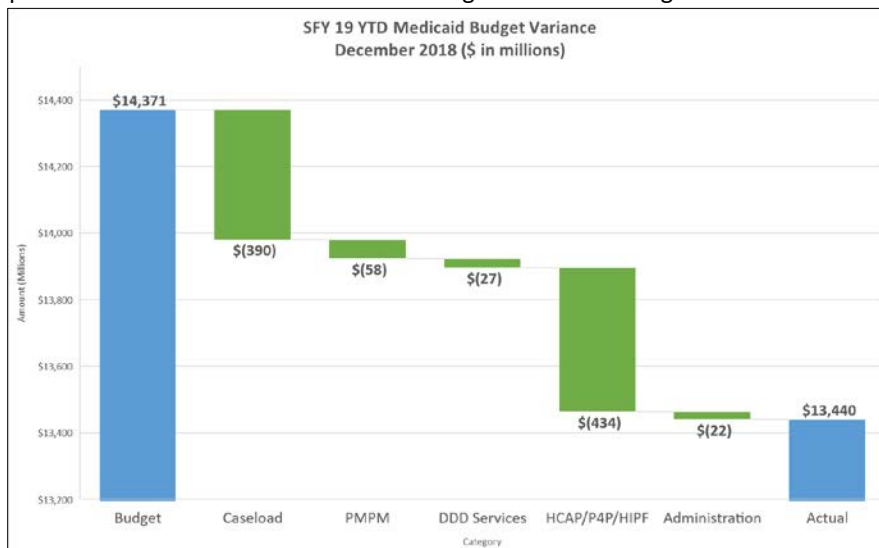


Ohio Medicaid Budget Variance Report – December 2018

The Ohio Medicaid Budget Variance Report provides a monthly review of actual Medicaid expenditures compared to disbursement estimates for FY19. Through December 2018, the total variance of the Medicaid Program was \$930.7 million (-6.5%) under the \$14.4 billion-dollar estimate. About one third of the overall variance is due to timing of HCAP payments and has no impact on the GRF. The state share of spending from the 651525 line item, the primary funding source for services, was under estimate by \$64 million (-3.0%) through December. Lower than anticipated caseload drove most of the variance.

- While lower than projected caseload and HCAP timing is driving significant overall underspending, the much more important GRF state share variance is much smaller. Lower than projected managed care caseload is driving lower than projected member month assessment revenue deposits into fund 5TN0. Additionally, drug rebate revenue is lower than projected. This has resulted in underspending in non GRF line items, which drives spending to 651525. The overall variance in the 651525 line item is also disproportionately federal, as much of the variance is from lower than projected expansion enrollment. For the month of December, the state share of the 651525 line item was under estimate by only \$10.3 million (-3.8%).
- The Health Insurer Provider Fee (HIPF) was paid in December and lower than projected, driving the majority of variance in Managed Care. Capitation payment underspending was concentrated in the CFC and Expansion Group categories due to declining caseload.
- The ODM fee for service (FFS) category was lower than projected through December due to the decline in FFS enrollment. FFS underspending occurred in Aging programs, hospital, and non-institutional providers.
- HCAP payments were under estimate by \$317.6 million due to timing of CMS state plan approval. Ohio has received federal approval, and half of payments were made in December; the remaining will be made in January.
- Medicare Premium Assistance Payments were under estimate by \$32.8 million through the month of December. The current-month variance is -9.7%, driven by caseload and lower than projected 2019 Part B premiums.
- The waterfall graph below indicates the sources of the budget variance through December:



- Overall [caseload](#) was 146,488 (-4.9%) under estimate for the month of December. Expansion Group caseload has declined by about 85,000 since July 2017 and was below projections (-8.8%) for the month. Covered Families and Children (CFC) enrollment was below projections (-3.1%), and the Aged, Blind and Disabled (ABD) category was also below projections (-2.8%). The declining caseload is attributed to the economy.



All Agency Medicaid Budget Variance - SFY 2019

Budget Status By Appropriation Line Item

As of Jan 4, 2019 (Month closed)

Source: OAKS GL Table

AGY FUND ALI Description

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

MCD	GRF State	651525 Medicaid/Health Care Services	\$ 275,519,331	\$ 265,170,325	\$ (10,349,006)	-3.76%	\$ 2,141,731,477	\$ 2,077,752,139	\$ (63,979,338)	-2.99%
MCD	GRF Federal	651525 Medicaid/Health Care Services	\$ 769,479,216	\$ 703,976,428	\$ (65,502,788)	-8.51%	\$ 5,286,372,508	\$ 5,053,382,139	\$ (232,990,369)	-4.41%
651525 Total			\$ 1,044,998,547	\$ 969,146,753	\$ (75,851,794)	-7.26%	\$ 7,428,103,985	\$ 7,131,134,278	\$ (296,969,707)	-4.00%
MCD	GRF State	651426 Positive Education Program	\$ -	\$ 2,500,000	\$ 2,500,000		\$ 2,500,000	\$ 2,500,000	\$ -	0.00%
MCD	GRF State	651526 MEDICARE PART D	\$ 38,653,252	\$ 37,374,431	\$ (1,278,821)	-3.31%	\$ 232,075,137	\$ 225,577,453	\$ (6,497,685)	-2.80%
DDD	GRF State	653407 MEDICAID SERVICES	\$ 53,838,113	\$ 54,404,752	\$ 566,639	1.05%	\$ 305,322,439	\$ 303,246,203	\$ (2,076,235)	-0.68%
Subtotal GRF Services			\$ 1,137,489,912	\$ 1,063,425,936	\$ (74,063,976)	-6.51%	\$ 7,968,001,561	\$ 7,662,457,934	\$ (305,543,627)	-3.83%

AGY FUND GRF Administration

MCD	GRF State	651425 MEDICAID PROGRAM SUPPORT STATE	\$ 11,464,357	\$ 12,518,128	\$ 1,053,772	9.19%	\$ 81,169,416	\$ 73,504,255	\$ (7,665,161)	-9.44%
MHA	GRF State	652321 MEDICAID SUPPORT	\$ 127,367	\$ 214,105	\$ 86,738	68.10%	\$ 1,250,367	\$ 999,043	\$ (251,324)	-20.10%
DDD	GRF State	653321 MEDICAID PROGRAM SUPPORT STATE	\$ 807,690	\$ 838,324	\$ 30,634	3.79%	\$ 3,769,228	\$ 3,780,109	\$ 10,881	0.29%
DOH	GRF State	654453 MEDICAID-HC QUALITY ASSURANCE	\$ 397,545	\$ 406,012	\$ 8,467	2.13%	\$ 1,942,454	\$ 2,000,216	\$ 57,762	2.97%
JFS	GRF State	655425 MEDICAID PROGRAM SUPPORT	\$ 638,731	\$ 927,916	\$ 289,186	45.28%	\$ 5,149,262	\$ 5,904,993	\$ 755,731	14.68%
JFS	GRF State	655522 MEDICAID PROGRAM SUPPORT-LOCAL	\$ 1,701,572	\$ 3,523,254	\$ 1,821,682	107.06%	\$ 21,084,576	\$ 19,084,144	\$ (2,000,431)	-9.49%
JFS	GRF State	655523 MEDICAID PRGRM SUPP- LOC TRNSP	\$ 3,521,103	\$ 3,853,558	\$ 332,455	9.44%	\$ 19,438,261	\$ 19,981,815	\$ 543,554	2.80%
AGE	GRF State	656423 LONG TERM CARE BUDGET - STATE	\$ 400,000	\$ 395,569	\$ (4,431)	-1.11%	\$ 1,810,000	\$ 1,753,608	\$ (56,392)	-3.12%
EDU	GRF State	657401 Medicaid in Schools	\$ 14,737	\$ 30,442	\$ 15,705	106.57%	\$ 216,136	\$ 155,555	\$ (60,581)	-28.03%
Subtotal GRF Administration			\$ 19,073,102	\$ 22,707,309	\$ 3,634,207	19.05%	\$ 135,829,700	\$ 127,163,739	\$ (8,665,961)	-6.38%
Total GRF			\$ 1,156,563,014	\$ 1,086,133,245	\$ (70,429,769)	-6.09%	\$ 8,103,831,261	\$ 7,789,621,673	\$ (314,209,588)	-3.88%
Total GRF State			\$ 387,083,798	\$ 382,156,817	\$ (4,926,981)	-1.27%	\$ 2,817,458,753	\$ 2,736,239,534	\$ (81,219,219)	-2.88%
Total GRF Federal			\$ 769,479,216	\$ 703,976,428	\$ (65,502,788)	-8.51%	\$ 5,286,372,508	\$ 5,053,382,139	\$ (232,990,369)	-4.41%

AGY FUND Non GRF Services

MCD	5TZ0	651600 Brigid's Path Program	\$ -	\$ -	\$ -		\$ 500,000	\$ 500,000	\$ -	0.00%
MCD	5R20	651608 MEDICAID Nursing Facilities	\$ 50,000,000	\$ 50,000,000	\$ -	0.00%	\$ 150,000,000	\$ 150,312,876	\$ 312,876	0.21%
MCD	3F00	651623 HEALTH CARE FEDERAL	\$ 675,393,885	\$ 817,522,475	\$ 142,128,590	21.04%	\$ 3,272,101,664	\$ 2,872,981,949	\$ (399,119,715)	-12.20%
MCD	5FX0	651638 Medicaid Services - Payment Withholding	\$ 1,000,000	\$ 2,226,299	\$ 1,226,299	122.63%	\$ 6,000,000	\$ 10,517,652	\$ 4,517,652	75.29%
MCD	5DL0	651639 Medicaid Revenue and Collections	\$ 60,224,595	\$ 47,126,683	\$ (13,097,913)	-21.75%	\$ 361,361,191	\$ 333,591,786	\$ (27,769,405)	-7.68%
MCD	R055	651644 Refunds & Reconciliation	\$ 100,000	\$ 4,498	\$ (95,502)	-95.50%	\$ 500,000	\$ 28,286	\$ (471,714)	-94.34%
MCD	6510	651649 Medicaid Services - HCAP	\$ -	\$ 118,230,480	\$ 118,230,480		\$ 235,470,469	\$ 118,234,847	\$ (117,235,622)	-49.79%
MCD	5GF0	651656 MEDICAID HOSPITAL	\$ 140,225,000	\$ 137,861,145	\$ (2,363,855)	-1.69%	\$ 168,096,278	\$ 169,262,377	\$ 1,166,099	0.69%
MCD	5SC0	651683 Medicaid Services - Physician UPL	\$ -	\$ -	\$ -		\$ 4,373,670	\$ 3,057,547	\$ (1,316,123)	-30.09%
MCD	5TN0	651684 Medicaid Services-HIC Fee	\$ -	\$ -	\$ -		\$ 287,000,000	\$ 266,000,000	\$ (21,000,000)	-7.32%
MCD	5AN0	651686 CARE INNOVA & COMM IMRPRV PRG	\$ 6,000,000	\$ -	\$ (6,000,000)	-100.00%	\$ 43,603,200	\$ 26,793,085	\$ (16,810,115)	-38.55%
MCD	5SA4	651689 Medicaid Health and Human Services	\$ 75,613,790	\$ 75,613,790	\$ -	0.00%	\$ 235,215,586	\$ 235,215,587	\$ 1	0.00%

All Agency Medicaid Budget Variance - SFY 2019

Budget Status By Appropriation Line Item

As of Jan 4, 2019 (Month closed)

Source: OAKS GL Table

AGY	FUND	ALI Description	December Budget	December Expenditures	December Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
DDD	5GE0	653606 ICF/IID & WAIVER MATCH	\$ 11,000,000	\$ 92,190	\$ (10,907,810)	-99.16%	\$ 22,000,000	\$ 11,315,607	\$ (10,684,393)	-48.57%
DDD	1520	653609 DC&RESIDENTIAL OPERATING SRVCS	\$ 848,560	\$ 1,038,653	\$ 190,093	22.40%	\$ 3,968,272	\$ 4,174,289	\$ 206,017	5.19%
DDD	5Z10	653624 COUNTY BOARD WAIVER MATCH	\$ 24,398,253	\$ 33,028,304	\$ 8,630,052	35.37%	\$ 158,818,053	\$ 163,527,971	\$ 4,709,918	2.97%
DDD	4890	653632 DC DIRECT CARE SERVICES	\$ 569,926	\$ 659,222	\$ 89,297	15.67%	\$ 2,700,104	\$ 2,545,074	\$ (155,030)	-5.74%
DDD	3A40	653654 Medicaid Services	\$ 156,909,877	\$ 155,697,790	\$ (1,212,087)	-0.77%	\$ 917,245,995	\$ 897,773,508	\$ (19,472,488)	-2.12%
Subtotal Non GRF Services			\$ 1,202,283,885	\$ 1,439,101,529	\$ 236,817,644	19.70%	\$ 5,868,954,482	\$ 5,265,832,441	\$ (603,122,042)	-10.28%
AGY FUND Non GRF Administration										
MCD	3ER0	651603 Medicaid Health Information Tech	\$ 887,519	\$ 302,427	\$ (585,091)	-65.92%	\$ 7,291,269	\$ 3,075,757	\$ (4,215,512)	-57.82%
MCD	4E30	651605 Resident Protection Fund	\$ 9,682	\$ 5,677	\$ (4,005)	-41.37%	\$ 2,572,423	\$ 1,766,730	\$ (805,692)	-31.32%
MCD	3F00	651624 Medicaid Program Support Fed	\$ 25,671,908	\$ 27,183,380	\$ 1,511,471	5.89%	\$ 211,649,479	\$ 207,900,756	\$ (3,748,722)	-1.77%
MCD	5AJ0	651631 Money Follows the Person	\$ 1,128,652	\$ 150,056	\$ (978,595)	-86.70%	\$ 7,245,622	\$ 1,774,878	\$ (5,470,744)	-75.50%
MCD	5DL0	651685 Medicaid Recoveries -Support	\$ 1,593,574	\$ 1,379,233	\$ (214,342)	-13.45%	\$ 16,223,887	\$ 11,734,479	\$ (4,489,408)	-27.67%
MCD	3FA0	651680 Health Care Grants Federal	\$ 1,051,823	\$ 683,098	\$ (368,725)	-35.06%	\$ 10,358,140	\$ 6,599,030	\$ (3,759,110)	-36.29%
MHA	3B10	652636 COMM MEDICAID LEGACY SUPPORT	\$ 250,000	\$ 199,072	\$ (50,928)	-20.37%	\$ 1,405,016	\$ 850,137	\$ (554,879)	-39.49%
DDD	3A40	653655 Medicaid Support	\$ 2,572,499	\$ 1,348,084	\$ (1,224,414)	-47.60%	\$ 32,721,203	\$ 29,670,727	\$ (3,050,477)	-9.32%
DDD	5S20	653622 MEDICAID ADMIN & OVERSIGHT	\$ 2,772,941	\$ 3,091,286	\$ 318,345	11.48%	\$ 12,940,391	\$ 12,413,161	\$ (527,230)	-4.07%
DDD	5E00	653627 MEDICAID PROGRAM SUPPORT	\$ 168,269	\$ 125,872	\$ (42,397)	-25.20%	\$ 801,922	\$ 759,526	\$ (42,396)	-5.29%
DOH	3GD0	654601 MEDICAID PROGRAM SUPPORT	\$ 2,285,507	\$ 1,545,041	\$ (740,466)	-32.40%	\$ 14,256,779	\$ 12,311,231	\$ (1,945,548)	-13.65%
JFS	3F01	655624 MEDICAID PROGRAM SUPPORT	\$ 12,886,372	\$ 16,993,468	\$ 4,107,096	31.87%	\$ 76,509,847	\$ 92,313,255	\$ 15,803,408	20.66%
AGE	3C40	656623 LONG TERM CARE BUDGET- FEDERAL	\$ 292,000	\$ 245,078	\$ (46,922)	-16.07%	\$ 2,188,665	\$ 1,681,008	\$ (507,657)	-23.19%
AGE	5T40	656625 HEALTHCARE GRANTS -STATE	\$ -	\$ -	\$ -		\$ 126,939	\$ 63,045	\$ (63,895)	-50.33%
EDU	3AF0	657601 Schools Medicaid Admin Claims	\$ -	\$ -	\$ -		\$ 7,852	\$ 89	\$ (7,763)	-98.86%
PRX	4K90	658605 OARRS Integration - State	\$ 6,955	\$ 7,194	\$ 239	3.44%	\$ 176,695	\$ 178,213	\$ 1,518	0.86%
PRX	3HH0	658601 OARRS Integration - Federal	\$ 70,943	\$ 68,050	\$ (2,893)	-4.08%	\$ 1,697,083	\$ 1,685,670	\$ (11,413)	-0.67%
Subtotal Non GRF Administration			\$ 51,648,643	\$ 53,327,015	\$ 1,678,372	3.25%	\$ 398,173,212	\$ 384,777,693	\$ (13,395,520)	-3.36%
Subtotal Non GRF			\$ 1,253,932,528	\$ 1,492,428,544	\$ 238,496,016	19.02%	\$ 6,267,127,695	\$ 5,650,610,133	\$ (616,517,561)	-9.84%
Grand Total			\$ 2,410,495,542	\$ 2,578,561,789	\$ 168,066,247	6.97%	\$ 14,370,958,955	\$ 13,440,231,806	\$ (930,727,149)	-6.48%
Total Service			\$ 2,339,773,797	\$ 2,502,527,465	\$ 162,753,668	6.96%	\$ 13,836,956,043	\$ 12,928,290,374	\$ (908,665,669)	-6.57%
Total Administration			\$ 70,721,745	\$ 76,034,323	\$ 5,312,579	7.51%	\$ 534,002,912	\$ 511,941,432	\$ (22,061,480)	-4.13%

Note: Amounts exclude transfers and non appropriated Local funding



All Agency Medicaid Budget Variance - SFY 2019

December

As of 1/4/2019

Month	Projection	Expenditure	Variance	%
July	\$ 2,319,812,238	\$ 2,188,153,613	\$ (131,658,625)	-5.68%
August	\$ 2,187,370,171	\$ 2,105,168,958	\$ (82,201,213)	-3.76%
September	\$ 2,616,419,360	\$ 2,077,163,548	\$ (539,255,812)	-20.61%
October	\$ 2,572,334,019	\$ 2,274,392,636	\$ (297,941,383)	-11.58%
November	\$ 2,264,527,625	\$ 2,216,791,263	\$ (47,736,362)	-2.11%
December	\$ 2,410,495,542	\$ 2,578,561,789	\$ 168,066,247	6.97%
Total Projection	\$ 14,370,958,954	\$ 13,440,231,806	\$ (930,727,148)	-6.48%

Year-To-Date Analysis - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 2,426,141,233	\$ 2,210,059,621	\$ (216,081,612)	-8.91%
DDD Services	\$ 1,410,054,863	\$ 1,382,582,652	\$ (27,472,210)	-1.95%
Subtotal FFS	\$ 3,836,196,096	\$ 3,592,642,273	\$ (243,553,823)	-6.35%
Managed Care - ABD	\$ 1,413,917,633	\$ 1,399,483,674	\$ (14,433,959)	-1.02%
Managed Care - ABD/ADFC Kids	\$ 471,213,609	\$ 462,014,475	\$ (9,199,134)	-1.95%
Managed Care - MyCare	\$ 1,220,216,276	\$ 1,271,981,794	\$ 51,765,518	4.24%
Managed Care - CFC	\$ 2,988,229,830	\$ 2,927,934,342	\$ (60,295,488)	-2.02%
Managed Care - Group VIII	\$ 2,269,997,512	\$ 2,103,374,644	\$ (166,622,868)	-7.34%
Managed Care Pay For Performance	\$ 100,934,524	\$ 65,975,871	\$ (34,958,653)	-34.63%
Managed Care - Health Insurer Fee	\$ 190,000,000	\$ 128,968,600	\$ (61,031,400)	-32.12%
Subtotal Managed Care	\$ 8,654,509,384	\$ 8,359,733,400	\$ (294,775,984)	-3.41%
Hospital UPL	\$ 109,584,426	\$ 107,229,471	\$ (2,354,955)	-2.15%
Hospital HCAP	\$ 635,290,622	\$ 317,659,318	\$ (317,631,304)	-50.00%
Hospital based Physician UPL	\$ 11,800,000	\$ 10,107,695	\$ (1,692,305)	-14.34%
CICIP FFS	\$ 26,400,000	\$ 10,503,889	\$ (15,896,111)	-60.21%
Subtotal Hospital/Physician UPL/HCAP	\$ 783,075,048	\$ 445,500,373	\$ (337,574,676)	-43.11%
Medicare Buy In	\$ 331,100,377	\$ 304,836,876	\$ (26,263,501)	-7.93%
Medicare Part D	\$ 232,075,137	\$ 225,577,453	\$ (6,497,685)	-2.80%
Subtotal Medicare Premium Assistance	\$ 563,175,514	\$ 530,414,329	\$ (32,761,186)	-5.82%
All Agency Administration	\$ 534,002,912	\$ 511,941,432	\$ (22,061,480)	-4.13%
Subtotal Administration	\$ 534,002,912	\$ 511,941,432	\$ (22,061,480)	-4.13%
Total YTD Vs. Projection	\$ 14,370,958,954	\$ 13,440,231,806	\$ (930,727,148)	-6.48%

Analysis for the Month - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 405,965,685	\$ 371,991,424	\$ (33,974,261)	-8.37%
DDD Services	\$ 247,564,728	\$ 244,920,912	\$ (2,643,816)	-1.07%
Subtotal FFS	\$ 653,530,412	\$ 616,912,336	\$ (36,618,076)	-5.60%
Managed Care - ABD	\$ 237,502,489	\$ 233,899,993	\$ (3,602,496)	-1.52%
Managed Care - ABD/ADFC Kids	\$ 79,052,979	\$ 76,296,654	\$ (2,756,325)	-3.49%
Managed Care - MyCare	\$ 205,095,500	\$ 211,940,007	\$ 6,844,507	3.34%
Managed Care - CFC	\$ 497,435,478	\$ 486,709,371	\$ (10,726,107)	-2.16%
Managed Care - Group VIII	\$ 378,385,007	\$ 340,970,827	\$ (37,414,180)	-9.89%
Managed Care - Health Insurer Fee	\$ 190,000,000	\$ 128,968,600	\$ (61,031,400)	-32.12%
Subtotal Managed Care	\$ 1,587,471,453	\$ 1,478,785,450	\$ (108,686,003)	-6.85%
Hospital HCAP	\$ -	\$ 317,647,290	\$ 317,647,290	
Subtotal Hospital/Physician UPL/HCAP	\$ -	\$ 317,647,290	\$ 317,647,290	
Medicare Buy In	\$ 60,118,680	\$ 51,807,959	\$ (8,310,721)	-13.82%
Medicare Part D	\$ 38,653,252	\$ 37,374,431	\$ (1,278,821)	-3.31%
Subtotal Medicare Premium Assistance	\$ 98,771,932	\$ 89,182,389	\$ (9,589,542)	-9.71%
All Agency Administration	\$ 70,721,745	\$ 76,034,323	\$ 5,312,579	7.51%
Subtotal Administration	\$ 70,721,745	\$ 76,034,323	\$ 5,312,579	7.51%
Total Month Vs. Projection	\$ 2,410,495,542	\$ 2,578,561,789	\$ 168,066,247	6.97%

Note: Subject to change for accounting updates.