Organizations and Individuals | 1,706,628.7                                 | 0.0                                   | 0.0         | 0.0           |
| Other Operating Expenses             | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Equipment                            | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Capital Outlay                       | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Debt Service                         | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Cost Allocation                      | 0.0   | 0.0                                   | 0.0         | 0.0           |
| Transfers                            | 0.0   | 0.0                                   | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b> | <b>1,708,462.2</b>                          | <b>0.0</b>                            | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund 2120-N Total:</b>            | <b>1,708,462.2</b>                          | <b>0.0</b>                            | <b>0.0</b>  | <b>0.0</b>    |

# Program Group Summary of Expenditures and Budget Request for Selected Funds

|                 |   |                   |                    |                      |
|-----------------|---|-------------------|--------------------|----------------------|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |                   |                    |                      |
| <b>Program:</b> | Medicaid Behavioral Health Services         |                   |                    |                      |
|                 | <b>FY 2018</b>                              | <b>FY 2019</b>    | <b>FY 2020</b>     | <b>FY 2020</b>       |
|                 | <b>Actual</b>                               | <b>Expd. Plan</b> | <b>Fund. Issue</b> | <b>Total Request</b> |

|                                 |   |     |     |     |
|---------------------------------|---|-----|-----|-----|
| <b>Fund:</b>                    | 2576-N Hospital Assessment (Non-Appropriated) |     |     |     |
| <b>Program Expenditures</b>     |   |     |     |     |
| COST CENTER/PROGRAM BUDGET UNIT |   |     |     |     |
| 10-5                            | 481.3   | 0.0 | 0.0 | 0.0 |
|                                 | 481.3   | 0.0 | 0.0 | 0.0 |
| <b>Total</b>                    |   |     |     |     |

|                                      |                    |            |            |            |
|--------------------------------------|--------------------|------------|------------|------------|
| <b>Non-Appropriated Funding</b>      |                    |            |            |            |
| <b>Expenditure Categories</b>        |                    |            |            |            |
| Personal Services                    | 0.0                | 0.0        | 0.0        | 0.0        |
| Employee Related Expenses            | 0.0                | 0.0        | 0.0        | 0.0        |
| Professional and Outside Services    | 0.0                | 0.0        | 0.0        | 0.0        |
| Travel In-State                      | 0.0                | 0.0        | 0.0        | 0.0        |
| Travel Out of State                  | 0.0                | 0.0        | 0.0        | 0.0        |
| Food                                 | 0.0                | 0.0        | 0.0        | 0.0        |
| Aid to Organizations and Individuals | 481.3              | 0.0        | 0.0        | 0.0        |
| Other Operating Expenses             | 0.0                | 0.0        | 0.0        | 0.0        |
| Equipment                            | 0.0                | 0.0        | 0.0        | 0.0        |
| Capital Outlay                       | 0.0                | 0.0        | 0.0        | 0.0        |
| Debt Service                         | 0.0                | 0.0        | 0.0        | 0.0        |
| Cost Allocation                      | 0.0                | 0.0        | 0.0        | 0.0        |
| Transfers                            | 0.0                | 0.0        | 0.0        | 0.0        |
| <b>Expenditure Categories Total:</b> | <b>481.3</b>       | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |
| <b>Fund 2576-N Total:</b>            | <b>481.3</b>       | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |
| <b>Program 10 Total:</b>             | <b>2,259,813.6</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |



FISCAL YEAR 2020

BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

## **MEDICAID BEHAVIORAL HEALTH - TRADITIONAL**

### **TRADITIONAL**

#### **PROGRAM DESCRIPTION:**

The Medicaid Behavioral Health – Traditional program provides behavioral health services to Title XIX-eligible clients. The program includes the following populations:

- Children less than 1, up to 140% Federal Poverty Level (FPL)
- Children aged 1-18, up to 133% FPL
- Pregnant women, up to 150% FPL
- Aged, blind, and disabled adults, up to 75% FPL
- Parents, up to 22% FPL
- Women diagnosed with breast or cervical cancer, up to 250% FPL
- Individuals aged 16-64 receiving Supplemental Security Income, up to 250% FPL

Funding is included for three different service categories:

- Serious Mental Illness (SMI)
- Children’s Behavioral Health (CBH) or Serious Emotional Disturbance (SED)
- General Mental Health and Substance Abuse (GMH/SA)

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.



FISCAL YEAR 2020

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

BUDGET JUSTIFICATION

### **AHCCCS Complete Care (ACC) Integration**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>



FISCAL YEAR 2020

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

BUDGET JUSTIFICATION

## **CLAWBACK**

### **PROGRAM DESCRIPTION:**

The Medicaid Behavioral Health – Clawback program is appropriated within the Traditional Behavioral Health line item and provides funding for prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program for this population. The new benefit resulted in a reduction to capitation rates and fee-for-service payments by offsetting the cost of drugs covered by states, but states have to reimburse the federal government for the savings according to a prescribed formula via “clawback” payments.

The Centers for Medicare and Medicaid Services (CMS) only bills one rate for all full benefit dual eligible members, regardless of the program within which members are enrolled. The cost of the clawback payments is allocated to each program, including Acute Care, Behavioral Health, Arizona Long Term Care System (ALTCs), and the Division of Developmental Disabilities (DDD).

Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Refer to the section labeled “Traditional Clawback” for more detail.

### **STATUTORY AUTHORITY:**

Laws 2015, Chapter 19.  
Laws 2015, Chapter 195.  
Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173).  
Social Security Act, Section 1935 (42 U.S.C. § 1396u-5).  
A.R.S Title 36, Chapter 34, Article 1.

DATE PREPARED

08/27/18



# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Medicaid Behavioral Health - Traditional

| Expenditure Categories                    | FY 2018            | FY 2019    | FY 2020     | FY 2020       |
|---|--------------------|------------|-------------|---------------|
|   | Actual             | Expd. Plan | Fund. Issue | Total Request |
| 6000 Personal Services                    | 0.0                | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0                | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 3,667.0            | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0                | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0                | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0                | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 1,164,978.4        | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0                | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0                | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0                | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0                | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0                | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0                | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>1,168,645.4</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

**Fund Source**

| Appropriated Funds                                    | FY 2018            | FY 2019    | FY 2020     | FY 2020       |
|---|--------------------|------------|-------------|---------------|
|   | Actual             | Expd. Plan | Fund. Issue | Total Request |
| 1000-A General Fund (Appropriated)                    | 313,814.7          | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funds</b>                         | 313,814.7          | 0.0        | 0.0         | 0.0           |
| 1306-N Tobacco Tax and Health Care Fund MNA (Non-App) | 32,623.5           | 0.0        | 0.0         | 0.0           |
| 2120-N AHCCCS Fund (Non-Appropriated)                 | 822,207.2          | 0.0        | 0.0         | 0.0           |
|   | 854,830.7          | 0.0        | 0.0         | 0.0           |
| <b>Fund Source Total:</b>                             | <b>1,168,645.4</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |               |
|--|---|------------|-------------|---------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request | Total Request |
| <b>Program:</b> Medicaid Behavioral Health - Traditional |   |            |             |               |               |
| <b>Fund:</b> 1000-A General Fund                         |   |            |             |               |               |
| <b>Appropriated</b>                                      |   |            |             |               |               |
| 6000 Personal Services                                   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6100 Employee Related Expenses                           | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6200 Professional and Outside Services                   | 1,833.5                                     | 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                | 311,981.2                                   | 0.0        | 0.0         | 0.0           | 0.0           |
| 7000 Other Operating Expenses                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8100 Capital Outlay                                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 9000 Cost Allocation                                     | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| <b>Appropriated Total:</b>                               | <b>313,814.7</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    | <b>0.0</b>    |
| <b>Fund Total:</b>                                       | <b>313,814.7</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    | <b>0.0</b>    |
| <b>Fund:</b> 1306-N Tobacco Tax and Health Care Fund     |   |            |             |               |               |
| <b>Non-Appropriated</b>                                  |   |            |             |               |               |
| 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                | 32,623.5                                    | 0.0        | 0.0         | 0.0           | 0.0           |
| 7000 Other Operating Expenses                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8100 Capital Outlay                                      | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Medicaid Behavioral Health - Traditional |   |            |             |               |
| <b>Fund:</b> 1306-N Tobacco Tax and Health Care Fund     |   |            |             |               |
| <b>Non-Appropriated</b>                                  |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                           | <b>32,623.5</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                       | <b>32,623.5</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2120-N AHCCCS Fund                          |   |            |             |               |
| <b>Non-Appropriated</b>                                  |   |            |             |               |
| 6000 Personal Services                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                           | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                   | 1,833.5                                     | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                | 820,373.7                                   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                            | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                           | <b>822,207.2</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                       | <b>822,207.2</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Program Total For Selected Funds:</b>                 | <b>1,168,645.4</b>                          | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health - Traditional    |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Professional and Outside Services                         |                   | 0.0                   |
| External Prof/Outside Serv Budg And Appn                  | 0.0               |                       |
| External Investment Services                              | 0.0               |                       |
| Other External Financial Services                         | 0.0               |                       |
| Attorney General Legal Services                           | 0.0               |                       |
| External Legal Services                                   | 0.0               |                       |
| External Engineer/Architect Cost - Exp                    | 0.0               |                       |
| External Engineer/Architect Cost- Cap                     | 0.0               |                       |
| Other Design  | 0.0               |                       |
| Temporary Agency Services                                 | 0.0               |                       |
| Hospital Services   | 0.0               |                       |
| Other Medical Services                                    | 0.0               |                       |
| Institutional Care  | 0.0               |                       |
| Education And Training                                    | 0.0               |                       |
| Vendor Travel   | 0.0               |                       |
| Professional & Outside Services Excluded from Cost Alloca | 0.0               |                       |
| Vendor Travel - Non Reportable                            | 0.0               |                       |
| External Telecom Consulting Services                      | 0.0               |                       |
| Costs related to those in custody of the State            | 0.0               |                       |
| Non - Confidential Specialist Fees                        | 0.0               |                       |
| Confidential Specialist Fees                              | 0.0               |                       |
| Outside Actuarial Costs                                   | 0.0               |                       |
| Other Professional And Outside Services                   | 3,667.0           |                       |
| <b>Expenditure Category Total</b>                         | <b>3,667.0</b>    | <b>0.0</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 1,833.5           | 0.0                   |
|   | <b>1,833.5</b>    | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                     | 1,833.5           | 0.0                   |
|   | <b>1,833.5</b>    | <b>0.0</b>            |
| <b>Fund Source Total</b>                                  | <b>3,667.0</b>    | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Traditional</b>    |

|  | FY 2018<br>Actual  | FY 2019<br>Expd. Plan |
|--|--------------------|-----------------------|
| Food   | 0.0                | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>0.0</b>         | <b>0.0</b>            |
| <hr/>  |                    |                       |
| Aid to Organizations and Individuals                           | 1,164,978.4        | 0.0                   |
| <b>Expenditure Category Total</b>                              | <b>1,164,978.4</b> | <b>0.0</b>            |
| <b>Appropriated</b>  |                    |                       |
| 1000-A General Fund (Appropriated)                             | 311,981.2          | 0.0                   |
|  | <b>311,981.2</b>   | <b>0.0</b>            |
| <b>Non-Appropriated</b>  |                    |                       |
| 1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated) | 32,623.5           | 0.0                   |
| 2120-N AHCCCS Fund (Non-Appropriated)                          | 820,373.7          | 0.0                   |
|  | <b>852,997.2</b>   | <b>0.0</b>            |
| <b>Fund Source Total</b>                                       | <b>1,164,978.4</b> | <b>0.0</b>            |
| <hr/>  |                    |                       |
| Other Operating Expenses                                       |                    | 0.0                   |
| Other Operating Expenditures Budg Approp                       | 0.0                |                       |
| Other Operating Expenditures Excluded from Cost Allocati       | 0.0                |                       |
| Risk Management Charges To State Agency                        | 0.0                |                       |
| Risk Management Deductible - Indemnity                         | 0.0                |                       |
| Risk Management Deductible - Legal                             | 0.0                |                       |
| Risk Management Deductible - Medical                           | 0.0                |                       |
| Risk Management Deductible - Other                             | 0.0                |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                       | 0.0                |                       |
| Gross Proceeds Payments To Attorneys                           | 0.0                |                       |
| General Liability- Non-Taxable- Self Ins                       | 0.0                |                       |
| Medical Malpractice - Self-Insured                             | 0.0                |                       |
| Automobile Liability - Self Insured                            | 0.0                |                       |
| General Property Damage - Self- Insured                        | 0.0                |                       |
| Automobile Physical Damage-Self Insured                        | 0.0                |                       |
| Liability Insurance Premiums                                   | 0.0                |                       |
| Property Insurance Premiums                                    | 0.0                |                       |
| Workers Compensation Benefit Payments                          | 0.0                |                       |
| Self Insurance - Administrative Fees                           | 0.0                |                       |
| Self Insurance - Premiums                                      | 0.0                |                       |
| Self Insurance - Claim Payments                                | 0.0                |                       |
| Self Insurance - Pharmacy Claims                               | 0.0                |                       |
| Premium Tax On Altcs   | 0.0                |                       |
| Other Insurance-Related Charges                                | 0.0                |                       |
| Internal Service Data Processing                               | 0.0                |                       |
| Internal Service Data Proc- Pc/Lan                             | 0.0                |                       |
| External Programming-Mainframe/Legacy                          | 0.0                |                       |
| External Programming- Pc/Lan/Serv/Web                          | 0.0                |                       |
| External Data Entry  | 0.0                |                       |
| Othr External Data Proc-Mainframe/Legacy                       | 0.0                |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                        | 0.0                |                       |
| Pmt for AFIS Development & Usage                               | 0.0                |                       |
| Internal Service Telecommunications                            | 0.0                |                       |
| External Telecom Long Distance-In-State                        | 0.0                |                       |
| External Telecom Long Distance-Out-State                       | 0.0                |                       |
| Other External Telecommunication Service                       | 0.0                |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Traditional</b>    |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Traditional</b>    |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Traditional</b>    |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health - Traditional    |

| <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---------------------------------|-------------------------------------|
|---------------------------------|-------------------------------------|



FISCAL YEAR 2020

BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH – CMDP

## **MEDICAID BEHAVIORAL HEALTH – CMDP**

### **PROGRAM DESCRIPTION:**

The Medicaid Behavioral Health – Comprehensive Medical and Dental Program (CMDP) provides behavioral health services to foster children under the jurisdiction of the Arizona Department of Child Safety (ADCS). Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services.

The CMDP program provides full coverage for medical, dental, and behavioral health services. Currently, the ADCS administers acute care services by directly contracting with providers. Funding for acute services is included in the Traditional Medicaid line-item. Behavioral health services have been administered by the Arizona Department of Health Services (ADHS) through its Regional Behavioral Health Authorities (RBHAs), who subcontract with providers. Effective July 1, 2016 this program transferred from the ADHS to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.

### **AHCCCS Complete Care (ACC) Integration**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.

DATE PREPARED

08/27/18



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**MEDICAID BEHAVIORAL HEALTH – CMDP**

- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcces.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

**STATUTORY AUTHORITY:**

- Laws 2013, Chapter 220.
- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S Title 36, Chapter 34, Article 3.

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System  
 Program: Medicaid Behavioral Health - CMDP

| Expenditure Categories                    | FY 2018          | FY 2019    | FY 2020     | FY 2020       |
|---|------------------|------------|-------------|---------------|
|   | Actual           | Expd. Plan | Fund. Issue | Total Request |
| 6000 Personal Services                    | 0.0              | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0              | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0              | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0              | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0              | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0              | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 134,885.2        | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0              | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0              | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0              | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0              | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0              | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0              | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>134,885.2</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

**Fund Source**

| Appropriated Funds                    | FY 2018         | FY 2019    | FY 2020     | FY 2020       |
|---------------------------------------|-----------------|------------|-------------|---------------|
|                                       | Actual          | Expd. Plan | Fund. Issue | Total Request |
| 1000-A General Fund (Appropriated)    | 40,862.7        | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funds</b>         | <b>40,862.7</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| 2120-N AHCCCS Fund (Non-Appropriated) | 94,022.5        | 0.0        | 0.0         | 0.0           |
| <b>Fund Source Total:</b>             | <b>94,022.5</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
|                                       | 134,885.2       | 0.0        | 0.0         | 0.0           |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System |            |             |               |               |
|---|---|------------|-------------|---------------|---------------|
|   | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       | FY 2020       |
|   | Actual                                      | Expd. Plan | Fund. Issue | Total Request | Total Request |
| <b>Program:</b> Medicaid Behavioral Health - CMDP |   |            |             |               |               |
| <b>Fund:</b> 1000-A General Fund                  |   |            |             |               |               |
| <b>Appropriated</b>                               |   |            |             |               |               |
| 6000 Personal Services                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6100 Employee Related Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6200 Professional and Outside Services            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6500 Travel In-State                              | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6600 Travel Out of State                          | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6800 Aid to Organizations and Individuals         | 40,862.7                                    | 0.0        | 0.0         | 0.0           | 0.0           |
| 7000 Other Operating Expenses                     | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8000 Equipment                                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8100 Capital Outlay                               | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8600 Debt Service                                 | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 9000 Cost Allocation                              | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 9100 Transfers                                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| <b>Appropriated Total:</b>                        | <b>40,862.7</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    | <b>0.0</b>    |
| <b>Fund Total:</b>                                | <b>40,862.7</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    | <b>0.0</b>    |
| <b>Fund:</b> 2120-N AHCCCS Fund                   |   |            |             |               |               |
| <b>Non-Appropriated</b>                           |   |            |             |               |               |
| 6000 Personal Services                            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6100 Employee Related Expenses                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6200 Professional and Outside Services            | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6500 Travel In-State                              | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6600 Travel Out of State                          | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 6800 Aid to Organizations and Individuals         | 94,022.5                                    | 0.0        | 0.0         | 0.0           | 0.0           |
| 7000 Other Operating Expenses                     | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8000 Equipment                                    | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |
| 8100 Capital Outlay                               | 0.0   | 0.0        | 0.0         | 0.0           | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b>                          | Medicaid Behavioral Health - CMDP           |            |             |               |
| <b>Fund:</b>                             | 2120-N AHCCCS Fund                          |            |             |               |
| <b>Non-Appropriated</b>                  |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>           | <b>94,022.5</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                       | <b>94,022.5</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Program Total For Selected Funds:</b> | <b>134,885.2</b>                            | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health - CMDP           |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 134,885.2         | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - CMDP</b>           |

|                                       | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---------------------------------------|-------------------|-----------------------|
| <b>Expenditure Category Total</b>     | <b>134,885.2</b>  | <b>0.0</b>            |
| <b>Appropriated</b>                   |                   |                       |
| 1000-A General Fund (Appropriated)    | 40,862.7          | 0.0                   |
|                                       | <b>40,862.7</b>   | <b>0.0</b>            |
| <b>Non-Appropriated</b>               |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated) | 94,022.5          | 0.0                   |
|                                       | <b>94,022.5</b>   | <b>0.0</b>            |
| <b>Fund Source Total</b>              | <b>134,885.2</b>  | <b>0.0</b>            |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - CMDP</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - CMDP</b>           |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - CMDP</b>           |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020

BUDGET JUSTIFICATION

**PROPOSITION 204 BEHAVIORAL HEALTH**

**PROPOSITION 204 BEHAVIORAL HEALTH**

**PROGRAM DESCRIPTION:**

The Medicaid Behavioral Health – Proposition 204 program provides behavioral health services to Title XIX-eligible clients. It covers individuals with incomes that exceed the income limits for the Traditional population, but are below 100% of the Federal Poverty Level (FPL). Enrollment in the program was frozen on July 8, 2011. The freeze ended when the Affordable Care Act (ACA) was implemented, effective January 1, 2014.

Funding is included for three different service categories:

- Serious Mental Illness (SMI)
- Children’s Behavioral Health (CBH) or Serious Emotional Disturbance (SED)
- General Mental Health and Substance Abuse (GMH/SA)

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016, this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.

**AHCCCS Complete Care (ACC) Integration**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members’ health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO’s) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**PROPOSITION 204 BEHAVIORAL HEALTH**

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

**STATUTORY AUTHORITY:**

- Laws 2001, Chapter 344.
- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S. Title 36, Chapter 34, Article 1.

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Medicaid Behavioral Health - Prop 204

| Expenditure Categories                    | FY 2018          | FY 2019    | FY 2020     | FY 2020       |
|---|------------------|------------|-------------|---------------|
|   | Actual           | Expd. Plan | Fund. Issue | Total Request |
| 6000 Personal Services                    | 0.0              | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0              | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0              | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0              | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0              | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0              | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 845,162.1        | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0              | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0              | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0              | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0              | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0              | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0              | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>845,162.1</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

| Fund Source  | 1000-A           | 1303-N     | 2120-N     | Fund Source Total: |
|--|------------------|------------|------------|--------------------|
| <b>Appropriated Funds</b>                                |                  |            |            |                    |
| 1000-A General Fund (Appropriated)                       | 118,628.0        | 0.0        | 0.0        | 118,628.0          |
| <b>Non-Appropriated Funds</b>                            |                  |            |            |                    |
| 1303-N Proposition 204 Protection Account (TPTF) (Non-A) | 21,150.1         | 0.0        | 0.0        | 21,150.1           |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 705,384.0        | 0.0        | 0.0        | 705,384.0          |
|  | 726,534.1        | 0.0        | 0.0        | 726,534.1          |
| <b>Fund Source Total:</b>                                | <b>845,162.1</b> | <b>0.0</b> | <b>0.0</b> | <b>845,162.1</b>   |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** Medicaid Behavioral Health - Prop 204

|   |                  |            |            |            |
|---|------------------|------------|------------|------------|
| <b>Fund:</b> 1000-A General Fund          |                  |            |            |            |
| <b>Appropriated</b>                       |                  |            |            |            |
| 6000 Personal Services                    | 0.0              | 0.0        | 0.0        | 0.0        |
| 6100 Employee Related Expenses            | 0.0              | 0.0        | 0.0        | 0.0        |
| 6200 Professional and Outside Services    | 0.0              | 0.0        | 0.0        | 0.0        |
| 6500 Travel In-State                      | 0.0              | 0.0        | 0.0        | 0.0        |
| 6600 Travel Out of State                  | 0.0              | 0.0        | 0.0        | 0.0        |
| 6700 Food                                 | 0.0              | 0.0        | 0.0        | 0.0        |
| 6800 Aid to Organizations and Individuals | 118,628.0        | 0.0        | 0.0        | 0.0        |
| 7000 Other Operating Expenses             | 0.0              | 0.0        | 0.0        | 0.0        |
| 8000 Equipment                            | 0.0              | 0.0        | 0.0        | 0.0        |
| 8100 Capital Outlay                       | 0.0              | 0.0        | 0.0        | 0.0        |
| 8600 Debt Service                         | 0.0              | 0.0        | 0.0        | 0.0        |
| 9000 Cost Allocation                      | 0.0              | 0.0        | 0.0        | 0.0        |
| 9100 Transfers                            | 0.0              | 0.0        | 0.0        | 0.0        |
| <b>Appropriated Total:</b>                | <b>118,628.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |
| <b>Fund Total:</b>                        | <b>118,628.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

|  |          |     |     |     |
|--|----------|-----|-----|-----|
| <b>Fund:</b> 1303-N Proposition 204 Protection Account (TPTF) Fund |          |     |     |     |
| <b>Non-Appropriated</b>  |          |     |     |     |
| 6000 Personal Services   | 0.0      | 0.0 | 0.0 | 0.0 |
| 6100 Employee Related Expenses                                     | 0.0      | 0.0 | 0.0 | 0.0 |
| 6200 Professional and Outside Services                             | 0.0      | 0.0 | 0.0 | 0.0 |
| 6500 Travel In-State   | 0.0      | 0.0 | 0.0 | 0.0 |
| 6600 Travel Out of State   | 0.0      | 0.0 | 0.0 | 0.0 |
| 6700 Food  | 0.0      | 0.0 | 0.0 | 0.0 |
| 6800 Aid to Organizations and Individuals                          | 21,150.1 | 0.0 | 0.0 | 0.0 |
| 7000 Other Operating Expenses                                      | 0.0      | 0.0 | 0.0 | 0.0 |
| 8000 Equipment   | 0.0      | 0.0 | 0.0 | 0.0 |
| 8100 Capital Outlay  | 0.0      | 0.0 | 0.0 | 0.0 |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:   | Arizona Health Care Cost Containment System           |            |             |               |
|---|---|------------|-------------|---------------|
|   | FY 2018   | FY 2019    | FY 2020     | FY 2020       |
|   | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Medicaid Behavioral Health - Prop 204 |   |            |             |               |
| <b>Fund:</b> 1303-N                                   | <b>Proposition 204 Protection Account (TPTF) Fund</b> |            |             |               |
| <b>Non-Appropriated</b>                               |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                        | <b>21,150.1</b>                                       | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                    | <b>21,150.1</b>                                       | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2120-N                                   | <b>AHCCCS Fund</b>                                    |            |             |               |
| <b>Non-Appropriated</b>                               |   |            |             |               |
| 6000 Personal Services                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                        | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                              | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals             | 705,384.0   | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                                  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers  | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                        | <b>705,384.0</b>                                      | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                    | <b>705,384.0</b>                                      | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Program Total For Selected Funds:</b>              |   |            |             |               |
|   | 845,162.1   | 0.0        | 0.0         | 0.0           |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health - Prop 204       |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 845,162.1         | 0.0                   |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Prop 204</b>       |

|   | <u>FY 2018<br/>Actual</u> | <u>FY 2019<br/>Expd. Plan</u> |
|---|---------------------------|-------------------------------|
| <b>Expenditure Category Total</b>                                 | <b>845,162.1</b>          | <b>0.0</b>                    |
| <b>Appropriated</b>   |                           |                               |
| 1000-A General Fund (Appropriated)                                | 118,628.0                 | 0.0                           |
|   | <b>118,628.0</b>          | <b>0.0</b>                    |
| <b>Non-Appropriated</b>   |                           |                               |
| 1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriate | 21,150.1                  | 0.0                           |
| 2120-N AHCCCS Fund (Non-Appropriated)                             | 705,384.0                 | 0.0                           |
|   | <b>726,534.1</b>          | <b>0.0</b>                    |
| <b>Fund Source Total</b>  | <b>845,162.1</b>          | <b>0.0</b>                    |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Prop 204</b>       |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Prop 204</b>       |

|   | <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---|---------------------------------|-------------------------------------|
| Document shredding and Destruction Services               | 0.0                             |                                     |
| Translation and Sign Language Services                    | 0.0                             |                                     |
| Distribution To State Universities                        | 0.0                             |                                     |
| Other Intrastate Distributions                            | 0.0                             |                                     |
| Awards  | 0.0                             |                                     |
| Entertainment And Promotional Items                       | 0.0                             |                                     |
| Dues  | 0.0                             |                                     |
| Books- Subscriptions And Publications                     | 0.0                             |                                     |
| Costs For Digital Image Or Microfilm                      | 0.0                             |                                     |
| Revolving Fund Advances                                   | 0.0                             |                                     |
| Credit Card Fees Over Approved Limit                      | 0.0                             |                                     |
| Relief Bill Expenditures                                  | 0.0                             |                                     |
| Surplus Property Distr To State Agencies                  | 0.0                             |                                     |
| Security Services   | 0.0                             |                                     |
| Judgments - Damages                                       | 0.0                             |                                     |
| ICA Payments to Claimants Confidential                    | 0.0                             |                                     |
| Jdgmnt-Confidential Restitution To Indiv                  | 0.0                             |                                     |
| Judgments - Non-Confidential Restitution                  | 0.0                             |                                     |
| Judgments - Punitive And Compensatory                     | 0.0                             |                                     |
| Pmts Made to Resolve/Disputes/Avoid Costs of Litigation   | 0.0                             |                                     |
| Pmts For Contracted State Inmate Labor                    | 0.0                             |                                     |
| Payments To State Inmates                                 | 0.0                             |                                     |
| Bad Debt Expense  | 0.0                             |                                     |
| Interview Expense   | 0.0                             |                                     |
| Employee Relocations-Nontaxable                           | 0.0                             |                                     |
| Employee Relocations-Taxable                              | 0.0                             |                                     |
| Non-Confidential Invest/Legal/Law Enf                     | 0.0                             |                                     |
| Conf/Sensitive Invest/Legal/Undercover                    | 0.0                             |                                     |
| Fingerprinting, Background Checks, Etc.                   | 0.0                             |                                     |
| Other Miscellaneous Operating                             | 0.0                             |                                     |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>                      | <b>0.0</b>                          |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Prop 204</b>       |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020

BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH – EXPANSION

## **MEDICAID BEHAVIORAL HEALTH – EXPANSION**

### **PROGRAM DESCRIPTION:**

The Medicaid Behavioral Health – Expansion program provides behavioral health services to Title XIX-eligible clients. Under the Affordable Care Act (ACA), it covers adults with incomes from 100% to 133% of the Federal Poverty Level (FPL), who are not eligible for another Medicaid program.

Funding is included for three different service categories:

- Serious Mental Illness (SMI)
- Children’s Behavioral Health (CBH) or Serious Emotional Disturbance (SED)
- General Mental Health and Substance Abuse (GMH/SA)

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016, this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.

### **AHCCCS Complete Care (ACC) Integration**

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members’ health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO’s) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

**MEDICAID BEHAVIORAL HEALTH – EXPANSION**

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

**STATUTORY AUTHORITY:**

Patient Protection and Affordable Care Act, 42 U.S.C. § 18001 (2010).  
Laws 2013, First Special Session, Chapter 10.  
Laws 2015, Chapter 19.  
Laws 2015, Chapter 195.  
A.R.S. Title 36, Chapter 34, Article 1.

# Program Budget Unit Summary of Expenditures and Budget Request for All Funds

**Agency:** Arizona Health Care Cost Containment System  
**Program:** Medicaid Behavioral Health - Expansion

| Expenditure Categories                    | FY 2018         | FY 2019    | FY 2020     | FY 2020       |
|---|-----------------|------------|-------------|---------------|
|   | Actual          | Expd. Plan | Fund. Issue | Total Request |
| 0000 FTE                                  | 0.0             | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                    | 0.0             | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses            | 0.0             | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services    | 0.0             | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                      | 0.0             | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                  | 0.0             | 0.0        | 0.0         | 0.0           |
| 6700 Food                                 | 0.0             | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals | 91,976.2        | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses             | 0.0             | 0.0        | 0.0         | 0.0           |
| 8000 Equipment                            | 0.0             | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                       | 0.0             | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                         | 0.0             | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                      | 0.0             | 0.0        | 0.0         | 0.0           |
| 9100 Transfers                            | 0.0             | 0.0        | 0.0         | 0.0           |
| <b>Expenditure Categories Total:</b>      | <b>91,976.2</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |

**Expenditure Categories Total:**

**Fund Source**

| Appropriated Funds                            | FY 2018         | FY 2019    | FY 2020     | FY 2020       |
|---|-----------------|------------|-------------|---------------|
|   | Actual          | Expd. Plan | Fund. Issue | Total Request |
| 1000-A General Fund (Appropriated)            | 4,646.4         | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Funds</b>                 | 4,646.4         | 0.0        | 0.0         | 0.0           |
| 2000-N Federal Grant (Non-Appropriated)       | 0.0             | 0.0        | 0.0         | 0.0           |
| 2120-N AHCCCS Fund (Non-Appropriated)         | 86,848.5        | 0.0        | 0.0         | 0.0           |
| 2576-N Hospital Assessment (Non-Appropriated) | 481.3           | 0.0        | 0.0         | 0.0           |
| <b>Fund Source Total:</b>                     | <b>87,329.8</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Source Total:</b>                     | <b>91,976.2</b> | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:                                       | Arizona Health Care Cost Containment System |                                      | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|---|---|--------------------------------------|---------|------------|-------------|---------------|
| Program:                                      | 1000-A                                      | General Fund                         | Actual  | Expd. Plan | Fund. Issue | Total Request |
| <b>Medicaid Behavioral Health - Expansion</b> |   |                                      |         |            |             |               |
| <b>Fund:</b>                                  | <b>1000-A</b>                               | <b>General Fund</b>                  |         |            |             |               |
| <b>Appropriated</b>                           |   |                                      |         |            |             |               |
|   | 0000  | FTE                                  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6000  | Personal Services                    | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6100  | Employee Related Expenses            | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6200  | Professional and Outside Services    | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6500  | Travel In-State                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6600  | Travel Out of State                  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6700  | Food                                 | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6800  | Aid to Organizations and Individuals | 4,646.4 | 0.0        | 0.0         | 0.0           |
|   | 7000  | Other Operating Expenses             | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 8000  | Equipment                            | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 8100  | Capital Outlay                       | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 8600  | Debt Service                         | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 9000  | Cost Allocation                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 9100  | Transfers                            | 0.0     | 0.0        | 0.0         | 0.0           |
|   | <b>Appropriated Total:</b>                  |                                      | 4,646.4 | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                            |   |                                      | 4,646.4 | 0.0        | 0.0         | 0.0           |
| <b>Fund:</b>                                  | <b>2000-N</b>                               | <b>Federal Grant Fund</b>            |         |            |             |               |
| <b>Non-Appropriated</b>                       |   |                                      |         |            |             |               |
|   | 0000  | FTE                                  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6000  | Personal Services                    | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6100  | Employee Related Expenses            | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6200  | Professional and Outside Services    | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6500  | Travel In-State                      | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6600  | Travel Out of State                  | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6700  | Food                                 | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 6800  | Aid to Organizations and Individuals | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 7000  | Other Operating Expenses             | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 8000  | Equipment                            | 0.0     | 0.0        | 0.0         | 0.0           |
|   | 8100  | Capital Outlay                       | 0.0     | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Medicaid Behavioral Health - Expansion |   |            |             |               |
| <b>Fund:</b> 2000-N Federal Grant Fund                 |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 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           |
| <b>Non-Appropriated Total:</b>                         | <b>0.0</b>                                  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                     | <b>0.0</b>                                  | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2120-N AHCCCS Fund                        |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 6000 Personal Services                                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                         | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                 | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals              | 86,848.5                                    | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                         | <b>86,848.5</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund Total:</b>                                     | <b>86,848.5</b>                             | <b>0.0</b> | <b>0.0</b>  | <b>0.0</b>    |
| <b>Fund:</b> 2576-N Hospital Assessment                |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 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 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> Medicaid Behavioral Health - Expansion |   |            |             |               |
| <b>Fund:</b> 2576-N Hospital Assessment                |   |            |             |               |
| <b>Non-Appropriated</b>                                |   |            |             |               |
| 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              | 481.3                                       | 0.0        | 0.0         | 0.0           |
| 7000 Other Operating Expenses                          | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay                                    | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service                                      | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation                                   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Non-Appropriated Total:</b>                         | 481.3                                       | 0.0        | 0.0         | 0.0           |
| <b>Fund Total:</b>                                     | 481.3                                       | 0.0        | 0.0         | 0.0           |
| <b>Program Total For Selected Funds:</b>               | 91,976.2                                    | 0.0        | 0.0         | 0.0           |



## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health - Expansion      |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <b>Appropriated</b>                                       |                   |                       |
| 1000-A General Fund (Appropriated)                        | 0.0               | 0.0                   |
|   | <b>0.0</b>        | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                   |                   |                       |
| 2000-N Federal Grant (Non-Appropriated)                   | 0.0               | 0.0                   |
|   | <b>0.0</b>        | <b>0.0</b>            |
| <b>Fund Source Total</b>                                  | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Expansion</b>      |

|  | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|--|-------------------|-----------------------|
| Food   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Aid to Organizations and Individuals                     | 91,976.2          | 0.0                   |
| <b>Expenditure Category Total</b>                        | <b>91,976.2</b>   | <b>0.0</b>            |
| <b>Appropriated</b>                                      |                   |                       |
| 1000-A General Fund (Appropriated)                       | 4,646.4           | 0.0                   |
|  | <b>4,646.4</b>    | <b>0.0</b>            |
| <b>Non-Appropriated</b>                                  |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 86,848.5          | 0.0                   |
| 2576-N Hospital Assessment (Non-Appropriated)            | 481.3             | 0.0                   |
|  | <b>87,329.8</b>   | <b>0.0</b>            |
| <b>Fund Source Total</b>                                 | <b>91,976.2</b>   | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Other Operating Expenses                                 |                   | 0.0                   |
| Other Operating Expenditures Budg Approp                 | 0.0               |                       |
| Other Operating Expenditures Excluded from Cost Allocati | 0.0               |                       |
| Risk Management Charges To State Agency                  | 0.0               |                       |
| Risk Management Deductible - Indemnity                   | 0.0               |                       |
| Risk Management Deductible - Legal                       | 0.0               |                       |
| Risk Management Deductible - Medical                     | 0.0               |                       |
| Risk Management Deductible - Other                       | 0.0               |                       |
| Gen Liab- Non Physical-Taxable- Self Ins                 | 0.0               |                       |
| Gross Proceeds Payments To Attorneys                     | 0.0               |                       |
| General Liability- Non-Taxable- Self Ins                 | 0.0               |                       |
| Medical Malpractice - Self-Insured                       | 0.0               |                       |
| Automobile Liability - Self Insured                      | 0.0               |                       |
| General Property Damage - Self- Insured                  | 0.0               |                       |
| Automobile Physical Damage-Self Insured                  | 0.0               |                       |
| Liability Insurance Premiums                             | 0.0               |                       |
| Property Insurance Premiums                              | 0.0               |                       |
| Workers Compensation Benefit Payments                    | 0.0               |                       |
| Self Insurance - Administrative Fees                     | 0.0               |                       |
| Self Insurance - Premiums                                | 0.0               |                       |
| Self Insurance - Claim Payments                          | 0.0               |                       |
| Self Insurance - Pharmacy Claims                         | 0.0               |                       |
| Premium Tax On Altcs                                     | 0.0               |                       |
| Other Insurance-Related Charges                          | 0.0               |                       |
| Internal Service Data Processing                         | 0.0               |                       |
| Internal Service Data Proc- Pc/Lan                       | 0.0               |                       |
| External Programming-Mainframe/Legacy                    | 0.0               |                       |
| External Programming- Pc/Lan/Serv/Web                    | 0.0               |                       |
| External Data Entry                                      | 0.0               |                       |
| Othr External Data Proc-Mainframe/Legacy                 | 0.0               |                       |
| Othr External Data Proc-Pc/Lan/Serv/Web                  | 0.0               |                       |
| Pmt for AFIS Development & Usage                         | 0.0               |                       |
| Internal Service Telecommunications                      | 0.0               |                       |
| External Telecom Long Distance-In-State                  | 0.0               |                       |
| External Telecom Long Distance-Out-State                 | 0.0               |                       |
| Other External Telecommunication Service                 | 0.0               |                       |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Expansion</b>      |

|  | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Expansion</b>      |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>Medicaid Behavioral Health - Expansion</b>      |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |

# Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | Arizona Health Care Cost Containment System |
| <b>Program:</b> | Medicaid Behavioral Health - Expansion      |

| <u>FY 2018</u><br><u>Actual</u> | <u>FY 2019</u><br><u>Expd. Plan</u> |
|---------------------------------|-------------------------------------|
|---------------------------------|-------------------------------------|



FISCAL YEAR 2020

BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

## COMPREHENSIVE MEDICAL AND DENTAL PLAN

### PROGRAM DESCRIPTION:

The Comprehensive Medical and Dental Program (CMDP) is the health plan responsible for ensuring, in partnership with foster care providers, the provision of appropriate and quality health care services for the well-being of Arizona's children in foster care. For those children in foster care, not qualifying for long-term care services, who are Title XIX or KidsCare eligible, CMDP is also the assigned AHCCCS health plan. CMDP pays for health care services for Arizona's children in foster care placed in and outside of the state of Arizona and cares for children and youth in out-of-home placement from birth to 18 years, and up to age 21 in rare instances when the member is not Title XIX eligible. CMDP is a program within the Arizona Department of Economic Security (DES), Division of Children, Youth and Families (DCYF) formed in July 1970 by state law (A.R.S. 8-512).

The SFY18 budget appropriated acute care funding for this population within the Traditional Medical Services line and behavioral health funding with the Medicaid Behavioral Health CMDP line. Beginning in SFY19, to reflect AHCCCS's new integration of care contracts, funding was consolidated under the CMDP line. Beginning in SFY19, AHCCCS will contract with "AHCCCS Complete Care" health plans for services covering the full spectrum of physical and behavioral health services for most populations including CMDP.

Effective October 1, 2018, several significant program changes will take place in order to integrate the provision of physical and behavioral health services by MCOs. Capitation rates for these programs were developed as integrated rates. In addition to physical health services, DCS/CMDP now covers services previously provided under the Children's Rehabilitative Services (CRS) program. All behavioral health services will be provided by the RBHAs, including those for members previously enrolled in CRS.

DATE PREPARED

08/27/18



**CMDP Budget Methodology:**

***Member Growth***

The following table shows actual and projected member months for CMDP as of June of each year for FY 2018 through FY 2020.

| <b>Fiscal Year</b>    | <b>Total CMDP</b> |
|-----------------------|-------------------|
| June 2018 (actual)    | 14,451            |
| June 2019 (projected) | 13,568            |
| June 2020 (projected) | 13,516            |

Member months are forecast based on an estimated 0.39% annual percent decrease provided to AHCCCS by DCS.



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

***CMDP Rates***

The changes in rates for SFY 2018 through SFY 2020 are shown below. To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the CMDP for CYE 19. Prior to this, rates had been set separately for prospective and prior period.

| CAPITATION RATES    |            |
|---------------------|------------|
| Rate Period         | CMDP Rates |
| 2018 (Eff. 7/1/18)  | \$279.18   |
| 2019 (Eff. 10/1/18) | \$298.38   |
| 2019 (Eff. 7/1/19)  | \$302.09   |
| 2020 (Eff. 10/1/19) | \$305.84   |



FISCAL YEAR 2020  
BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

The overall rate adjustment for CMDP in CYE 2019 is an increase of 23.2% from the most recently submitted rates effective January 1, 2018. Several factors contributed to this increase:

- 7.2 percentage points are attributable to rebasing gross medical expenses to reflect the more current actual experience of the program. The observed increase in expenses is likely attributable to higher utilization resulting from the care management “onboarding” initiative by CMDP to ensure new members receive timely services, as well as the potential higher acuity of current CMDP members.
- 6.2 percentage points are attributable to benefit cost assumptions, including utilization and unit cost trends.
- 6.8 percentage points are attributable to recognition of care management costs as a non-benefit cost component of the CMDP rate. Previous rate certifications for CMDP did not discretely identify and fund allowable care management activities performed by CMDP program staff. DCS/CMDP has since identified the costs of specific care management activities, which are now included in the capitation rate.
- 1.7 percentage points are attributable to increased administrative expenses, including spreading fixed administrative costs across fewer member months.
- 1.3 percentage points are attributable to the addition of care management and administrative expenses associated with the anticipated transition of Children’s Rehabilitative Services (CRS) activities to CMDP, effective October 1, 2018. In advance of the programmatic transition, CMDP is required to hire and train staff for this purpose, effective July 1, 2018.

The CYE 2019 rate increase of 23.2% is in contrast to rate decreases of -9.4% in CYE 2017 and -3.3% in CYE 2018. In the same period July 2016 to April 2018, enrollment in CMDP has declined by -19.6%.

The significant contraction of program membership in a short period of time means that fixed administrative and care management costs are now spread out across fewer member months, and so reflect a higher proportion of the overall capitation rate. The steep decline in membership has also resulted in more volatility in medical expenses due to changes in the acuity mix within a smaller risk group.



FISCAL YEAR 2020

BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

**FMAP:**

It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

| FFY                    | FMAP   |
|------------------------|--------|
| Oct. 2017 – Sept. 2018 | 69.89% |
| Oct. 2018 – Sept. 2019 | 69.81% |
| Oct. 2019 – Sept. 2020 | 69.48% |

**PROPOSED SOLUTION:**

AHCCCS is requesting decrease of \$3,713,600 Total Fund (\$655,400 General Fund decrease) for the Comprehensive Medical and Dental Plan (DCP) compared to the FY 2019 appropriation.

**Performance Measures to quantify the success of the solution:**

- AHCCCS member enrollment in CMDP.
- Maintain the % of overall Health Plan compliance with key indicators at  $\geq 99\%$ .

**Statutory Authority:**

A.R.S. Chapter 4, Article 4, 8-512.



**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM  
 COMPREHENSIVE MEDICAL AND DENTAL PROGRAM  
 CMDP ALL EXPENDITURES**

|                          | FY 2018<br>Actual | FY 2019<br>Allocation | FY 2019<br>Rebase | FY 2020<br>Request | FY 2020<br>Inc/(Dec) |
|--------------------------|-------------------|-----------------------|-------------------|--------------------|----------------------|
| General Fund             | 55,172,809        | 60,213,900            | 56,522,500        | 59,558,500         | (655,400)            |
| Subtotal State Match     | 55,172,809        | 60,213,900            | 56,522,500        | 59,558,500         | (655,400)            |
| Federal Title XIX        | 127,568,903       | 139,700,600           | 131,481,100       | 136,642,400        | (3,058,200)          |
| Subtotal Federal Funding | 127,568,903       | 139,700,600           | 131,481,100       | 136,642,400        | (3,058,200)          |
| Grand Total              | 182,741,712       | 199,914,500           | 188,003,600       | 196,200,900        | (3,713,600)          |

TOTAL FUND

FY 18 ACTUAL

|               | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18     | TOTAL       |
|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| CMDP Reg FMAP | 3,685,512  | 3,559,583  | 3,519,490  | 3,455,629  | 3,425,510  | 3,415,310  | 3,415,470  | 3,426,600  | 3,436,406  | 3,424,271  | 3,384,546  | 3,345,366  | 41,493,692  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 349        | 240        | 143        | 139        | 226        | 313        | 29         | -          | 477        | 5,331      | 58         | -          | 7,304       |
| CMDP KidsCare | 888        | 468        | 152        | 244        | 695        | 433        | -          | 228        | 7          | 226        | 226        | 226        | 3,794       |
| CMDP NEC      | 10,740     | 10,673     | 12,315     | 11,178     | 11,929     | 11,637     | 10,538     | 9,712      | 9,824      | 8,223      | 9,227      | 9,497      | 125,493     |
| PH CAP TOTAL  | 3,697,489  | 3,570,965  | 3,532,100  | 3,467,188  | 3,438,359  | 3,427,693  | 3,426,037  | 3,436,540  | 3,446,714  | 3,438,051  | 3,394,057  | 3,355,090  | 41,630,284  |
| CMDP Reg FMAP | 13,283,674 | 12,982,911 | 12,637,407 | 11,216,795 | 11,147,622 | 10,923,007 | 10,950,234 | 11,006,040 | 11,015,307 | 10,997,338 | 10,864,249 | 10,767,919 | 137,792,504 |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 1,317      | 798        | 467        | 385        | 627        | 1,163      | 119        | -          | 1,255      | 18,266     | 162        | -          | 24,559      |
| CMDP KidsCare | -          | 35         | 35         | 37         | 37         | 37         | -          | 4          | -          | -          | -          | -          | 185         |
| CMDP NEC      | 39,140     | 41,863     | 47,018     | 39,055     | 39,724     | 38,429     | 32,574     | 30,950     | 31,253     | 26,664     | 30,299     | 31,137     | 428,104     |
| BH CAP TOTAL  | 13,324,132 | 13,025,606 | 12,684,926 | 11,256,271 | 11,188,011 | 10,962,636 | 10,982,927 | 11,036,994 | 11,047,815 | 11,042,268 | 10,894,710 | 10,799,055 | 138,245,351 |
| CMDP Reg FMAP | 89,333     | 60,975     | 23,620     | 54,464     | 42,470     | 151,793    | 281,122    | 43,604     | 111,926    | 465,983    | 1,417,425  | 123,362    | 2,866,077   |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP KidsCare | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP NEC      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| REIN TOTAL    | 89,333     | 60,975     | 23,620     | 54,464     | 42,470     | 151,793    | 281,122    | 43,604     | 111,926    | 465,983    | 1,417,425  | 123,362    | 2,866,077   |
| TOTAL         | 17,110,954 | 16,657,546 | 16,240,646 | 14,777,924 | 14,668,840 | 14,542,122 | 14,690,086 | 14,517,139 | 14,606,455 | 14,946,302 | 15,706,192 | 14,277,507 | 182,741,712 |

TOTAL FUND

FY 19 REBASE

|               | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| CMDP Reg FMAP | 3,787,600  | 3,786,400  | 3,785,200  | 4,044,300  | 4,042,900  | 4,041,600  | 4,040,300  | 4,039,000  | 4,037,600  | 4,036,400  | 4,035,000  | 4,033,800  | 47,710,100  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 700        | 700        | 700        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 9,300       |
| CMDP KidsCare | 1,400      | 1,400      | 1,400      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 17,700      |
| CMDP NEC      | 11,900     | 11,900     | 11,900     | 12,700     | 12,700     | 12,700     | 12,600     | 12,600     | 12,600     | 12,600     | 12,600     | 12,600     | 149,400     |
| PH CAP TOTAL  | 3,801,600  | 3,800,400  | 3,799,200  | 4,059,300  | 4,057,900  | 4,056,600  | 4,055,200  | 4,053,900  | 4,052,500  | 4,051,300  | 4,049,900  | 4,048,700  | 47,886,500  |
| CMDP Reg FMAP | 10,277,600 | 10,274,400 | 10,271,000 | 11,722,600 | 11,718,700 | 11,714,900 | 11,711,100 | 11,707,400 | 11,703,500 | 11,699,700 | 11,695,900 | 11,692,100 | 136,188,900 |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 2,000      | 2,000      | 2,000      | 2,200      | 2,200      | 2,200      | 2,200      | 2,200      | 2,200      | 2,200      | 2,200      | 2,200      | 25,800      |
| CMDP KidsCare | 3,800      | 3,800      | 3,800      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 50,100      |
| CMDP NEC      | 32,200     | 32,200     | 32,200     | 36,700     | 36,700     | 36,700     | 36,700     | 36,700     | 36,600     | 36,600     | 36,600     | 36,600     | 426,500     |
| BH CAP TOTAL  | 10,315,600 | 10,312,400 | 10,309,000 | 11,765,800 | 11,761,900 | 11,758,100 | 11,754,300 | 11,750,600 | 11,746,600 | 11,742,800 | 11,739,000 | 11,735,200 | 136,691,300 |
| CMDP Reg FMAP | 258,800    | 323,500    | 258,600    | 331,800    | 265,400    | 265,300    | 331,400    | 265,200    | 265,000    | 264,900    | 331,100    | 264,800    | 3,425,800   |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP KidsCare | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP NEC      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| REIN TOTAL    | 258,800    | 323,500    | 258,600    | 331,800    | 265,400    | 265,300    | 331,400    | 265,200    | 265,000    | 264,900    | 331,100    | 264,800    | 3,425,800   |
| TOTAL         | 14,376,000 | 14,436,300 | 14,366,800 | 16,156,900 | 16,085,200 | 16,080,000 | 16,140,900 | 16,069,700 | 16,064,100 | 16,059,000 | 16,120,000 | 16,048,700 | 188,003,600 |

TOTAL FUND

FY 20 REQUEST

|               | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| CMDP Reg FMAP | 4,082,600  | 4,081,100  | 4,079,800  | 4,129,200  | 4,127,700  | 4,126,400  | 4,125,200  | 4,123,800  | 4,122,500  | 4,121,200  | 4,119,600  | 4,118,400  | 49,357,500  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 800        | 9,600       |
| CMDP KidsCare | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 18,000      |
| CMDP NEC      | 12,800     | 12,800     | 12,800     | 12,900     | 12,900     | 12,900     | 12,900     | 12,900     | 12,900     | 12,900     | 12,900     | 12,900     | 154,500     |
| PH CAP TOTAL  | 4,097,700  | 4,096,200  | 4,094,900  | 4,144,400  | 4,142,900  | 4,141,600  | 4,140,400  | 4,139,000  | 4,137,700  | 4,136,400  | 4,134,800  | 4,133,600  | 49,539,600  |
| CMDP Reg FMAP | 11,688,300 | 11,684,600 | 11,680,600 | 11,968,800 | 11,964,800 | 11,961,000 | 11,957,000 | 11,953,200 | 11,949,300 | 11,945,400 | 11,941,400 | 11,937,700 | 142,632,100 |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 2,200      | 2,200      | 2,200      | 2,300      | 2,300      | 2,300      | 2,300      | 2,300      | 2,300      | 2,300      | 2,300      | 2,300      | 27,300      |
| CMDP KidsCare | 4,300      | 4,300      | 4,300      | 4,400      | 4,400      | 4,400      | 4,400      | 4,400      | 4,400      | 4,400      | 4,400      | 4,400      | 52,500      |
| CMDP NEC      | 36,600     | 36,600     | 36,600     | 37,500     | 37,500     | 37,400     | 37,400     | 37,400     | 37,400     | 37,400     | 37,400     | 37,400     | 446,600     |
| BH CAP TOTAL  | 11,731,400 | 11,727,700 | 11,723,700 | 12,013,000 | 12,009,000 | 12,005,100 | 12,001,100 | 11,997,300 | 11,993,400 | 11,989,500 | 11,985,500 | 11,981,800 | 143,158,500 |
| CMDP Reg FMAP | 330,900    | 264,500    | 264,400    | 339,300    | 271,300    | 271,200    | 339,000    | 271,100    | 271,000    | 338,600    | 270,800    | 270,700    | 3,502,800   |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP KidsCare | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP NEC      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| REIN TOTAL    | 330,900    | 264,500    | 264,400    | 339,300    | 271,300    | 271,200    | 339,000    | 271,100    | 271,000    | 338,600    | 270,800    | 270,700    | 3,502,800   |
| TOTAL         | 16,160,000 | 16,088,400 | 16,083,000 | 16,496,700 | 16,423,200 | 16,417,900 | 16,480,500 | 16,407,400 | 16,402,100 | 16,464,500 | 16,391,100 | 16,386,100 | 196,200,900 |

FEDERAL FUND

FY 18 ACTUAL

|               | Jul-17     | Aug-17     | Sep-17     | Oct-17     | Nov-17     | Dec-17     | Jan-18     | Feb-18     | Mar-18     | Apr-18     | May-18     | Jun-18    | TOTAL       |
|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-----------|-------------|
| CMDP Reg FMAP | 2,551,848  | 2,464,655  | 2,436,895  | 2,415,139  | 2,394,089  | 2,386,960  | 2,387,072  | 2,394,851  | 2,401,704  | 2,393,223  | 2,365,459  | 2,338,077 | 28,929,972  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -         | -           |
| CMDP ESA      | 314        | 216        | 128        | 125        | 203        | 281        | 27         | -          | 437        | 4,882      | 53         | -         | 6,666       |
| CMDP KidsCare | 888        | 468        | 152        | 244        | 695        | 433        | -          | 228        | 7          | 226        | 226        | 226       | 3,794       |
| CMDP NEC      | 10,740     | 10,673     | 12,315     | 11,178     | 11,929     | 11,637     | 10,538     | 9,712      | 9,824      | 8,223      | 9,227      | 9,497     | 125,493     |
| PH CAP TOTAL  | 2,563,790  | 2,476,013  | 2,449,491  | 2,426,685  | 2,406,916  | 2,399,312  | 2,397,637  | 2,404,791  | 2,411,972  | 2,406,554  | 2,374,966  | 2,347,800 | 29,065,925  |
| CMDP Reg FMAP | 9,197,616  | 8,989,368  | 8,750,140  | 7,839,418  | 7,791,073  | 7,634,090  | 7,653,119  | 7,692,122  | 7,698,598  | 7,686,040  | 7,593,024  | 7,525,698 | 96,050,305  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -         | -           |
| CMDP ESA      | 1,184      | 717        | 420        | 346        | 565        | 1,046      | 109        | -          | 1,149      | 16,730     | 148        | -         | 22,413      |
| CMDP KidsCare | -          | 35         | 35         | 37         | 37         | 37         | -          | 4          | -          | -          | -          | -         | 185         |
| CMDP NEC      | 39,140     | 41,863     | 47,018     | 39,055     | 39,724     | 38,429     | 32,574     | 30,950     | 31,253     | 26,664     | 30,299     | 31,137    | 428,104     |
| BH CAP TOTAL  | 9,237,940  | 9,031,982  | 8,797,612  | 7,878,856  | 7,831,399  | 7,673,602  | 7,685,801  | 7,723,076  | 7,731,000  | 7,729,434  | 7,623,471  | 7,556,835 | 96,501,007  |
| CMDP Reg FMAP | 61,854     | 42,219     | 16,354     | 38,065     | 29,682     | 106,088    | 196,476    | 30,475     | 78,225     | 325,675    | 990,638    | 86,217    | 2,001,971   |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -         | -           |
| CMDP ESA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -         | -           |
| CMDP KidsCare | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -         | -           |
| CMDP NEC      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -         | -           |
| REIN TOTAL    | 61,854     | 42,219     | 16,354     | 38,065     | 29,682     | 106,088    | 196,476    | 30,475     | 78,225     | 325,675    | 990,638    | 86,217    | 2,001,971   |
| TOTAL         | 11,863,584 | 11,550,213 | 11,263,457 | 10,343,606 | 10,267,997 | 10,179,002 | 10,279,914 | 10,158,342 | 10,221,198 | 10,461,663 | 10,989,075 | 9,990,853 | 127,568,903 |

FEDERAL FUND

FY 19 REBASE

|               | Jul-18     | Aug-18     | Sep-18     | Oct-18     | Nov-18     | Dec-18     | Jan-19     | Feb-19     | Mar-19     | Apr-19     | May-19     | Jun-19     | TOTAL       |
|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| CMDP Reg FMAP | 2,647,200  | 2,646,300  | 2,645,600  | 2,823,300  | 2,822,500  | 2,821,500  | 2,820,500  | 2,819,600  | 2,818,700  | 2,817,900  | 2,816,900  | 2,815,900  | 33,315,900  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 8,400       |
| CMDP KidsCare | 1,400      | 1,400      | 1,400      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 1,500      | 17,700      |
| CMDP NEC      | 11,900     | 11,900     | 11,900     | 12,700     | 12,700     | 12,700     | 12,600     | 12,600     | 12,600     | 12,600     | 12,600     | 12,600     | 149,400     |
| PH CAP TOTAL  | 2,661,200  | 2,660,300  | 2,659,600  | 2,838,200  | 2,837,400  | 2,836,400  | 2,835,300  | 2,834,400  | 2,833,500  | 2,832,700  | 2,831,700  | 2,830,700  | 33,491,400  |
| CMDP Reg FMAP | 7,183,100  | 7,180,800  | 7,178,500  | 8,183,500  | 8,180,900  | 8,178,200  | 8,175,500  | 8,172,800  | 8,170,000  | 8,167,500  | 8,164,900  | 8,162,100  | 95,097,800  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 1,800      | 1,800      | 1,800      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 23,400      |
| CMDP KidsCare | 3,800      | 3,800      | 3,800      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 4,300      | 50,100      |
| CMDP NEC      | 32,200     | 32,200     | 32,200     | 36,700     | 36,700     | 36,700     | 36,700     | 36,700     | 36,600     | 36,600     | 36,600     | 36,600     | 426,500     |
| BH CAP TOTAL  | 7,220,900  | 7,218,600  | 7,216,300  | 8,226,500  | 8,223,900  | 8,221,200  | 8,218,500  | 8,215,800  | 8,212,900  | 8,210,400  | 8,207,800  | 8,205,000  | 95,597,800  |
| CMDP Reg FMAP | 180,900    | 226,000    | 180,800    | 231,700    | 185,200    | 185,200    | 231,400    | 185,000    | 184,900    | 184,900    | 231,100    | 184,800    | 2,391,900   |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP KidsCare | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP NEC      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| REIN TOTAL    | 180,900    | 226,000    | 180,800    | 231,700    | 185,200    | 185,200    | 231,400    | 185,000    | 184,900    | 184,900    | 231,100    | 184,800    | 2,391,900   |
| TOTAL         | 10,063,000 | 10,104,900 | 10,056,700 | 11,296,400 | 11,246,500 | 11,242,800 | 11,285,200 | 11,235,200 | 11,231,300 | 11,228,000 | 11,270,600 | 11,220,500 | 131,481,100 |

FEDERAL FUND

FY 20 REQUEST

|               | Jul-19     | Aug-19     | Sep-19     | Oct-19     | Nov-19     | Dec-19     | Jan-20     | Feb-20     | Mar-20     | Apr-20     | May-20     | Jun-20     | TOTAL       |
|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
| CMDP Reg FMAP | 2,850,000  | 2,849,100  | 2,848,100  | 2,868,900  | 2,867,900  | 2,867,100  | 2,866,100  | 2,865,200  | 2,864,200  | 2,863,200  | 2,862,400  | 2,861,500  | 34,333,700  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 700        | 8,400       |
| CMDP KidsCare | 1,500      | 1,500      | 1,500      | 1,400      | 1,400      | 1,400      | 1,400      | 1,400      | 1,400      | 1,400      | 1,400      | 1,400      | 17,100      |
| CMDP NEC      | 12,800     | 12,800     | 12,800     | 11,700     | 11,700     | 11,700     | 11,600     | 11,600     | 11,600     | 11,600     | 11,600     | 11,600     | 143,100     |
| PH CAP TOTAL  | 2,865,000  | 2,864,100  | 2,863,100  | 2,882,700  | 2,881,700  | 2,880,900  | 2,879,800  | 2,878,900  | 2,877,900  | 2,876,900  | 2,876,100  | 2,875,200  | 34,502,300  |
| CMDP Reg FMAP | 8,159,500  | 8,156,900  | 8,154,100  | 8,316,000  | 8,313,200  | 8,310,600  | 8,307,800  | 8,305,000  | 8,302,400  | 8,299,700  | 8,297,000  | 8,294,200  | 99,216,400  |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | 2,000      | 2,000      | 2,000      | 2,100      | 2,100      | 2,100      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 2,000      | 24,300      |
| CMDP KidsCare | 4,300      | 4,300      | 4,300      | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 4,000      | 48,900      |
| CMDP NEC      | 36,600     | 36,600     | 36,600     | 33,800     | 33,800     | 33,800     | 33,800     | 33,800     | 33,800     | 33,700     | 33,700     | 33,700     | 413,700     |
| BH CAP TOTAL  | 8,202,400  | 8,199,800  | 8,197,000  | 8,355,900  | 8,353,100  | 8,350,500  | 8,347,600  | 8,344,800  | 8,342,200  | 8,339,400  | 8,336,700  | 8,333,900  | 99,703,300  |
| CMDP Reg FMAP | 231,000    | 184,700    | 184,700    | 235,700    | 188,600    | 188,500    | 235,500    | 188,400    | 188,300    | 235,300    | 188,100    | 188,000    | 2,436,800   |
| CMDP NEA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP ESA      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP KidsCare | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| CMDP NEC      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -           |
| REIN TOTAL    | 231,000    | 184,700    | 184,700    | 235,700    | 188,600    | 188,500    | 235,500    | 188,400    | 188,300    | 235,300    | 188,100    | 188,000    | 2,436,800   |
| TOTAL         | 11,298,400 | 11,248,600 | 11,244,800 | 11,474,300 | 11,423,400 | 11,419,900 | 11,462,900 | 11,412,100 | 11,408,400 | 11,451,600 | 11,400,900 | 11,397,100 | 136,642,400 |

STATE FUND

FY 18 ACTUAL

|               | Jul-17    | Aug-17    | Sep-17    | Oct-17    | Nov-17    | Dec-17    | Jan-18    | Feb-18    | Mar-18    | Apr-18    | May-18    | Jun-18    | TOTAL      |
|---------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| CMDP Reg FMAP | 1,133,663 | 1,094,928 | 1,082,595 | 1,040,490 | 1,031,421 | 1,028,350 | 1,028,398 | 1,031,749 | 1,034,702 | 1,031,048 | 1,019,087 | 1,007,290 | 12,563,721 |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | 35        | 24        | 14        | 14        | 23        | 31        | 2         | -         | 40        | 448       | 5         | -         | 638        |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PH CAP TOTAL  | 1,133,699 | 1,094,952 | 1,082,609 | 1,040,504 | 1,031,444 | 1,028,381 | 1,028,401 | 1,031,749 | 1,034,742 | 1,031,496 | 1,019,092 | 1,007,290 | 12,564,359 |
| CMDP Reg FMAP | 4,086,058 | 3,993,543 | 3,887,266 | 3,377,377 | 3,356,549 | 3,288,918 | 3,297,116 | 3,313,919 | 3,316,709 | 3,311,298 | 3,271,225 | 3,242,220 | 41,742,199 |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | 134       | 81        | 47        | 39        | 63        | 117       | 10        | -         | 106       | 1,536     | 14        | -         | 2,145      |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BH CAP TOTAL  | 4,086,192 | 3,993,624 | 3,887,314 | 3,377,416 | 3,356,612 | 3,289,034 | 3,297,126 | 3,313,919 | 3,316,814 | 3,312,835 | 3,271,239 | 3,242,220 | 41,744,344 |
| CMDP Reg FMAP | 27,479    | 18,756    | 7,265     | 16,399    | 12,788    | 45,705    | 84,646    | 13,129    | 33,701    | 140,307   | 426,787   | 37,144    | 864,106    |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REIN TOTAL    | 27,479    | 18,756    | 7,265     | 16,399    | 12,788    | 45,705    | 84,646    | 13,129    | 33,701    | 140,307   | 426,787   | 37,144    | 864,106    |
| TOTAL         | 5,247,370 | 5,107,332 | 4,977,189 | 4,434,318 | 4,400,843 | 4,363,120 | 4,410,172 | 4,358,797 | 4,385,257 | 4,484,638 | 4,717,117 | 4,286,654 | 55,172,809 |

STATE FUND

FY 19 REBASE

|               | Jul-18    | Aug-18    | Sep-18    | Oct-18    | Nov-18    | Dec-18    | Jan-19    | Feb-19    | Mar-19    | Apr-19    | May-19    | Jun-19    | TOTAL      |
|---------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| CMDP Reg FMAP | 1,140,400 | 1,140,100 | 1,139,600 | 1,221,000 | 1,220,400 | 1,220,100 | 1,219,800 | 1,219,400 | 1,218,900 | 1,218,500 | 1,218,100 | 1,217,900 | 14,394,200 |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | -         | -         | -         | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 900        |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| PH CAP TOTAL  | 1,140,400 | 1,140,100 | 1,139,600 | 1,221,100 | 1,220,500 | 1,220,200 | 1,219,900 | 1,219,500 | 1,219,000 | 1,218,600 | 1,218,200 | 1,218,000 | 14,395,100 |
| CMDP Reg FMAP | 3,094,500 | 3,093,600 | 3,092,500 | 3,539,100 | 3,537,800 | 3,536,700 | 3,535,600 | 3,534,600 | 3,533,500 | 3,532,200 | 3,531,000 | 3,530,000 | 41,091,100 |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | 200       | 200       | 200       | 200       | 200       | 200       | 200       | 200       | 200       | 200       | 200       | 200       | 2,400      |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| BH CAP TOTAL  | 3,094,700 | 3,093,800 | 3,092,700 | 3,539,300 | 3,538,000 | 3,536,900 | 3,535,800 | 3,534,800 | 3,533,700 | 3,532,400 | 3,531,200 | 3,530,200 | 41,093,500 |
| CMDP Reg FMAP | 77,900    | 97,500    | 77,800    | 100,100   | 80,200    | 80,100    | 100,000   | 80,200    | 80,100    | 80,000    | 100,000   | 80,000    | 1,033,900  |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REIN TOTAL    | 77,900    | 97,500    | 77,800    | 100,100   | 80,200    | 80,100    | 100,000   | 80,200    | 80,100    | 80,000    | 100,000   | 80,000    | 1,033,900  |
| TOTAL         | 4,313,000 | 4,331,400 | 4,310,100 | 4,860,500 | 4,838,700 | 4,837,200 | 4,855,700 | 4,834,500 | 4,832,800 | 4,831,000 | 4,849,400 | 4,828,200 | 56,522,500 |

STATE FUND

FY 20 REQUEST

|               | Jul-19    | Aug-19    | Sep-19    | Oct-19    | Nov-19    | Dec-19    | Jan-20    | Feb-20    | Mar-20    | Apr-20    | May-20    | Jun-20    | TOTAL      |
|---------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| CMDP Reg FMAP | 1,232,600 | 1,232,000 | 1,231,700 | 1,260,300 | 1,259,800 | 1,259,300 | 1,259,100 | 1,258,600 | 1,258,300 | 1,258,000 | 1,257,200 | 1,256,900 | 15,023,800 |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 1,200      |
| CMDP KidsCare | -         | -         | -         | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 100       | 900        |
| CMDP NEC      | -         | -         | -         | 1,200     | 1,200     | 1,200     | 1,300     | 1,300     | 1,300     | 1,300     | 1,300     | 1,300     | 11,400     |
| PH CAP TOTAL  | 1,232,700 | 1,232,100 | 1,231,800 | 1,261,700 | 1,261,200 | 1,260,700 | 1,260,600 | 1,260,100 | 1,259,800 | 1,259,500 | 1,258,700 | 1,258,400 | 15,037,300 |
| CMDP Reg FMAP | 3,528,800 | 3,527,700 | 3,526,500 | 3,652,800 | 3,651,600 | 3,650,400 | 3,649,200 | 3,648,200 | 3,646,900 | 3,645,700 | 3,644,400 | 3,643,500 | 43,415,700 |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | 200       | 200       | 200       | 200       | 200       | 200       | 300       | 300       | 300       | 300       | 300       | 300       | 3,000      |
| CMDP KidsCare | -         | -         | -         | 400       | 400       | 400       | 400       | 400       | 400       | 400       | 400       | 400       | 3,600      |
| CMDP NEC      | -         | -         | -         | 3,700     | 3,700     | 3,600     | 3,600     | 3,600     | 3,600     | 3,700     | 3,700     | 3,700     | 32,900     |
| BH CAP TOTAL  | 3,529,000 | 3,527,900 | 3,526,700 | 3,657,100 | 3,655,900 | 3,654,600 | 3,653,500 | 3,652,500 | 3,651,200 | 3,650,100 | 3,648,800 | 3,647,900 | 43,455,200 |
| CMDP Reg FMAP | 99,900    | 79,800    | 79,700    | 103,600   | 82,700    | 82,700    | 103,500   | 82,700    | 82,700    | 103,300   | 82,700    | 82,700    | 1,066,000  |
| CMDP NEA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP ESA      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP KidsCare | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| CMDP NEC      | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -         | -          |
| REIN TOTAL    | 99,900    | 79,800    | 79,700    | 103,600   | 82,700    | 82,700    | 103,500   | 82,700    | 82,700    | 103,300   | 82,700    | 82,700    | 1,066,000  |
| TOTAL         | 4,861,600 | 4,839,800 | 4,838,200 | 5,022,400 | 4,999,800 | 4,998,000 | 5,017,600 | 4,995,300 | 4,993,700 | 5,012,900 | 4,990,200 | 4,989,000 | 59,558,500 |

MEMBER MONTHS

FY 18 ACTUAL

|               | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18 | May-18 | Jun-18 | TOTAL   |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| CMDP Reg FMAP | 15,764 | 15,418 | 15,130 | 14,815 | 14,693 | 14,617 | 14,563 | 14,550 | 14,599 | 14,502 | 14,500 | 14,409 | 177,561 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 3      | 2      | 2      | 2      | 2      | 2      | 1      | 2      | 2      | 2      | 0      | -      | 21      |
| CMDP KidsCare | 3      | 2      | 2      | 1      | 3      | 2      | -      | 1      | 0      | 1      | 1      | 1      | 16      |
| CMDP NEC      | 48     | 44     | 56     | 50     | 54     | 51     | 46     | 45     | 43     | 37     | 36     | 41     | 549     |
| PH CAP TOTAL  | 15,817 | 15,467 | 15,189 | 14,868 | 14,752 | 14,671 | 14,609 | 14,598 | 14,644 | 14,543 | 14,537 | 14,451 | 178,147 |
| CMDP Reg FMAP | 15,764 | 15,418 | 15,130 | 14,815 | 14,693 | 14,617 | 14,563 | 14,550 | 14,599 | 14,502 | 14,500 | 14,409 | 177,561 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 3      | 2      | 2      | 2      | 2      | 2      | 1      | 2      | 2      | 2      | 0      | -      | 21      |
| CMDP KidsCare | 3      | 2      | 2      | 1      | 3      | 2      | -      | 1      | 0      | 1      | 1      | 1      | 16      |
| CMDP NEC      | 48     | 44     | 56     | 50     | 54     | 51     | 46     | 45     | 43     | 37     | 36     | 41     | 549     |
| BH CAP TOTAL  | 15,817 | 15,467 | 15,189 | 14,868 | 14,752 | 14,671 | 14,609 | 14,598 | 14,644 | 14,543 | 14,537 | 14,451 | 178,147 |
| CMDP Reg FMAP | 15,608 | 15,285 | 14,971 | 14,663 | 14,542 | 14,448 | 14,382 | 14,324 | 14,408 | 14,353 | 14,324 | 14,020 | 175,327 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 1      | 1      | 1      | 1      | 1      | 1      | 0      | -      | 0      | 2      | 0      | -      | 8       |
| CMDP KidsCare | 3      | 2      | 2      | 1      | 3      | 2      | -      | 1      | 0      | 1      | 1      | 1      | 16      |
| CMDP NEC      | 48     | 44     | 56     | 50     | 53     | 50     | 44     | 45     | 41     | 37     | 36     | 41     | 545     |
| REIN TOTAL    | 15,659 | 15,332 | 15,029 | 14,714 | 14,600 | 14,502 | 14,426 | 14,370 | 14,450 | 14,393 | 14,361 | 14,062 | 175,896 |
| TOTAL         | 47,294 | 46,265 | 45,408 | 44,449 | 44,103 | 43,844 | 43,644 | 43,566 | 43,737 | 43,479 | 43,436 | 42,964 | 532,190 |

MEMBER MONTHS

FY 19 REBASE

|               | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | TOTAL   |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| CMDP Reg FMAP | 13,567 | 13,563 | 13,558 | 13,554 | 13,549 | 13,545 | 13,541 | 13,536 | 13,532 | 13,527 | 13,523 | 13,519 | 162,514 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 31      |
| CMDP KidsCare | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 60      |
| CMDP NEC      | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 509     |
| PH CAP TOTAL  | 13,617 | 13,613 | 13,608 | 13,604 | 13,599 | 13,595 | 13,591 | 13,586 | 13,582 | 13,577 | 13,573 | 13,568 | 163,113 |
| CMDP Reg FMAP | 13,567 | 13,563 | 13,558 | 13,554 | 13,549 | 13,545 | 13,541 | 13,536 | 13,532 | 13,527 | 13,523 | 13,519 | 162,514 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 31      |
| CMDP KidsCare | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 60      |
| CMDP NEC      | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 509     |
| BH CAP TOTAL  | 13,617 | 13,613 | 13,608 | 13,604 | 13,599 | 13,595 | 13,591 | 13,586 | 13,582 | 13,577 | 13,573 | 13,568 | 163,113 |
| CMDP Reg FMAP | 13,396 | 13,392 | 13,388 | 13,383 | 13,379 | 13,375 | 13,370 | 13,366 | 13,362 | 13,357 | 13,353 | 13,349 | 160,470 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 12      |
| CMDP KidsCare | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 60      |
| CMDP NEC      | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 505     |
| REIN TOTAL    | 13,445 | 13,440 | 13,436 | 13,431 | 13,427 | 13,423 | 13,418 | 13,414 | 13,410 | 13,405 | 13,401 | 13,397 | 161,046 |
| TOTAL         | 40,679 | 40,666 | 40,652 | 40,639 | 40,626 | 40,613 | 40,599 | 40,586 | 40,573 | 40,560 | 40,547 | 40,533 | 487,273 |

MEMBER MONTHS

FY 20 REQUEST

|               | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | TOTAL   |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| CMDP Reg FMAP | 13,514 | 13,510 | 13,505 | 13,501 | 13,497 | 13,492 | 13,488 | 13,483 | 13,479 | 13,475 | 13,470 | 13,466 | 161,880 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 30      |
| CMDP KidsCare | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 60      |
| CMDP NEC      | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 507     |
| PH CAP TOTAL  | 13,564 | 13,560 | 13,555 | 13,551 | 13,546 | 13,542 | 13,538 | 13,533 | 13,529 | 13,524 | 13,520 | 13,516 | 162,477 |
| CMDP Reg FMAP | 13,514 | 13,510 | 13,505 | 13,501 | 13,497 | 13,492 | 13,488 | 13,483 | 13,479 | 13,475 | 13,470 | 13,466 | 161,880 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 30      |
| CMDP KidsCare | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 60      |
| CMDP NEC      | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 507     |
| BH CAP TOTAL  | 13,564 | 13,560 | 13,555 | 13,551 | 13,546 | 13,542 | 13,538 | 13,533 | 13,529 | 13,524 | 13,520 | 13,516 | 162,477 |
| CMDP Reg FMAP | 13,344 | 13,340 | 13,336 | 13,331 | 13,327 | 13,322 | 13,318 | 13,314 | 13,309 | 13,305 | 13,301 | 13,296 | 159,844 |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -       |
| CMDP ESA      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 12      |
| CMDP KidsCare | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 5      | 60      |
| CMDP NEC      | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 42     | 503     |
| REIN TOTAL    | 13,392 | 13,388 | 13,383 | 13,379 | 13,375 | 13,370 | 13,366 | 13,362 | 13,357 | 13,353 | 13,349 | 13,344 | 160,418 |
| TOTAL         | 40,520 | 40,507 | 40,494 | 40,481 | 40,467 | 40,454 | 40,441 | 40,428 | 40,415 | 40,402 | 40,389 | 40,375 | 485,373 |

PMPM

FY 18 ACTUAL

|               | Jul-17 | Aug-17 | Sep-17 | Oct-17 | Nov-17 | Dec-17 | Jan-18 | Feb-18 | Mar-18 | Apr-18   | May-18 | Jun-18 | SFY Average |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|----------|--------|--------|-------------|
| CMDP Reg FMAP | 226.72 | 223.61 | 225.22 | 225.25 | 225.05 | 225.52 | 225.94 | 225.96 | 226.82 | 227.50   | 224.76 | 223.45 | 225.48      |
| CMDP NEA      | 137.86 | 115.47 | 86.33  | 84.27  | 110.44 | 127.89 | 24.05  | -      | 194.52 | 2,557.02 | 226.27 | 226.30 | 353.35      |
| CMDP ESA      | 302.34 | 225.52 | 84.57  | 225.52 | 225.52 | 225.52 | 231.05 | 226.30 | 226.01 | 226.30   | 226.30 | 226.30 | 225.71      |
| CMDP KidsCare | 225.52 | 240.72 | 217.79 | 225.07 | 221.59 | 230.00 |        | 216.20 | 230.65 | 220.00   | 257.70 | 232.78 | 228.30      |
| CMDP NEC      |        |        |        |        |        |        |        |        |        |          |        |        |             |
| CMDP Reg FMAP | 828.29 | 827.32 | 820.25 | 740.87 | 742.28 | 730.78 | 734.50 | 737.04 | 737.13 | 740.82   | 731.67 | 729.58 | 759.37      |
| CMDP NEA      | 519.96 | 383.83 | 282.34 | 233.95 | 307.27 | 475.39 | 97.75  | -      | 512.08 | 8,761.65 | 627.35 | -      | 1,188.07    |
| CMDP ESA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        | -      | -      | -           |
| CMDP KidsCare | 822.43 | 944.88 | 832.04 | 786.96 | 738.33 | 759.96 | 714.66 | 689.55 | 733.78 | 713.42   | 846.19 | 763.15 | 779.17      |
| CMDP NEC      |        |        |        |        |        |        |        |        |        |          |        |        |             |
| CMDP Reg FMAP | 5.72   | 3.99   | 1.58   | 3.71   | 2.92   | 10.51  | 19.55  | 3.04   | 7.77   | 32.47    | 98.95  | 8.80   | 16.35       |
| CMDP NEA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        | -      | -      | -           |
| CMDP ESA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        | -      | -      | -           |
| CMDP KidsCare | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        | -      | -      | -           |
| CMDP NEC      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -        | -      | -      | -           |

PMPM

FY 19 REBASE

|               | Jul-18 | Aug-18 | Sep-18 | Oct-18 | Nov-18 | Dec-18 | Jan-19 | Feb-19 | Mar-19 | Apr-19 | May-19 | Jun-19 | SFY Average |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| CMDP Reg FMAP | 279.18 | 279.18 | 279.18 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 293.57      |
| CMDP NEA      |        |        |        |        |        |        |        |        |        |        |        |        |             |
| CMDP ESA      | 279.18 | 279.18 | 279.18 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 293.57      |
| CMDP KidsCare | 279.18 | 279.18 | 279.18 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 293.57      |
| CMDP NEC      | 279.18 | 279.18 | 279.18 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 298.38 | 293.57      |
| CMDP Reg FMAP | 757.55 | 757.55 | 757.55 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 838.01      |
| CMDP NEA      |        |        |        |        |        |        |        |        |        |        |        |        |             |
| CMDP ESA      | 757.55 | 757.55 | 757.55 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 838.01      |
| CMDP KidsCare | 757.55 | 757.55 | 757.55 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 838.01      |
| CMDP NEC      | 757.55 | 757.55 | 757.55 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 864.88 | 838.01      |
| CMDP Reg FMAP | 19.32  | 24.15  | 19.32  | 24.79  | 19.83  | 19.83  | 24.79  | 19.83  | 19.83  | 19.83  | 24.79  | 19.83  | 21.35       |
| CMDP NEA      |        |        |        |        |        |        |        |        |        |        |        |        |             |
| CMDP ESA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| CMDP KidsCare | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| CMDP NEC      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |

PMPM

FY 20 REQUEST

|               | Jul-19 | Aug-19 | Sep-19 | Oct-19 | Nov-19 | Dec-19 | Jan-20 | Feb-20 | Mar-20 | Apr-20 | May-20 | Jun-20 | SFY Average |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------|
| CMDP Reg FMAP | 302.09 | 302.09 | 302.09 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 304.90      |
| CMDP NEA      |        |        |        |        |        |        |        |        |        |        |        |        |             |
| CMDP ESA      | 302.09 | 302.09 | 302.09 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 304.90      |
| CMDP KidsCare | 302.09 | 302.09 | 302.09 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 304.90      |
| CMDP NEC      | 302.09 | 302.09 | 302.09 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 305.84 | 304.90      |
| CMDP Reg FMAP | 864.88 | 864.88 | 864.88 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 881.09      |
| CMDP NEA      |        |        |        |        |        |        |        |        |        |        |        |        |             |
| CMDP ESA      | 864.88 | 864.88 | 864.88 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 881.09      |
| CMDP KidsCare | 864.88 | 864.88 | 864.88 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 881.09      |
| CMDP NEC      | 864.88 | 864.88 | 864.88 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 886.51 | 881.09      |
| CMDP Reg FMAP | 24.79  | 19.83  | 19.83  | 25.45  | 20.36  | 20.36  | 25.45  | 20.36  | 20.36  | 25.45  | 20.36  | 20.36  | 21.91       |
| CMDP NEA      |        |        |        |        |        |        |        |        |        |        |        |        |             |
| CMDP ESA      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| CMDP KidsCare | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |
| CMDP NEC      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -      | -           |

| Capitation Rates |             |             |             |             |             |             |             |             |    |             |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----|-------------|
| Rate Cells       | 2018.3      | 2018.4      | 2019.1      | 2019.2      | 2019.3      | 2019.4      | 2020.1      | 2020.2      |    |             |
| Age <1           | \$ 509.56   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 568.76   | \$ 582.98   | \$ 582.98   | \$ 582.98   | \$ | \$ 582.98   |
| Age 1-20         | \$ 174.85   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 178.66   | \$ 183.13   | \$ 183.13   | \$ 183.13   | \$ | \$ 183.13   |
| Age 21+          | \$ 341.27   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 362.65   | \$ 371.71   | \$ 371.71   | \$ 371.71   | \$ | \$ 371.71   |
| Duals            | \$ 145.66   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 143.36   | \$ 146.94   | \$ 146.94   | \$ 146.94   | \$ | \$ 146.94   |
| SSI w/o          | \$ 1,271.12 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,230.59 | \$ 1,261.36 | \$ 1,261.36 | \$ 1,261.36 | \$ | \$ 1,261.36 |
| ESA              | \$ 606.13   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 621.92   | \$ 637.47   | \$ 637.47   | \$ 637.47   | \$ | \$ 637.47   |
| NEA              | \$ 377.80   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 405.45   | \$ 415.58   | \$ 415.58   | \$ 415.58   | \$ | \$ 415.58   |
| Delivery         | \$ 6,042.82 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 5,862.21 | \$ 6,008.76 | \$ 6,008.76 | \$ 6,008.76 | \$ | \$ 6,008.76 |
| SMI RBHA         | \$ 1,987.84 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,020.12 | \$ 2,070.63 | \$ 2,070.63 | \$ 2,070.63 | \$ | \$ 2,070.63 |
| Crisis RBHA      | \$ 3.86     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.76     | \$ 4.88     | \$ 4.88     | \$ 4.88     | \$ | \$ 4.88     |
| CMDP             | \$ 279.18   | \$ 298.38   | \$ 298.38   | \$ 298.38   | \$ 302.09   | \$ 305.84   | \$ 305.84   | \$ 305.84   | \$ | \$ 305.84   |
| CMDP RBHA        | \$ 757.55   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 864.88   | \$ 886.51   | \$ 886.51   | \$ 886.51   | \$ | \$ 886.51   |
| ALTCS EPD        | \$ 3,455.59 | \$ 3,607.36 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,635.79 | \$ 3,726.68 | \$ 3,756.05 | \$ 3,756.05 | \$ | \$ 3,756.05 |
| ALTCS DDD        | \$ 3,892.14 | \$ 4,098.51 | \$ 4,137.17 | \$ 4,137.17 | \$ 4,188.57 | \$ 4,240.60 | \$ 4,280.60 | \$ 4,280.60 | \$ | \$ 4,280.60 |
| ALTCS TCM        | \$ 164.41   | \$ 154.28   | \$ 154.28   | \$ 154.28   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ 158.14   | \$ | \$ 158.14   |
| ALTCS DDD RBHA   | \$ 236.60   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 273.16   | \$ 279.99   | \$ 279.99   | \$ 279.99   | \$ | \$ 279.99   |

| Federal Matching Rates |         |         |         |         |         |         |         |         |         |
|------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| FMAP Type              | 2018.3  | 2018.4  | 2019.1  | 2019.2  | 2019.3  | 2019.4  | 2020.1  | 2020.2  |         |
| Regular FMAP           | 69.89%  | 69.81%  | 69.81%  | 69.81%  | 69.81%  | 69.48%  | 69.48%  | 69.48%  | 69.48%  |
| ACA FMAP               | 94.00%  | 94.00%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  | 90.00%  |
| CHIP FMAP              | 78.92%  | 78.87%  | 78.87%  | 78.87%  | 78.87%  | 78.64%  | 78.64%  | 78.64%  | 78.64%  |
| CHIP Enhanced          | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 90.14%  | 90.14%  | 90.14%  | 90.14%  |
| ESA FMAP               | 91.59%  | 91.58%  | 93.00%  | 93.00%  | 93.00%  | 93.00%  | 90.00%  | 90.00%  | 90.00%  |
| AIHP Facilities        | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

**CMDP**

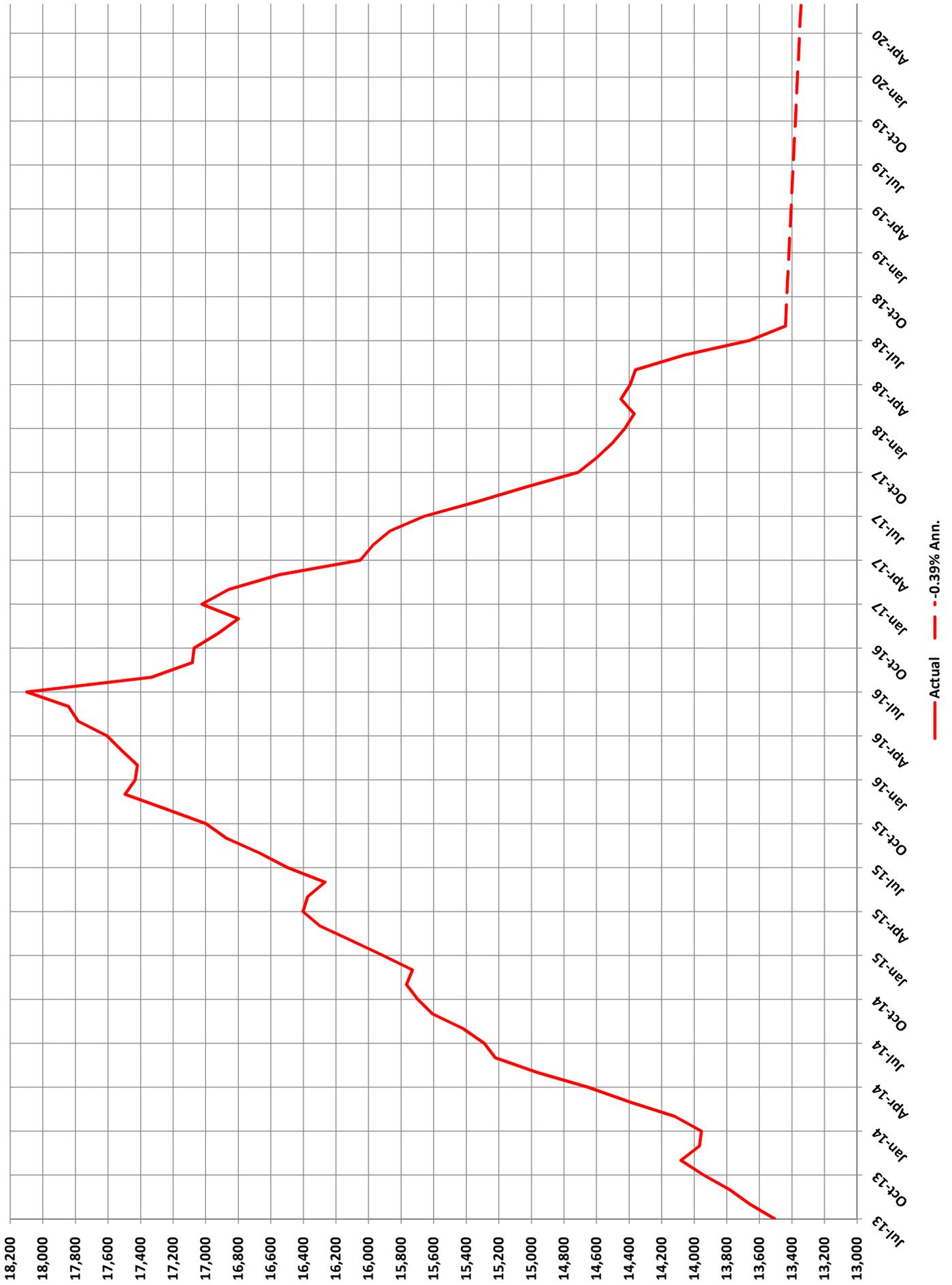
|        | ENROLLMENT |          | PERCENT<br>QTR. GROWTH | ENROLLMENT |          | SFY<br>TOTAL | YEAR TO YEAR |          | JUNE TO JUNE |           |
|--------|------------|----------|------------------------|------------|----------|--------------|--------------|----------|--------------|-----------|
|        | ACTUAL     | FORECAST |                        | FORECAST   | GROWTH % |              | GROWTH %     | GROWTH % |              |           |
| 2012.3 | 37,412     |          | 6.79%                  |            |          |              |              |          |              |           |
| 2012.4 | 38,916     |          | 4.02%                  |            |          |              |              |          |              |           |
| 2013.1 | 39,170     |          | 0.65%                  |            |          | 155,940      | 21.24%       | 13.65%   |              | SFY 12-13 |
| 2013.2 | 40,442     |          | 3.25%                  |            |          |              |              |          |              |           |
| 2013.3 | 40,945     |          | 1.24%                  |            |          |              |              |          |              |           |
| 2013.4 | 41,992     |          | 2.56%                  |            |          |              |              |          |              |           |
| 2014.1 | 42,472     |          | 1.14%                  |            |          | 170,247      | 9.17%        | 12.29%   |              | SFY 13-14 |
| 2014.2 | 44,838     |          | 5.57%                  |            |          |              |              |          |              |           |
| 2014.3 | 46,314     |          | 3.29%                  |            |          |              |              |          |              |           |
| 2014.4 | 47,194     |          | 1.90%                  |            |          |              |              |          |              |           |
| 2015.1 | 48,312     |          | 2.37%                  |            |          | 190,862      | 12.11%       | 6.87%    |              | SFY 14-15 |
| 2015.2 | 49,043     |          | 1.51%                  |            |          |              |              |          |              |           |
| 2015.3 | 50,040     |          | 2.03%                  |            |          |              |              |          |              |           |
| 2015.4 | 51,737     |          | 3.39%                  |            |          |              |              |          |              |           |
| 2016.1 | 52,369     |          | 1.22%                  |            |          | 207,377      | 8.65%        | 9.69%    |              | SFY 15-16 |
| 2016.2 | 53,232     |          | 1.65%                  |            |          |              |              |          |              |           |
| 2016.3 | 52,513     |          | -1.35%                 |            |          |              |              |          |              |           |
| 2016.4 | 50,794     |          | -3.27%                 |            |          |              |              |          |              |           |
| 2017.1 | 50,430     |          | -0.72%                 |            |          | 201,630      | -2.77%       | -11.07%  |              | SFY 16-17 |
| 2017.2 | 47,893     |          | -5.03%                 |            |          |              |              |          |              |           |
| 2017.3 | 46,020     |          | -3.91%                 |            |          |              |              |          |              |           |
| 2017.4 | 43,815     |          | -4.79%                 |            |          |              |              |          |              |           |
| 2018.1 | 43,245     |          | -1.30%                 |            |          | 175,896      | -12.76%      | -11.38%  |              | SFY 17-18 |
| 2018.2 | 42,816     |          | -0.99%                 |            |          |              |              |          |              |           |
| 2018.3 |            | 40,540   | -5.32%                 |            |          |              |              |          |              |           |
| 2018.4 |            | 40,281   | -0.64%                 |            |          |              |              |          |              |           |
| 2019.1 |            | 40,242   | -0.10%                 |            |          | 161,266      | -8.32%       | -4.73%   |              | SFY 18-19 |
| 2019.2 |            | 40,203   | -0.10%                 |            |          |              |              |          |              |           |
| 2019.3 |            | 40,163   | -0.10%                 |            |          |              |              |          |              |           |
| 2019.4 |            | 40,124   | -0.10%                 |            |          | 160,418      | -0.53%       | -0.39%   |              | SFY 19-20 |
| 2020.1 |            | 40,085   | -0.10%                 |            |          |              |              |          |              |           |
| 2020.2 |            | 40,046   | -0.10%                 |            |          |              |              |          |              |           |

**Notes:**

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes a -0.39% annual decline, aligned with the average decline projected by DCS.

Adj. R Squared: 0.9579  
 Standard Error: 592.72

CMDP



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |            |             |               |
|--|---|------------|-------------|---------------|
|  | FY 2018                                     | FY 2019    | FY 2020     | FY 2020       |
|  | Actual                                      | Expd. Plan | Fund. Issue | Total Request |
| <b>Program:</b> SLI Comprehensive Medical and Dental Program |   |            |             |               |
| <b>Fund:</b> 1000-A General Fund                             |   |            |             |               |
| <b>Appropriated</b>  |   |            |             |               |
| 0000 FTE   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                    | 0.0   | 60,213.9   | (655.4)     | 59,558.5      |
| 7000 Other Operating Expenses                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0        | 0.0         | 0.0           |
| 8600 Debt Service  | 0.0   | 0.0        | 0.0         | 0.0           |
| 9000 Cost Allocation   | 0.0   | 0.0        | 0.0         | 0.0           |
| 9100 Transfers   | 0.0   | 0.0        | 0.0         | 0.0           |
| <b>Appropriated Total:</b>                                   | 0.0   | 60,213.9   | (655.4)     | 59,558.5      |
| <b>Fund Total:</b>   | 0.0   | 60,213.9   | (655.4)     | 59,558.5      |
| <b>Fund:</b> 2120-N AHCCCS Fund                              |   |            |             |               |
| <b>Non-Appropriated</b>                                      |   |            |             |               |
| 0000 FTE   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6000 Personal Services                                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6100 Employee Related Expenses                               | 0.0   | 0.0        | 0.0         | 0.0           |
| 6200 Professional and Outside Services                       | 0.0   | 0.0        | 0.0         | 0.0           |
| 6500 Travel In-State   | 0.0   | 0.0        | 0.0         | 0.0           |
| 6600 Travel Out of State                                     | 0.0   | 0.0        | 0.0         | 0.0           |
| 6700 Food  | 0.0   | 0.0        | 0.0         | 0.0           |
| 6800 Aid to Organizations and Individuals                    | 0.0   | 139,700.6  | (3,058.2)   | 136,642.4     |
| 7000 Other Operating Expenses                                | 0.0   | 0.0        | 0.0         | 0.0           |
| 8000 Equipment   | 0.0   | 0.0        | 0.0         | 0.0           |
| 8100 Capital Outlay  | 0.0   | 0.0        | 0.0         | 0.0           |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |  |         |            |             |               |
|--|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  |  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Comprehensive Medical and Dental Program

|  |     |           |           |           |           |
|--|-----|-----------|-----------|-----------|-----------|
| <b>Fund:</b> 2120-N AHCCCS Fund          |     |           |           |           |           |
| <b>Non-Appropriated</b>                  |     |           |           |           |           |
| 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       |
| <b>Non-Appropriated Total:</b>           | 0.0 | 139,700.6 | (3,058.2) | 136,642.4 | 136,642.4 |
| <b>Fund Total:</b>                       | 0.0 | 139,700.6 | (3,058.2) | 136,642.4 | 136,642.4 |
| <b>Program Total For Selected Funds:</b> | 0.0 | 199,914.5 | (3,713.6) | 196,200.9 | 196,200.9 |

## Program Expenditure Schedule

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>SLI Comprehensive Medical and Dental Program</b> |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 0.0               | 199,914.5             |

## Program Expenditure Schedule

|  |  |                               |
|--|--|-------------------------------|
| <b>Agency:</b>   | Arizona Health Care Cost Containment System  |                               |
| <b>Program:</b>  | SLI Comprehensive Medical and Dental Program |                               |
|  | <b>FY 2018<br/>Actual</b>                    | <b>FY 2019<br/>Expd. Plan</b> |
| <b>Expenditure Category Total</b>                        | <b>0.0</b>                                   | <b>199,914.5</b>              |
| <b>Appropriated</b>                                      |  |                               |
| 1000-A General Fund (Appropriated)                       | 0.0  | 60,213.9                      |
|  | <b>0.0</b>                                   | <b>60,213.9</b>               |
| <b>Non-Appropriated</b>                                  |  |                               |
| 2120-N AHCCCS Fund (Non-Appropriated)                    | 0.0  | 139,700.6                     |
|  | <b>0.0</b>                                   | <b>139,700.6</b>              |
| <b>Fund Source Total</b>                                 | <b>0.0</b>                                   | <b>199,914.5</b>              |
| <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

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>SLI Comprehensive Medical and Dental Program</b> |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>SLI Comprehensive Medical and Dental Program</b> |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |   |
|-----------------|---|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b>  |
| <b>Program:</b> | <b>SLI Comprehensive Medical and Dental Program</b> |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |





FISCAL YEAR 2020

BUDGET JUSTIFICATION

BEHAVIORAL HEALTH SERVICES IN SCHOOLS

### BEHAVIORAL HEALTH SERVICES IN SCHOOLS

#### PROGRAM DESCRIPTION:

Laws 2018, Chapter 276, Section 10 included a \$9,943,700 Total Fund (\$3,000,000 General Fund) appropriation to fund increased behavioral health services in schools. The targeted services are in addition to any existing behavioral health services provided, including those provided to students with disabilities under the state's School Based Services program.

AHCCCS is committed to improving access to behavioral health services for school aged children through this appropriation. AHCCCS is entering into an intergovernmental agreement with the Department of Education for administration of \$1 million of the state appropriation for Mental Health First Aid training to increase the awareness and understanding of mental health conditions and how to respond. AHCCCS is utilizing the remainder of the allocation to increase capitation rates to contractors who are responsible for behavioral health services for school age children to increase access to behavioral health services that are directly provided in schools through our behavioral health providers. In concert with these efforts, AHCCCS is also evaluating how to maximize the school based services program for children who have an individual education plan (IEP), including requesting the approval from Center for Medicare and Medicaid (CMS) for expansion of the provider types permitted to bill for services under this program.

AHCCCS requests continuation of this funding in FY 2020.

#### Statutory Authority:

Laws 2018, Chapter 276, Section 10

DATE PREPARED

08/27/18



# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

|  |         |            |             |               |
|--|---------|------------|-------------|---------------|
| <b>Agency:</b> Arizona Health Care Cost Containment System |         |            |             |               |
|  | FY 2018 | FY 2019    | FY 2020     | FY 2020       |
|  | Actual  | Expd. Plan | Fund. Issue | Total Request |

**Program:** SLI Behavioral Health Services in School

| Fund: 1000-A General Fund                 |            |                |            |                |
|---|------------|----------------|------------|----------------|
| <b>Appropriated</b>                       |            |                |            |                |
| 6000 Personal Services                    | 0.0        | 0.0            | 0.0        | 0.0            |
| 6100 Employee Related Expenses            | 0.0        | 0.0            | 0.0        | 0.0            |
| 6200 Professional and Outside Services    | 0.0        | 0.0            | 0.0        | 0.0            |
| 6500 Travel In-State                      | 0.0        | 0.0            | 0.0        | 0.0            |
| 6600 Travel Out of State                  | 0.0        | 0.0            | 0.0        | 0.0            |
| 6700 Food                                 | 0.0        | 0.0            | 0.0        | 0.0            |
| 6800 Aid to Organizations and Individuals | 0.0        | 3,000.0        | 0.0        | 3,000.0        |
| 7000 Other Operating Expenses             | 0.0        | 0.0            | 0.0        | 0.0            |
| 8000 Equipment                            | 0.0        | 0.0            | 0.0        | 0.0            |
| 8100 Capital Outlay                       | 0.0        | 0.0            | 0.0        | 0.0            |
| 8600 Debt Service                         | 0.0        | 0.0            | 0.0        | 0.0            |
| 9000 Cost Allocation                      | 0.0        | 0.0            | 0.0        | 0.0            |
| 9100 Transfers                            | 0.0        | 0.0            | 0.0        | 0.0            |
| <b>Appropriated Total:</b>                | <b>0.0</b> | <b>3,000.0</b> | <b>0.0</b> | <b>3,000.0</b> |
| <b>Fund Total:</b>                        | <b>0.0</b> | <b>3,000.0</b> | <b>0.0</b> | <b>3,000.0</b> |

| Fund: 2120-N AHCCCS Fund                  |     |         |     |         |
|---|-----|---------|-----|---------|
| <b>Non-Appropriated</b>                   |     |         |     |         |
| 6000 Personal Services                    | 0.0 | 0.0     | 0.0 | 0.0     |
| 6100 Employee Related Expenses            | 0.0 | 0.0     | 0.0 | 0.0     |
| 6200 Professional and Outside Services    | 0.0 | 0.0     | 0.0 | 0.0     |
| 6500 Travel In-State                      | 0.0 | 0.0     | 0.0 | 0.0     |
| 6600 Travel Out of State                  | 0.0 | 0.0     | 0.0 | 0.0     |
| 6700 Food                                 | 0.0 | 0.0     | 0.0 | 0.0     |
| 6800 Aid to Organizations and Individuals | 0.0 | 6,943.7 | 0.0 | 6,943.7 |
| 7000 Other Operating Expenses             | 0.0 | 0.0     | 0.0 | 0.0     |
| 8000 Equipment                            | 0.0 | 0.0     | 0.0 | 0.0     |
| 8100 Capital Outlay                       | 0.0 | 0.0     | 0.0 | 0.0     |

# Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

| Agency:  | Arizona Health Care Cost Containment System |                |             |                |
|--|---|----------------|-------------|----------------|
|  | FY 2018                                     | FY 2019        | FY 2020     | FY 2020        |
|  | Actual                                      | Expd. Plan     | Fund. Issue | Total Request  |
| <b>Program:</b> SLI Behavioral Health Services in School |   |                |             |                |
| <b>Fund:</b> 2120-N AHCCCS Fund                          |   |                |             |                |
| <b>Non-Appropriated</b>                                  |   |                |             |                |
| 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            |
| <b>Non-Appropriated Total:</b>                           | <b>0.0</b>                                  | <b>6,943.7</b> | <b>0.0</b>  | <b>6,943.7</b> |
| <b>Fund Total:</b>                                       | <b>0.0</b>                                  | <b>6,943.7</b> | <b>0.0</b>  | <b>6,943.7</b> |
| <b>Program Total For Selected Funds:</b>                 | <b>0.0</b>                                  | <b>9,943.7</b> | <b>0.0</b>  | <b>9,943.7</b> |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Behavioral Health Services in School</b>    |

|   | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---|-------------------|-----------------------|
| FTE   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Personal Services   | 0.0               | 0.0                   |
| Boards and Commissions                                    | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Employee Related Expenses                                 | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel In-State   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Travel Out of State                                       | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Food  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>   |                   |                       |
| Aid to Organizations and Individuals                      | 0.0               | 9,943.7               |

## Program Expenditure Schedule

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Behavioral Health Services in School</b>    |

|                                       | FY 2018<br>Actual | FY 2019<br>Expd. Plan |
|---------------------------------------|-------------------|-----------------------|
| <b>Expenditure Category Total</b>     | <b>0.0</b>        | <b>9,943.7</b>        |
| <b>Appropriated</b>                   |                   |                       |
| 1000-A General Fund (Appropriated)    | 0.0               | 3,000.0               |
|                                       | <b>0.0</b>        | <b>3,000.0</b>        |
| <b>Non-Appropriated</b>               |                   |                       |
| 2120-N AHCCCS Fund (Non-Appropriated) | 0.0               | 6,943.7               |
|                                       | <b>0.0</b>        | <b>6,943.7</b>        |
| <b>Fund Source Total</b>              | <b>0.0</b>        | <b>9,943.7</b>        |

|  |     |     |
|--|-----|-----|
| 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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Behavioral Health Services in School</b>    |

|   | FY 2018<br>Actual | FY 2019<br>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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Behavioral Health Services in School</b>    |

|   | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                         | <b>0.0</b>        | <b>0.0</b>            |
| <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

|                 |  |
|-----------------|--|
| <b>Agency:</b>  | <b>Arizona Health Care Cost Containment System</b> |
| <b>Program:</b> | <b>SLI Behavioral Health Services in School</b>    |

|  | FY 2018<br>Actual | FY 2019<br>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               |                       |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Capital Outlay   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Debt Service   | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Cost Allocation  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |
| Transfers  | 0.0               | 0.0                   |
| <b>Expenditure Category Total</b>                          | <b>0.0</b>        | <b>0.0</b>            |
| <hr/>  |                   |                       |



**Arizona Health Care Cost Containment System  
FY 2020 Budget Submittal  
Rent Expenses (\$1,000s)**

Rent SFY 2020

| Location                                     | Rent Type | Sq ft  | FY18 Agency  |              | General      |              | FY19 Agency  |              | General      |              | Federal |      |
|--|-----------|--------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------|------|
|  |           |        | Total        | Fund         | Fund         | Total        | Fund         | Fund         | Total        | Fund         | Fund    | Fund |
| 1500 E Cherry St., Cottonwood                | ISA       | 1,800  | 28.8         | 14.4         | 14.4         | 28.8         | 14.4         | 28.8         | 14.4         | 14.4         | 7.2     | 7.2  |
| 1010 N Finance Center Dr., Tucson            | Private   | 13,000 | 289.3        | 144.6        | 144.6        | 298.3        | 149.2        | 298.3        | 149.2        | 149.2        | 74.6    | 74.6 |
| 3262 Bob Dr., Prescott Valley                | ISA       | 192    | 13.1         | 6.6          | 6.6          | 13.1         | 6.6          | 13.1         | 6.6          | 6.6          | 3.3     | 3.3  |
| 2250 Highway 60 & 70, Globe                  | Private   | 1,876  | 21.6         | 10.8         | 10.8         | Closed       |              |              |              |              |         |      |
| 2717 N 4th St., Flagstaff                    | Private   | 2,160  | 37.6         | 18.8         | 18.8         | 37.6         | 18.8         | 37.6         | 18.8         | 18.8         | 9.4     | 9.4  |
| 141 E Palm Ln., Ste. 108, Phoenix            | Private   | 1,470  | 23.2         | 11.6         | 11.6         | 24.6         | 12.3         | 24.6         | 12.3         | 12.3         | 6.2     | 6.2  |
| 3850 W 16th St., Yuma                        | Private   | 1,500  | 21.6         | 10.8         | 10.8         | 21.6         | 10.8         | 21.6         | 10.8         | 10.8         | 5.4     | 5.4  |
| 500 N Florence St., Casa Grande              | Private   | 2,086  | 16.7         | 8.4          | 8.4          | Closed       |              |              |              |              |         |      |
| 201 E. Cottonwood Lane, Suite 2, Casa Grande |           | 2,414  |              |              |              | \$           |              | \$           |              | 16.2         | 8.1     | 8.1  |
| 519 E Beale St., Ste. 150, Kingman           | ISA       | 614    | 12.9         | 6.5          | 6.5          | 12.90        | 6.5          | 12.90        | 6.5          | 6.5          | 3.2     | 3.2  |
| 820 E Fry Blvd., Sierra Vista                | ISA       | 694    | 19.2         | 9.6          | 9.6          | Closed       |              |              |              |              |         |      |
| Highway 191, Chinle                          | Private   | 2,800  | 66.4         | 33.2         | 33.2         | \$           | 33.2         | \$           | 34.9         | 34.9         | 17.4    | 17.4 |
| 408 N Kendrick, Ste. A, Flagstaff            | Private   | 640    | 11.8         | 11.8         | -            | Closed       |              |              |              |              |         |      |
| <b>Total</b>                                 |           |        | <b>562.2</b> | <b>287.0</b> | <b>275.2</b> | <b>539.0</b> | <b>269.5</b> | <b>539.0</b> | <b>269.5</b> | <b>134.8</b> |         |      |



**Arizona Health Care Cost Containment System**  
**FY 2020 Budget Submittal**  
**Risk Management Budget (\$1,000s)**

Risk Management SFY 2020

| Unit   | General Fund |              |                   | Childrens Health      |  | Federal Grants (2000) |
|--|--------------|--------------|-------------------|-----------------------|--|-----------------------|
|  | General Fund | Federal Fund | Insurance Program | Federal Grants (2000) |  |                       |
| <b>FY 2019 Actual</b>                              |              |              |                   |                       |  |                       |
| Central Administration                             | 77.6         | 77.6         | -                 | -                     |  |                       |
| AHCCCS Administration                              | 29.9         | 29.9         | -                 | -                     |  |                       |
| Children's Health Insurance Program Administration | -            | -            | 12.2              |                       |  |                       |
| Federal Grants                                     |              |              |                   |                       |  | 4.0                   |
| <b>Total</b>                                       | <b>107.5</b> | <b>107.5</b> | <b>12.2</b>       |                       |  | <b>4.0</b>            |



## Administrative Costs

Agency: Arizona Health Care Cost Containment System

### Administrative Costs Summary

| Common Administrative Area         | FY 2020          |
|------------------------------------|------------------|
| Personal Services                  | 51,901.4         |
| ERE                                | 21,809.2         |
| All Other                          | 75,093.9         |
| <b>Administrative Costs Total:</b> | <b>148,804.5</b> |

### Administrative Cost / Total Expenditure Ratio

|         | Request      | Admin % |
|---------|--------------|---------|
| FY 2020 | 14,320,570.4 | 1.0%    |

