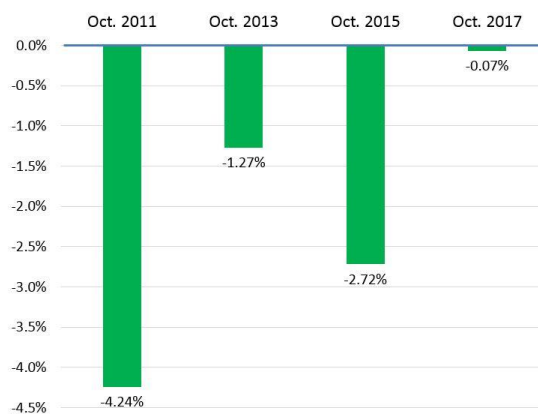


Ohio Medicaid Budget Variance Report – October 2017

The Ohio Medicaid Budget Variance Report provides a monthly review of actual Medicaid expenditures compared to the budget enacted by the Ohio General Assembly (HB 49). Budget projections are based on Ohio Department of Medicaid (ODM) estimates of disbursements and policies enacted in HB 49, including vetoes and veto overrides, Controlling Board approved funds set aside in the Health and Human Services Fund to offset the 651525 line item, and [\\$1.1 billion in hospital reductions over the next two years](#).

- **The primary Medicaid services line item (651525) was \$3.8 million (0.07 percent) under the original budget projection of \$5.053 billion through October 2017.**
- Overall [caseload](#) is 66,121 (-2.1 percent) under estimates. The covered families and children (CFC) enrollment is below projections (-3.6 percent), but the impact on the budget is offset because the higher-cost aged, blind and disabled (ABD) category is above projections (2.6 percent).
- In October, the 651525 line item was under the disbursement estimate by \$20.0 million (1.6 percent) for the month due to a \$38 million managed care plan (MCP) payment that posted in September.
- Controlling Board approved the use of Health and Human Services Funds for Medicaid services, which stabilized funding for the Medicaid program in SFY 2018.
- **The SFY 2018 budget for 651525 is tracking much closer to the disbursement estimate than it was at the same time in the three previous budgets (see the table below).**

Ohio Medicaid Flash Report Variance (Appropriation Line Item 651525)



- The state share of general revenue fund (GRF) spending on Medicaid was \$12.9 million (-0.68 percent) below the original budget projection at the end of October. This is right on track with the estimate.
- The state-funded payment for Medicare Part D (651526) was \$5.7 million (3.4 percent) below the estimate year-to-date. October was over estimate by \$0.8 million due to a spike in retroactive payments. ODM projected declining payments, so it is not clear that underspending will continue.
- Across all agencies, total Medicaid spending was \$113.8 million (-1.2 percent) under budget year-to-date. However, \$57.6 million occurred in non-GRF line items within the Ohio Department of Developmental Disabilities, driven primarily by a cost report settlement timing issue. Also, all agency administration was \$41.5 million (-11.6 percent) under budget year-to-date due to planned contracting and invoicing delays as ODM adjusted final budgets to balance with final appropriations. These variances will continue to generate lower spending early in the fiscal year but then net close to zero by the end of the fiscal year.

All Agency Medicaid Budget Variance - SFY 2018

Budget Status By Appropriation Line Item

As of November 3, 2017 (Month Closed)

Source: OAKS GL Table

October Budget	October Expenditures	October Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
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AGY FUND GRF Services

MCD	GRF State	651525 Medicaid/Health Care Services	\$ 347,121,227	\$ 350,549,692	\$ 3,428,465	0.99%	\$ 1,457,820,610	\$ 1,449,450,250	\$ (8,370,360)	-0.57%
MCD	GRF Federal	651525 Medicaid/Health Care Services	\$ 920,198,538	\$ 896,805,692	\$ (23,392,846)	-2.54%	\$ 3,595,522,475	\$ 3,600,118,156	\$ 4,595,681	0.13%
651525 Total			\$ 1,267,319,765	\$ 1,247,355,384	\$ (19,964,381)	-1.58%	\$ 5,053,343,086	\$ 5,049,568,406	\$ (3,774,679)	-0.07%
MCD	GRF State	651526 MEDICARE PART D	\$ 40,341,926	\$ 41,182,808	\$ 840,882	2.08%	\$ 164,931,530	\$ 159,273,350	\$ (5,658,180)	-3.43%
DDD	GRF State	653407 MEDICAID SERVICES	\$ 48,285,791	\$ 52,419,933	\$ 4,134,142	8.56%	\$ 198,150,939	\$ 198,839,441	\$ 688,503	0.35%
Subtotal GRF Services			\$ 1,355,947,482	\$ 1,340,958,126	\$ (14,989,356)	-1.11%	\$ 5,416,425,554	\$ 5,407,681,197	\$ (8,744,357)	-0.16%

AGY FUND GRF Administration

MCD	GRF State	651425 MEDICAID PROGRAM SUPPORT STATE	\$ 16,745,253	\$ 17,904,268	\$ 1,159,015	6.92%	\$ 56,238,534	\$ 53,519,366	\$ (2,719,168)	-4.84%
MHA	GRF State	652321 MEDICAID SUPPORT	\$ 225,000	\$ 652,412	\$ 427,412	189.96%	\$ 903,975	\$ 1,019,723	\$ 115,748	12.80%
DDD	GRF State	653321 MEDICAID PROGRAM SUPPORT STATE	\$ 538,462	\$ 534,018	\$ (4,444)	-0.83%	\$ 2,712,732	\$ 2,594,942	\$ (117,790)	-4.34%
DOH	GRF State	654453 MEDICAID-HC QUALITY ASSURANCE	\$ 270,877	\$ 267,801	\$ (3,076)	-1.14%	\$ 1,217,239	\$ 1,330,401	\$ 113,162	9.30%
JFS	GRF State	655425 MEDICAID PROGRAM SUPPORT	\$ 567,917	\$ 401,750	\$ (166,167)	-29.26%	\$ 2,456,661	\$ 2,798,237	\$ 341,576	13.90%
JFS	GRF State	655522 MEDICAID PROGRAM SUPPORT-LOCAL	\$ 3,346,981	\$ 2,906,401	\$ (440,580)	-13.16%	\$ 17,328,549	\$ 20,069,805	\$ 2,741,256	15.82%
JFS	GRF State	655523 MEDICAID PRGRM SUPP- LOC TRNSP	\$ 1,780,165	\$ 1,960,149	\$ 179,984	10.11%	\$ 11,626,898	\$ 11,468,533	\$ (158,365)	-1.36%
AGE	GRF State	656423 LONG TERM CARE BUDGET - STATE	\$ 256,000	\$ 236,130	\$ (19,870)	-7.76%	\$ 1,151,000	\$ 1,131,126	\$ (19,874)	-1.73%
EDU	GRF State	657401 Medicaid in Schools	\$ 23,662	\$ 9,839	\$ (13,823)	-58.42%	\$ 60,419	\$ 165,826	\$ 105,407	174.46%
Subtotal GRF Administration			\$ 23,754,317	\$ 24,872,769	\$ 1,118,452	4.71%	\$ 93,696,007	\$ 94,097,959	\$ 401,952	0.43%
Total GRF			\$ 1,379,701,799	\$ 1,365,830,894	\$ (13,870,905)	-1.01%	\$ 5,510,121,561	\$ 5,501,779,156	\$ (8,342,405)	-0.15%
Total GRF State			\$ 459,503,261	\$ 469,025,202	\$ 9,521,941	2.07%	\$ 1,914,599,086	\$ 1,901,661,000	\$ (12,938,086)	-0.68%
Total GRF Federal			\$ 920,198,538	\$ 896,805,692	\$ (23,392,846)	-2.54%	\$ 3,595,522,475	\$ 3,600,118,156	\$ 4,595,681	0.13%

AGY FUND Non GRF Services

MCD	5R20	651608 MEDICAID Nursing Facilities	\$ 50,000,000	\$ 50,000,000	\$ -	0.00%	\$ 100,000,000	\$ 100,199,254	\$ 199,254	0.20%
MCD	3F00	651623 HEALTH CARE FEDERAL	\$ 455,087,838	\$ 455,189,221	\$ 101,383	0.02%	\$ 1,975,340,290	\$ 1,966,093,423	\$ (9,246,867)	-0.47%
MCD	5FX0	651638 Medicaid Services - Payment Withholding	\$ 1,000,000	\$ 2,038,990	\$ 1,038,990	103.90%	\$ 4,000,000	\$ 7,820,595	\$ 3,820,595	95.51%
MCD	5DL0	651639 Medicaid Revenue and Collections	\$ 59,271,418	\$ 60,968,238	\$ 1,696,820	2.86%	\$ 350,778,069	\$ 353,457,482	\$ 2,679,413	0.76%
MCD	R055	651644 Refunds & Reconciliation	\$ 83,333	\$ 17,402	\$ (65,931)	-79.12%	\$ 333,333	\$ 49,878	\$ (283,456)	-85.04%
MCD	6510	651649 Medicaid Services - HCAP	\$ -	\$ -	\$ -	#DIV/0!	\$ 238,057,429	\$ 234,136,746	\$ (3,920,683)	-1.65%
MCD	5GF0	651656 MEDICAID HOSPITAL	\$ 33,441,571	\$ 35,343,619	\$ 1,902,048	5.69%	\$ 68,441,571	\$ 70,478,291	\$ 2,036,720	2.98%
MCD	5SC0	651683 Medicaid Services - Physician UPL	\$ 2,233,200	\$ 1,690,844	\$ (542,356)	-24.29%	\$ 2,233,200	\$ 1,690,844	\$ (542,356)	-24.29%
MCD	5TN0	651684 Medicaid Services-HIC Fee	\$ 71,342,169	\$ 71,342,169	\$ 1	0.00%	\$ 218,684,337	\$ 218,684,338	\$ 1	0.00%
DDD	3A40	653605 DC & RES FAC SVCS AND SUPPORT	\$ -	\$ 102,084	\$ 102,084	#DIV/0!	\$ 3,187,555	\$ 2,409,825	\$ (777,730)	-24.40%
DDD	5GE0	653606 ICF/IID & WAIVER MATCH	\$ -	\$ 378	\$ 378	#DIV/0!	\$ -	\$ (78)	\$ (78)	#DIV/0!
DDD	1520	653609 DC&RESIDENTIAL OPERATING SRVCS	\$ -	\$ 450,399	\$ 450,399	#DIV/0!	\$ 6,404,336	\$ 6,838,775	\$ 434,439	6.78%
DDD	5Z10	653624 COUNTY BOARD WAIVER MATCH	\$ 26,450,000	\$ 29,851,074	\$ 3,401,074	12.86%	\$ 101,205,944	\$ 99,797,217	\$ (1,408,727)	-1.39%
DDD	4890	653632 DC DIRECT CARE SERVICES	\$ 170,417	\$ 7,721	\$ (162,696)	-95.47%	\$ 3,498,996	\$ 2,580,602	\$ (918,394)	-26.25%
DDD	3G60	653639 MEDICAID WAIVER SERVICES	\$ -	\$ (5,227)	\$ (5,227)	#DIV/0!	\$ 39,858,954	\$ 39,107,411	\$ (751,544)	-1.89%
DDD	3A40	653653 ICF/ IID	\$ -	\$ -	\$ -	#DIV/0!	\$ -	\$ (30,284)	\$ (30,284)	#DIV/0!
DDD	3A40	653654 Medicaid Services	\$ 130,987,996	\$ 148,869,157	\$ 17,881,161	13.65%	\$ 580,993,522	\$ 526,204,302	\$ (54,789,220)	-9.43%
Subtotal Non GRF Services			\$ 830,067,941	\$ 855,866,068	\$ 25,798,127	3.11%	\$ 3,693,017,536	\$ 3,629,518,619	\$ (63,498,916)	-1.72%

All Agency Medicaid Budget Variance - SFY 2018

Budget Status By Appropriation Line Item

As of November 3, 2017 (Month Closed)

Source: OAKS GL Table

			October Budget	October Expenditures	October Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
AGY FUND	Non GRF Administration									
MCD	5TZ0	651600 Brigid's Path Progam	\$ 500,000		\$ (500,000)	-100.00%	\$ 500,000		\$ (500,000)	-100.00%
MCD	3ER0	651603 Medicaid Health Information Tech	\$ 1,948,688	\$ 264,904	\$ (1,683,784)	-86.41%	\$ 9,963,419	\$ 9,367,897	\$ (595,522)	-5.98%
MCD	4E30	651605 Resident Protection Fund	\$ 100,227	\$ -	\$ (100,227)	-100.00%	\$ 1,395,322	\$ 1,541,664	\$ 146,342	10.49%
MCD	3F00	651624 Medicaid Program Support Fed	\$ 41,848,894	\$ 43,277,385	\$ 1,428,491	3.41%	\$ 146,123,814	\$ 117,486,747	\$ (28,637,067)	-19.60%
MCD	5AJ0	651631 Money Follows the Person	\$ 299,649	\$ 161,940	\$ (137,709)	-45.96%	\$ 2,058,344	\$ 1,969,194	\$ (89,149)	-4.33%
MCD	5DL0	651685 Medicaid Recoveries -Support	\$ 968,826	\$ 789,245	\$ (179,581)	-18.54%	\$ 2,818,062	\$ 2,854,474	\$ 36,412	1.29%
MCD	5U30	651654 Medicaid Program Support	\$ 210,895	\$ 354,574	\$ 143,679	68.13%	\$ 4,274,123	\$ 1,693,259	\$ (2,580,864)	-60.38%
MCD	3FA0	651680 Health Care Grants Federal	\$ 1,313,633	\$ 4,497,669	\$ 3,184,036	242.38%	\$ 5,591,478	\$ 8,505,756	\$ 2,914,278	52.12%
MHA	3B10	652636 COMM MEDICAID LEGACY SUPPORT	\$ 121,607	\$ 134,978	\$ 13,371	11.00%	\$ 672,942	\$ 548,887	\$ (124,055)	-18.43%
DDD	3A40	653604 DC&ICF/IID PROGRAM SUPPORT	\$ -	\$ -	\$ -	#DIV/0!	\$ 123,223	\$ 128,117	\$ 4,894	3.97%
DDD	3A40	653655 Medicaid Support	\$ 10,169,132	\$ 3,012,813	\$ (7,156,319)	-70.37%	\$ 23,549,487	\$ 14,775,323	\$ (8,774,164)	-37.26%
DDD	5S20	653622 MEDICAID ADMIN & OVERSIGHT	\$ 1,540,935	\$ 1,291,135	\$ (249,800)	-16.21%	\$ 7,018,171	\$ 6,419,771	\$ (598,400)	-8.53%
DDD	5E00	653627 MEDICAID PROGRAM SUPPORT	\$ 66,000	\$ 66,035	\$ 35	0.05%	\$ 265,959	\$ 426,804	\$ 160,845	60.48%
DDD	3G60	653640 MEDICAID WAIVER PROGRM SUPPORT	\$ -	\$ 25,803	\$ 25,803	#DIV/0!	\$ 2,369,195	\$ 1,592,252	\$ (776,943)	-32.79%
DOH	3GD0	654601 MEDICAID PROGRAM SUPPORT	\$ 1,065,548	\$ 888,378	\$ (177,170)	-16.63%	\$ 7,491,805	\$ 6,949,755	\$ (542,050)	-7.24%
JFS	3F01	655624 MEDICAID PROGRAM SUPPORT	\$ 9,412,656	\$ 7,145,705	\$ (2,266,951)	-24.08%	\$ 47,906,633	\$ 47,909,338	\$ 2,705	0.01%
AGE	3C40	656623 LONG TERM CARE BUDGET- FEDERAL	\$ 278,000	\$ 151,807	\$ (126,193)	-45.39%	\$ 1,362,755	\$ 763,081	\$ (599,674)	-44.00%
AGE	5T40	656625 HEALTHCARE GRANTS -STATE	\$ 10,000		\$ (10,000)	-100.00%	\$ 10,000		\$ (10,000)	-100.00%
EDU	3AF0	657601 Schools Medicaid Admin Claims	\$ 23,662	\$ -	\$ (23,662)	-45.39%	\$ 55,452	\$ 6,830	\$ (48,621)	-87.68%
PRX	4K90	658605 OARRS Integration - State	\$ 3,431	\$ 3,727	\$ 296	-100.00%	\$ 140,680	\$ 13,770	\$ (126,910)	-90.21%
PRX	3HH0	658601 OARRS Integration - Federal	\$ 32,453	\$ 35,252	\$ 2,799	8.63%	\$ 1,330,659	\$ 130,246	\$ (1,200,413)	-90.21%
		Subtotal Non GRF Administration	\$ 69,914,235	\$ 62,101,352	\$ (7,812,883)	-11.17%	\$ 265,021,522	\$ 223,083,167	\$ (41,938,355)	-15.82%
		Subtotal Non GRF	\$ 899,982,176	\$ 917,967,420	\$ 17,985,244	2.00%	\$ 3,958,039,058	\$ 3,852,601,786	\$ (105,437,272)	-2.66%
		Grand Total	\$ 2,279,683,975	\$ 2,283,798,314	\$ 4,114,339	0.18%	\$ 9,468,160,619	\$ 9,354,380,942	\$ (113,779,677)	-1.20%
		Total Service	\$ 2,186,015,423	\$ 2,196,824,194	\$ 10,808,770	0.49%	\$ 9,109,443,089	\$ 9,037,199,816	\$ (72,243,273)	-0.79%
		Total Administration	\$ 93,668,552	\$ 86,974,121	\$ (6,694,431)	-7.15%	\$ 358,717,529	\$ 317,181,126	\$ (41,536,403)	-11.58%

Note: Amounts exclude transfers and non appropriated Local funding

All Agency Medicaid Budget Variance - SFY 2018

October

As of 11/3/2017

Month	Projection	Expenditure	Variance	%
July	\$ 2,223,826,915	\$ 2,223,826,915	\$ -	0.00%
August	\$ 2,495,034,797	\$ 2,396,220,217	\$ (98,814,581)	-3.96%
September	\$ 2,469,614,931	\$ 2,450,535,496	\$ (19,079,436)	-0.77%
October	\$ 2,279,683,975	\$ 2,283,798,314	\$ 4,114,339	0.18%
Total Projection	\$ 9,468,160,619	\$ 9,354,380,942	\$ (113,779,677)	-1.20%

Year-To-Date Analysis - Source GL Table

Category	Projection	Expenditure	Variance	%
Nursing Facility	\$ 488,508,822	\$ 516,105,981	\$ 27,597,159	5.65%
Dept of Aging Waivers	\$ 134,415,550	\$ 136,287,187	\$ 1,871,638	1.39%
Home Care Waiver (ODM)	\$ 47,755,498	\$ 44,475,705	\$ (3,279,793)	-6.87%
Hospital	\$ 308,454,942	\$ 306,513,698	\$ (1,941,245)	-0.63%
Physician/Non Institutional Providers	\$ 412,327,504	\$ 385,066,783	\$ (27,260,721)	-6.61%
Prescribed Drugs	\$ 131,601,197	\$ 115,739,114	\$ (15,862,083)	-12.05%
Behavioral Health (MH/ODADAS)	\$ 413,931,080	\$ 431,766,519	\$ 17,835,439	4.31%
DDD Services	\$ 933,300,246	\$ 875,747,211	\$ (57,553,034)	-6.17%
Subtotal FFS	\$ 2,870,294,838	\$ 2,811,702,199	\$ (58,592,640)	-2.04%
Managed Care - ABD	\$ 798,263,074	\$ 802,123,940	\$ 3,860,866	0.48%
Managed Care - MyCare	\$ 819,514,830	\$ 805,203,946	\$ (14,310,884)	-1.75%
Managed Care - CFC/ABD Kids	\$ 2,026,768,542	\$ 2,052,296,511	\$ 25,527,969	1.26%
Managed Care - Group VIII	\$ 1,372,346,732	\$ 1,374,421,655	\$ 2,074,923	0.15%
Managed Care Pay For Performance	\$ 79,338,167	\$ 63,654,244	\$ (15,683,923)	-19.77%
Subtotal Managed Care	\$ 5,096,231,345	\$ 5,097,700,296	\$ 1,468,951	0.03%
Hospital UPL	\$ 122,084,426	\$ 122,316,307	\$ 231,881	0.19%
Hospital based Physician UPL	\$ 6,000,000	\$ 5,983,150	\$ (16,850)	-0.28%
Hospital HCAP	\$ 634,591,903	\$ 621,381,586	\$ (13,210,318)	-2.08%
Subtotal Hospital/Physician UPL/HCAP	\$ 762,676,329	\$ 749,681,043	\$ (12,995,287)	-1.70%
Medicare Buy In (includes QI)	\$ 201,510,465	\$ 198,186,842	\$ (3,323,623)	-1.65%
Medicare Part D	\$ 164,931,530	\$ 159,273,350	\$ (5,658,180)	-3.43%
Subtotal Medicare Premium Assistance	\$ 366,441,994	\$ 357,460,191	\$ (8,981,803)	-2.45%
Other OAKS Financial	\$ 13,798,583	\$ 20,656,087	\$ 6,857,504	49.70%
All Agency Administration	\$ 358,717,529	\$ 317,181,126	\$ (41,536,403)	-11.58%
Subtotal Other	\$ 372,516,112	\$ 337,837,213	\$ (34,678,899)	-9.31%
Total YTD Vs. Projection	\$ 9,468,160,619	\$ 9,354,380,942	\$ (113,779,677)	-1.20%

Analysis for the Month - Source GL Table

Month	Projection	Expenditure	Variance	%
Nursing Facility	\$ 119,947,337	\$ 125,844,047	\$ 5,896,710	4.92%
Dept of Aging Waivers	\$ 32,155,814	\$ 32,063,145	\$ (92,669)	-0.29%
Home Care Waiver (ODM)	\$ 12,725,715	\$ 11,575,056	\$ (1,150,658)	-9.04%
Hospital	\$ 78,714,004	\$ 80,364,507	\$ 1,650,502	2.10%
Physician/Non Institutional Providers	\$ 113,618,118	\$ 105,963,933	\$ (7,654,184)	-6.74%
Prescribed Drugs	\$ 34,594,898	\$ 31,279,699	\$ (3,315,199)	-9.58%
Behavioral Health (MH/ODADAS)	\$ 110,716,989	\$ 120,817,136	\$ 10,100,147	9.12%
DDD Services	\$ 205,894,204	\$ 231,695,518	\$ 25,801,314	12.53%
Subtotal FFS	\$ 708,367,079	\$ 739,603,042	\$ 31,235,963	4.41%
Managed Care - ABD	\$ 202,415,624	\$ 200,332,535	\$ (2,083,089)	-1.03%
Managed Care - MyCare	\$ 205,494,288	\$ 205,113,611	\$ (380,677)	-0.19%
Managed Care - CFC/ABD Kids	\$ 505,401,756	\$ 486,719,588	\$ (18,682,168)	-3.70%
Managed Care - Group VIII	\$ 341,793,329	\$ 340,793,335	\$ (999,994)	-0.29%
Managed Care Pay For Performance	\$ -	\$ 741,881	\$ 741,881	#DIV/0!
Subtotal Managed Care	\$ 1,255,104,997	\$ 1,233,700,949	\$ (21,404,048)	-1.71%
Hospital UPL	\$ 122,084,426	\$ 121,827,744	\$ (256,682)	-0.21%
Hospital based Physician UPL	\$ 6,000,000	\$ 5,983,150	\$ (16,850)	-0.28%
Subtotal Hospital/Physician UPL/HCAP	\$ 128,084,426	\$ 127,810,894	\$ (273,532)	-0.21%
Medicare Buy In (includes QI)	\$ 50,667,350	\$ 49,011,177	\$ (1,656,173)	-3.27%
Medicare Part D	\$ 40,341,926	\$ 41,182,808	\$ 840,882	2.08%
Subtotal Medicare Premium Assistance	\$ 91,009,276	\$ 90,193,985	\$ (815,291)	-0.90%
Other OAKS Financial	\$ 3,449,646	\$ 5,515,324	\$ 2,065,678	59.88%
All Agency Administration	\$ 93,668,552	\$ 86,974,121	\$ (6,694,431)	-7.15%
Subtotal Other	\$ 97,118,197	\$ 92,489,445	\$ (4,628,753)	-4.77%
Total Month Vs. Projection	\$ 2,279,683,975	\$ 2,283,798,314	\$ 4,114,339	0.18%

Note: Subject to change for accounting updates.