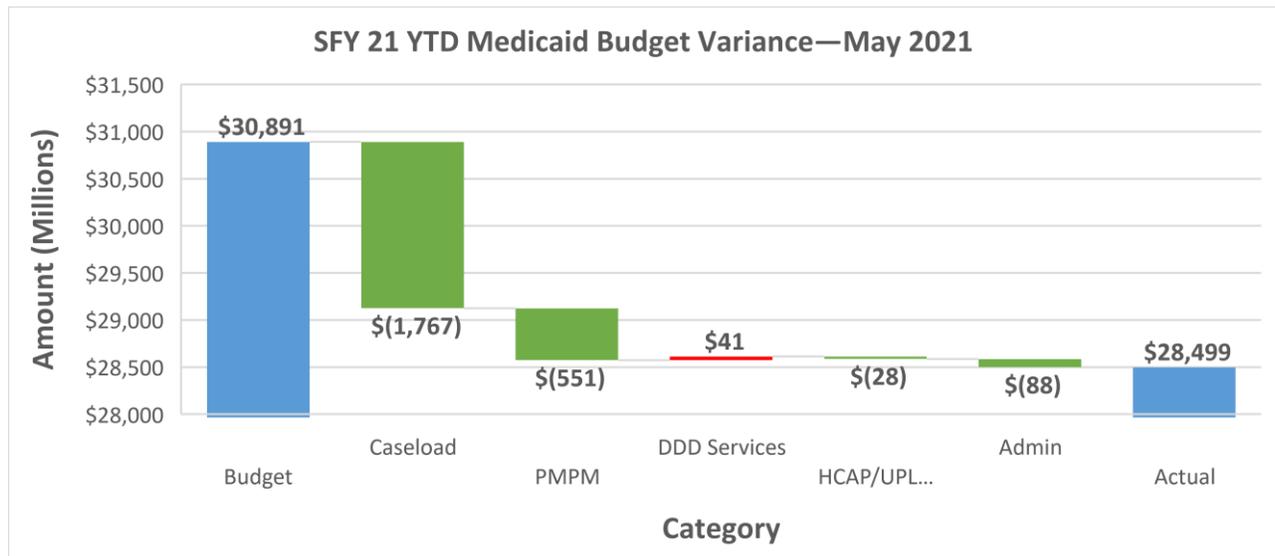


Ohio Medicaid Budget Variance Report – May 2021

The Ohio Medicaid Budget Variance Report provides a monthly review of actual Medicaid expenditures compared to disbursement estimates for FY21. Medicaid enrollment and spending estimates included in this report are based on updated projections made in July at the start of fiscal year 2021 and after the onset of the COVID-19 pandemic. As a reminder, SB 310 incorporated higher projections and was passed by the General Assembly in December 2020. SB 310 authorized federal spending increases above HB 166, the original budget. The current estimate of state share of ALI 651525 is lower than the original as-passed budget. Enrollment has continued below the revised estimates, but higher than original budget estimate throughout the fiscal year, driving significant negative spending variances. Additionally, these projections assume the receipt of additional federal reimbursement, associated with the federal pandemic response, only for the July-December period, whereas the additional federal reimbursement has now been authorized for the remainder of the year. This explains many of the significant month-to-month Medicaid spending variances reflected in this report. Through May 2021, the total variance of the Medicaid Program was \$2.4 billion (7.8%) under the \$30.9 billion estimate. Underspending in SFY 2021 compared to the disbursement estimate has been factored into the Executive Budget forecast for the SFY 2022-23 budget process.

- The estimates contained in this report were made in the early days of the COVID-19 pandemic when economic outlooks were more pessimistic than the actual impact turned out to be. As a result, the depth of insight gained from these monthly reports are more limited than variance reports released during non-pandemic years.
- The state share of 651525 was over estimate for the month May by \$188.4 million or 52.1%. Due to the uncertainties of the pandemic and for cash management purposes, OBM has instructed ODM to utilize GRF resources up to the current appropriation level as corrected by SB 310. This will have the impact of carrying forward any state share underspending in ODM non-GRF dedicated purpose funds. For the month of May, this amount was \$304 million state share. These funds will be addressed as part of the final overall budget forecast update for the Conference Committee.
- Managed care spending is under estimate by \$1,877.0 million (8.9%) year to date. Spending was under estimate for the month due to lower than anticipated caseload. The variance increased starting in January due to CY21 rates coming in lower than projected.
- Fee for service and other payments are under estimate by \$448.5 million (6.2%) year to date. FFS spending was under estimate for the month due to lower than anticipated caseload.
- Medicare Premium Assistance Payments were over estimate for the month by \$51.9 million (48.4%). A one-time fix was implemented in MITS to address an issue where Part B premiums were not being picked up correctly. This involved a significant amount of retroactivity, for a total estimated impact of \$61.6 million. Removing this unexpected payment, monthly buy-in expenditure would have been consistent with previous months, at approximately \$62 million.
- Administration is under estimate year to date due to lower than estimated IT-related expenses. This is mainly due to timing of payments. Almost all of the variance is outside of GRF.
- Variance in ALI 651525 is disproportionately state share, a trend which started in January. The disbursement estimate assumed enhanced FMAP through December of 2020, but states have been informed that it will continue through the end of CY2021.
- The waterfall graph below indicates the sources of the budget variance through May:



Total [caseload](#) was under estimate for the month of May by 284,085 (8.1%). Covered Families and Children (CFC) enrollment was under projections by 198,059 (10.0%), Expansion enrollment was under by 68,441 (8.0%) and ABD/MBIWD/Dual enrollment was under estimate by 17,946 (3.5%). Caseload has increased by about 419,000 (15.1%) since February 2020, largely due to the suspension of routine terminations as part of the enhanced FMAP maintenance of effort requirement. The increase from April to May was 19,538 (0.6%).

All Agency Medicaid Budget Variance - SFY 2021

Budget Status By Appropriation Line Item

As of Jun 4, 2021 (Month closed)

Source: OAKS GL Table

AGY FUND ALI Description

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

MCD	GRF State	651525 Medicaid/Health Care Services	\$ 361,936,517	\$ 550,361,357	\$ 188,424,841	52.06%	\$ 4,283,080,261	\$ 3,759,069,567	\$ (524,010,695)	-12.23%
MCD	GRF Federal	651525 Medicaid/Health Care Services	\$ 729,836,129	\$ 1,605,065,075	\$ 875,228,946	119.92%	\$ 11,655,511,922	\$ 11,410,567,659	\$ (244,944,263)	-2.10%
651525 Total			\$ 1,091,772,646	\$ 2,155,426,432	\$ 1,063,653,786	97.42%	\$ 15,938,592,183	\$ 15,169,637,226	\$ (768,954,957)	-4.82%
MCD	GRF State	651426 Positive Education	\$ -	\$ -	\$ -		\$ 2,500,000	\$ 2,500,000	\$ -	0.00%
MCD	GRF State	651526 MEDICARE PART D	\$ 45,240,193	\$ 35,968,817	\$ (9,271,376)	-20.49%	\$ 389,512,686	\$ 350,915,960	\$ (38,596,725)	-9.91%
MCD	GRF State	651529 Brigid's Path Progam	\$ -	\$ -	\$ -		\$ 500,000	\$ 500,000	\$ -	0.00%
MCD	GRF State	651533 Food Farmacy Pilot Project	\$ -	\$ -	\$ -		\$ 250,000	\$ -	\$ (250,000)	-100.00%
DDD	GRF State	653407 MEDICAID SERVICES	\$ 61,176,942	\$ 51,198,833	\$ (9,978,109)	-16.31%	\$ 579,431,599	\$ 528,905,999	\$ (50,525,600)	-8.72%
Subtotal GRF Services			\$ 1,198,189,780	\$ 2,242,594,083	\$ 1,044,404,302	87.17%	\$ 16,910,786,468	\$ 16,052,459,185	\$ (858,327,282)	-5.08%

AGY FUND GRF Administration

MCD	GRF State	651425 MEDICAID PROGRAM SUPPORT STATE	\$ 11,815,362	\$ 13,156,576	\$ 1,341,214	11.35%	\$ 130,907,639	\$ 130,878,980	\$ (28,659)	-0.02%
MHA	GRF State	652321 MEDICAID SUPPORT	\$ -	\$ -	\$ -		\$ 1,251,712	\$ 1,251,710	\$ (2)	0.00%
DDD	GRF State	653321 MEDICAID PROGRAM SUPPORT STATE	\$ 807,692	\$ 840,911	\$ 33,218	4.11%	\$ 6,742,620	\$ 6,631,226	\$ (111,394)	-1.65%
DOH	GRF State	654453 MEDICAID-HC QUALITY ASSURANCE	\$ 449,479	\$ 451,224	\$ 1,745	0.39%	\$ 3,973,158	\$ 3,891,849	\$ (81,309)	-2.05%
JFS	GRF State	655425 MEDICAID PROGRAM SUPPORT	\$ 1,409,896	\$ 806,294	\$ (603,602)	-42.81%	\$ 12,303,980	\$ 11,250,015	\$ (1,053,965)	-8.57%
JFS	GRF State	655522 MEDICAID PROGRAM SUPPORT-LOCAL	\$ 1,826,869	\$ 1,873,064	\$ 46,196	2.53%	\$ 33,892,027	\$ 34,541,441	\$ 649,413	1.92%
JFS	GRF State	655523 MEDICAID PRGRM SUPP- LOC TRNSP	\$ 1,579,800	\$ 3,516,242	\$ 1,936,442	122.58%	\$ 29,951,503	\$ 28,172,065	\$ (1,779,438)	-5.94%
AGE	GRF State	656423 LONG TERM CARE BUDGET - STATE	\$ 455,000	\$ 708,784	\$ 253,784	55.78%	\$ 4,787,256	\$ 4,827,463	\$ 40,207	0.84%
EDU	GRF State	657401 Medicaid in Schools	\$ 37,104	\$ 38,269	\$ 1,165	3.14%	\$ 294,789	\$ 282,273	\$ (12,516)	-4.25%
Subtotal GRF Administration			\$ 18,381,202	\$ 21,391,364	\$ 3,010,162	16.38%	\$ 224,104,685	\$ 221,727,022	\$ (2,377,663)	-1.06%
Total GRF			\$ 1,216,570,982	\$ 2,263,985,447	\$ 1,047,414,465	86.10%	\$ 17,134,891,152	\$ 16,274,186,207	\$ (860,704,945)	-5.02%
Total GRF State			\$ 486,734,853	\$ 658,920,372	\$ 172,185,519	35.38%	\$ 5,479,379,230	\$ 4,863,618,548	\$ (615,760,682)	-11.24%
Total GRF Federal			\$ 729,836,129	\$ 1,605,065,075	\$ 875,228,946	119.92%	\$ 11,655,511,922	\$ 11,410,567,659	\$ (244,944,263)	-2.10%

AGY FUND Non GRF Services

MCD	5R20	651608 MEDICAID Nursing Facilities	\$ 200,000	\$ 119,752	\$ (80,248)	-40.12%	\$ 323,237,500	\$ 322,326,145	\$ (911,355)	-0.28%
MCD	3F00	651623 HEALTH CARE FEDERAL	\$ 1,018,402,050	\$ 115,305,967	\$ (903,096,084)	-88.68%	\$ 7,744,358,126	\$ 6,727,678,429	\$ (1,016,679,697)	-13.13%
MCD	5FX0	651638 Medicaid Services - Payment Withholding	\$ 945,847	\$ 154,272	\$ (791,575)	-83.69%	\$ 11,054,153	\$ 4,586,663	\$ (6,467,490)	-58.51%
MCD	5DL0	651639 Medicaid Revenue and Collections	\$ 54,724,567	\$ 266,919	\$ (54,457,647)	-99.51%	\$ 547,246,513	\$ 398,859,082	\$ (148,387,431)	-27.12%
MCD	R055	651644 Refunds & Reconciliation	\$ 59,445	\$ 445,431	\$ 385,987	649.32%	\$ 940,555	\$ 2,963,024	\$ 2,022,469	215.03%
MCD	6510	651649 Medicaid Services - HCAP	\$ -	\$ -	\$ -		\$ 202,022,758	\$ 196,735,770	\$ (5,286,988)	-2.62%
MCD	5GF0	651656 MEDICAID HOSPITAL	\$ 221,787,714	\$ 36,787,714	\$ (185,000,000)	-83.41%	\$ 887,150,856	\$ 702,150,856	\$ (185,000,000)	-20.85%
MCD	5TN0	651684 Medicaid Services-HIC Fee	\$ 90,289,764	\$ -	\$ (90,289,764)	-100.00%	\$ 900,897,636	\$ 720,318,109	\$ (180,579,527)	-20.04%
MCD	5AN0	651686 CARE INNOVA & COMM IMRPRV PRG	\$ -	\$ -	\$ -		\$ 71,323,649	\$ 71,406,291	\$ 82,642	0.12%
MCD	5DL0	651690 Multi-system Youth Custody Relinquishment	\$ 875,970	\$ 970,530	\$ 94,560	10.79%	\$ 11,284,035	\$ 14,310,435	\$ 3,026,400	26.82%

All Agency Medicaid Budget Variance - SFY 2021

Budget Status By Appropriation Line Item

As of Jun 4, 2021 (Month closed)

Source: OAKS GL Table

AGY	FUND	ALI Description	May Budget	May Expenditures	May Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
DDD	5GE0	653606 ICF/IID & WAIVER MATCH	\$ 3,624,162	\$ 3,006,351	\$ (617,811)	-17.05%	\$ 52,380,337	\$ 36,377,937	\$ (16,002,400)	-30.55%
DDD	1520	653609 DC&RESIDENTIAL OPERATING SRVCS	\$ -	\$ -	\$ -		\$ 6,750,000	\$ 6,592,609	\$ (157,391)	-2.33%
DDD	5Z10	653624 COUNTY BOARD WAIVER MATCH	\$ 26,299,333	\$ 17,600,931	\$ (8,698,402)	-33.07%	\$ 319,658,584	\$ 303,767,870	\$ (15,890,714)	-4.97%
DDD	4890	653632 DC DIRECT CARE SERVICES	\$ -	\$ 640	\$ 640		\$ 2,250,470	\$ 3,580,052	\$ 1,329,582	59.08%
DDD	3A40	653654 Medicaid Services	\$ 161,197,246	\$ 165,584,703	\$ 4,387,456	2.72%	\$ 1,994,869,696	\$ 2,117,297,509	\$ 122,427,813	6.14%
Subtotal Non GRF Services			\$ 1,578,406,098	\$ 340,243,210	\$ (1,238,162,888)	-78.44%	\$ 13,075,424,867	\$ 11,628,950,779	\$ (1,446,474,087)	-11.06%
AGY	FUND	Non GRF Administration								
MCD	3ER0	651603 Medicaid Health Information Tech	\$ 1,576,836	\$ 329,914	\$ (1,246,922)	-79.08%	\$ 13,997,911	\$ 5,420,028	\$ (8,577,883)	-61.28%
MCD	4E30	651605 Resident Protection Fund	\$ 271,827	\$ 7,165	\$ (264,662)	-97.36%	\$ 5,189,585	\$ 3,648,935	\$ (1,540,651)	-29.69%
MCD	3F00	651624 Medicaid Program Support Fed	\$ 36,343,593	\$ 29,838,593	\$ (6,505,000)	-17.90%	\$ 353,325,279	\$ 297,838,406	\$ (55,486,873)	-15.70%
MCD	5DL0	651685 Medicaid Recoveries -Support	\$ 3,360,072	\$ 1,993,932	\$ (1,366,141)	-40.66%	\$ 33,450,100	\$ 23,644,054	\$ (9,806,045)	-29.32%
MCD	3FA0	651680 Health Care Grants Federal	\$ 166,387	\$ -	\$ (166,387)	-100.00%	\$ 1,430,172	\$ 15,878	\$ (1,414,294)	-98.89%
MHA	3B10	652636 COMM MEDICAID LEGACY SUPPORT	\$ 350,000	\$ 494,703	\$ 144,703	41.34%	\$ 4,396,573	\$ 1,643,314	\$ (2,753,258)	-62.62%
DDD	3A40	653655 Medicaid Support	\$ 11,604,842	\$ 2,349,538	\$ (9,255,304)	-79.75%	\$ 62,355,886	\$ 59,383,961	\$ (2,971,925)	-4.77%
DDD	5S20	653622 MEDICAID ADMIN & OVERSIGHT	\$ 2,604,690	\$ 2,606,366	\$ 1,676	0.06%	\$ 21,988,622	\$ 21,580,217	\$ (408,405)	-1.86%
DDD	5E00	653627 MEDICAID PROGRAM SUPPORT	\$ 136,890	\$ 118,510	\$ (18,380)	-13.43%	\$ 1,174,957	\$ 1,411,293	\$ 236,337	20.11%
DOH	3GD0	654601 MEDICAID PROGRAM SUPPORT	\$ 4,042,500	\$ 1,856,721	\$ (2,185,779)	-54.07%	\$ 26,805,290	\$ 23,782,899	\$ (3,022,391)	-11.28%
JFS	3F01	655624 MEDICAID PROGRAM SUPPORT	\$ 13,352,616	\$ 15,220,532	\$ 1,867,916	13.99%	\$ 148,610,813	\$ 152,276,364	\$ 3,665,551	2.47%
AGE	3C40	656623 LONG TERM CARE BUDGET- FEDERAL	\$ 708,689	\$ 255,144	\$ (453,545)	-64.00%	\$ 5,577,019	\$ 2,850,686	\$ (2,726,334)	-48.89%
AGE	5T10	656624 Provider Certification	\$ 21,000	\$ -	\$ (21,000)	-100.00%	\$ 99,000	\$ -	\$ (99,000)	-100.00%
AGE	5T40	656625 HEALTHCARE GRANTS -STATE	\$ 50,000	\$ -	\$ (50,000)	-100.00%	\$ 200,000	\$ -	\$ (200,000)	-100.00%
EDU	3AF0	657601 Schools Medicaid Admin Claims	\$ 22,974	\$ 71	\$ (22,903)	-99.69%	\$ 260,017	\$ 186,677	\$ (73,340)	-28.21%
PRX	4K90	658605 OARRS Integration - State	\$ 8,500	\$ 7,690	\$ (810)	-9.53%	\$ 220,176	\$ 213,172	\$ (7,004)	-3.18%
PRX	3HH0	658601 OARRS Integration - Federal	\$ 80,000	\$ 72,737	\$ (7,263)	-9.08%	\$ 2,070,566	\$ 2,016,343	\$ (54,224)	-2.62%
Subtotal Non GRF Administration			\$ 74,701,416	\$ 55,151,615	\$ (19,549,801)	-26.17%	\$ 681,151,966	\$ 595,912,228	\$ (85,239,738)	-12.51%
Subtotal Non GRF			\$ 1,653,107,515	\$ 395,394,826	\$ (1,257,712,689)	-76.08%	\$ 13,756,576,833	\$ 12,224,863,007	\$ (1,531,713,826)	-11.13%
Grand Total			\$ 2,869,678,497	\$ 2,659,380,272	\$ (210,298,224)	-7.33%	\$ 30,891,467,986	\$ 28,499,049,215	\$ (2,392,418,771)	-7.74%
Total Service			\$ 2,776,595,879	\$ 2,582,837,293	\$ (193,758,586)	-6.98%	\$ 29,986,211,334	\$ 27,681,409,965	\$ (2,304,801,370)	-7.69%
Total Administration			\$ 93,082,618	\$ 76,542,979	\$ (16,539,638)	-17.77%	\$ 905,256,651	\$ 817,639,250	\$ (87,617,401)	-9.68%

Note: Amounts exclude transfers and non appropriated Local funding

All Agency Medicaid Budget Variance - SFY 2021

May

As of Jun 4, 2021 (Month closed)

Month	Projection	Expenditure	Variance	%
July	\$ 2,713,081,855	\$ 2,713,081,855	\$ -	0.00%
August	\$ 2,987,289,289	\$ 2,934,922,730	\$ (52,366,559)	-1.75%
September	\$ 2,537,260,322	\$ 2,491,887,949	\$ (45,372,373)	-1.79%
October	\$ 2,845,336,806	\$ 2,421,331,742	\$ (424,005,064)	-14.90%
November	\$ 2,674,724,406	\$ 2,799,101,167	\$ 124,376,760	4.65%
December	\$ 2,777,235,057	\$ 2,585,377,958	\$ (191,857,100)	-6.91%
January	\$ 2,783,649,919	\$ 2,383,890,915	\$ (399,759,004)	-14.36%
February	\$ 2,817,263,368	\$ 2,360,447,735	\$ (456,815,633)	-16.21%
March	\$ 3,080,736,512	\$ 2,510,747,695	\$ (569,988,817)	-18.50%
April	\$ 2,805,211,955	\$ 2,638,879,197	\$ (166,332,758)	-5.93%
May	\$ 2,869,678,497	\$ 2,659,380,272	\$ (210,298,224)	-7.33%
Total Projection	\$ 30,891,467,986	\$ 28,499,049,215	\$ (2,392,418,771)	-7.74%

Year-To-Date Analysis - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 4,291,709,045	\$ 3,801,979,475	\$ (489,729,570)	-11.41%
DDD Services	\$ 2,955,340,685	\$ 2,996,521,976	\$ 41,181,290	1.39%
Subtotal FFS	\$ 7,247,049,730	\$ 6,798,501,450	\$ (448,548,280)	-6.19%
Managed Care - ABD	\$ 2,869,023,328	\$ 2,715,720,954	\$ (153,302,374)	-5.34%
Managed Care - ABD/ADFC Kids	\$ 927,059,302	\$ 890,877,938	\$ (36,181,363)	-3.90%
Managed Care - MyCare	\$ 2,729,580,607	\$ 2,531,107,888	\$ (198,472,719)	-7.27%
Managed Care - CFC	\$ 7,348,971,953	\$ 6,724,516,557	\$ (624,455,396)	-8.50%
Managed Care - Group VIII	\$ 6,537,432,592	\$ 5,677,195,755	\$ (860,236,837)	-13.16%
Managed Care Withholding Release	\$ 459,243,770	\$ 462,430,434	\$ 3,186,664	0.69%
Managed Care - Health Insurer Fee	\$ 148,350,000	\$ 140,768,757	\$ (7,581,243)	-5.11%
Subtotal Managed Care	\$ 21,019,661,551	\$ 19,142,618,283	\$ (1,877,043,269)	-8.93%
Hospital HCAP	\$ 624,877,073	\$ 608,527,981	\$ (16,349,092)	-2.62%
CICIP FFS	\$ 42,589,170	\$ 35,567,356	\$ (7,021,814)	-16.49%
Subtotal Hospital/Physician UPL/HCAP	\$ 667,466,242	\$ 644,095,336	\$ (23,370,906)	-3.50%
Medicare Buy In	\$ 662,521,125	\$ 745,278,935	\$ 82,757,811	12.49%
Medicare Part D	\$ 389,512,686	\$ 350,915,960	\$ (38,596,725)	-9.91%
Subtotal Medicare Premium Assistance	\$ 1,052,033,810	\$ 1,096,194,896	\$ 44,161,085	4.20%
All Agency Administration	\$ 905,256,651	\$ 817,639,250	\$ (87,617,401)	-9.68%
Subtotal Administration	\$ 905,256,651	\$ 817,639,250	\$ (87,617,401)	-9.68%
Total YTD Vs. Projection	\$ 30,891,467,986	\$ 28,499,049,215	\$ (2,392,418,771)	-7.74%

Analysis for the Month - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 400,162,404	\$ 386,023,680	\$ (14,138,724)	-3.53%
DDD Services	\$ 252,297,683	\$ 237,391,458	\$ (14,906,226)	-5.91%
Subtotal FFS	\$ 652,460,088	\$ 623,415,138	\$ (29,044,950)	-4.45%
Managed Care - ABD	\$ 266,288,503	\$ 244,252,603	\$ (22,035,900)	-8.28%
Managed Care - ABD/ADFC Kids	\$ 86,236,783	\$ 85,298,821	\$ (937,962)	-1.09%
Managed Care - MyCare	\$ 253,323,468	\$ 233,095,966	\$ (20,227,502)	-7.98%
Managed Care - CFC	\$ 703,401,198	\$ 621,339,526	\$ (82,061,672)	-11.67%
Managed Care - Group VIII	\$ 626,416,205	\$ 532,730,492	\$ (93,685,713)	-14.96%
Managed Care Withholding Release	\$ 81,270,782	\$ 83,613,924	\$ 2,343,142	2.88%
Subtotal Managed Care	\$ 2,016,936,939	\$ 1,800,331,331	\$ (216,605,608)	-10.74%
Medicare Buy In	\$ 61,958,659	\$ 123,122,007	\$ 61,163,348	98.72%
Medicare Part D	\$ 45,240,193	\$ 35,968,817	\$ (9,271,376)	-20.49%
Subtotal Medicare Premium Assistance	\$ 107,198,852	\$ 159,090,824	\$ 51,891,972	48.41%
All Agency Administration	\$ 93,082,618	\$ 76,542,979	\$ (16,539,638)	-17.77%
Subtotal Administration	\$ 93,082,618	\$ 76,542,979	\$ (16,539,638)	-17.77%
Total Month Vs. Projection	\$ 2,869,678,497	\$ 2,659,380,272	\$ (210,298,224)	-7.33%

Note: Subject to change for accounting updates.