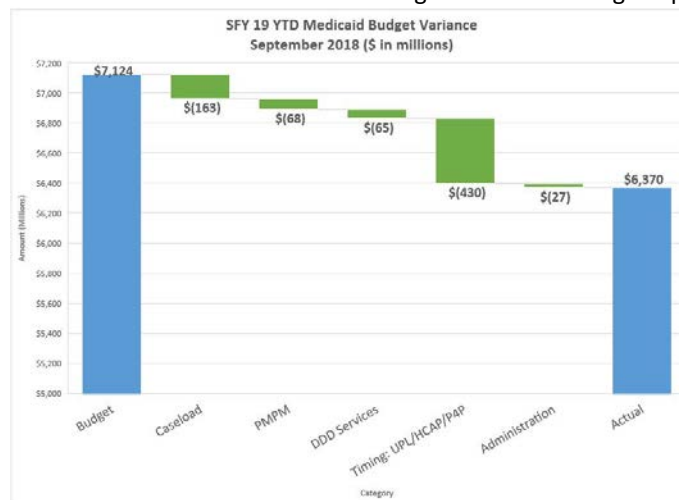


Ohio Medicaid Budget Variance Report – September 2018

The Ohio Medicaid Budget Variance Report provides a monthly review of actual Medicaid expenditures compared to disbursement estimates for FY19. Through September 2018, the total variance of the Medicaid Program was \$753.1 million (-10.6%) under the \$7.1 billion-dollar estimate. HCAP payments were delayed pending state and federal approval, driving almost half of the overall variance. State share of spending from the 651525 line item, the primary funding source for services, was under estimate by \$69.9 million (- 5.8%). Timing of payments and lower than anticipated caseload made up most of the variance for the month.

- The year to date variance in the 651525 line item is \$300.3 million (-7.3%) through September, primarily due to timing of payments, lower than projected caseload, and fee for service spending. The state share is under estimate by \$69.9 million (-5.8%). Much of the underspending is in managed care incentive payments that were anticipated to pay out in September but will not pay out until October. Group VIII managed care payments are under estimate making the overall variance disproportionately federal. Lower than projected managed care caseload is driving lower than projected member month assessment revenue deposits into fund 5TNO. This resulted in underspending in line item 651684, Medicaid Services HIC Fee, which drives spending to 651525.
- The ODM fee for service (FFS) category was lower than projected through September due to the decline in FFS enrollment. FFS underspending occurred in the Medicaid School Program, aging programs, and non-institutional providers.
- Managed care variance was concentrated in the CFC category and Group VIII categories. Both Group VIII and CFC managed care payments were under estimate year to date due to the declining caseload.
- The Care Innovation and Community Improvement Program (CICIP) is under estimate year to date, as there were fewer months included in the initial payment than originally budgeted. Intragovernmental transfers supporting the program were also correspondingly lower than projected. The CICIP program is funded outside of the General Fund.
- Medicare Premium Assistance Payments were under estimate by \$15.1 million through the month of September. This was due to the timing of an adjustment that was processed in June rather than July, a month earlier than anticipated. The current month variance is only 3%, driven by caseload.
- The waterfall graph below indicates the sources of the budget variance through September:



- Overall [caseload](#) was 80,277 (-2.7%) under estimate for the month of September. Group VIII caseload has declined by almost 60,000 since July 2017 and was below projections (-5.8%) for the month. The Covered Families and Children (CFC) enrollment was below projections (-1.0%) and the Aged, Blind and Disabled (ABD) category was below projections (-1.6%). The declining caseload is attributed to the economy.

All Agency Medicaid Budget Variance - SFY 2019

Budget Status By Appropriation Line Item

As of Oct 2, 2018 (Month closed)

Source: OAKS GL Table

AGY	FUND	ALI Description	September Budget	September Expenditures	September Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
AGY FUND GRF Services										
MCD	GRF State	651525 Medicaid/Health Care Services	\$ 372,818,253	\$ 345,608,292	\$ (27,209,961)	-7.30%	\$ 1,204,454,317	\$ 1,134,587,962	\$ (69,866,355)	-5.80%
MCD	GRF Federal	651525 Medicaid/Health Care Services	\$ 916,095,497	\$ 802,322,680	\$ (113,772,817)	-12.42%	\$ 2,899,082,844	\$ 2,668,659,982	\$ (230,422,862)	-7.95%
651525 Total			\$ 1,288,913,749	\$ 1,147,930,972	\$ (140,982,778)	-10.94%	\$ 4,103,537,161	\$ 3,803,247,944	\$ (300,289,218)	-7.32%
MCD	GRF State	651426 Positive Education Program	\$ -	\$ -	\$ -		\$ 2,500,000	\$ -	\$ (2,500,000)	-100.00%
MCD	GRF State	651526 MEDICARE PART D	\$ 38,671,047	\$ 37,863,885	\$ (807,162)	-2.09%	\$ 115,838,312	\$ 113,459,248	\$ (2,379,064)	-2.05%
DDD	GRF State	653407 MEDICAID SERVICES	\$ 48,379,638	\$ 49,872,286	\$ 1,492,648	3.09%	\$ 151,266,071	\$ 151,296,490	\$ 30,419	0.02%
Subtotal GRF Services			\$ 1,375,964,434	\$ 1,235,667,143	\$ (140,297,291)	-10.20%	\$ 4,373,141,545	\$ 4,068,003,682	\$ (305,137,863)	-6.98%
AGY FUND GRF Administration										
MCD	GRF State	651425 MEDICAID PROGRAM SUPPORT STATE	\$ 13,197,419	\$ 9,766,773	\$ (3,430,645)	-25.99%	\$ 39,772,086	\$ 35,111,469	\$ (4,660,617)	-11.72%
MHA	GRF State	652321 MEDICAID SUPPORT	\$ 100,000	\$ 215,201	\$ 115,201	115.20%	\$ 368,000	\$ 496,504	\$ 128,504	34.92%
DDD	GRF State	653321 MEDICAID PROGRAM SUPPORT STATE	\$ 538,462	\$ 513,121	\$ (25,341)	-4.71%	\$ 1,884,614	\$ 1,839,210	\$ (45,404)	-2.41%
DOH	GRF State	654453 MEDICAID-HC QUALITY ASSURANCE	\$ 301,860	\$ 304,924	\$ 3,064	1.02%	\$ 971,230	\$ 977,231	\$ 6,000	0.62%
JFS	GRF State	655425 MEDICAID PROGRAM SUPPORT	\$ 953,695	\$ 1,117,658	\$ 163,963	17.19%	\$ 3,296,486	\$ 3,464,231	\$ 167,744	5.09%
JFS	GRF State	655522 MEDICAID PROGRAM SUPPORT-LOCAL	\$ 5,388,248	\$ 4,876,768	\$ (511,480)	-9.49%	\$ 15,099,550	\$ 11,687,332	\$ (3,412,218)	-22.60%
JFS	GRF State	655523 MEDICAID PRGRM SUPP- LOC TRNSP	\$ 3,330,932	\$ 2,943,331	\$ (387,600)	-11.64%	\$ 9,588,629	\$ 9,698,862	\$ 110,233	1.15%
AGE	GRF State	656423 LONG TERM CARE BUDGET - STATE	\$ 261,590	\$ 304,321	\$ 42,731	16.34%	\$ 910,000	\$ 826,654	\$ (83,346)	-9.16%
EDU	GRF State	657401 Medicaid in Schools	\$ 10,152	\$ 20,622	\$ 10,470	103.13%	\$ 177,440	\$ 74,806	\$ (102,634)	-57.84%
Subtotal GRF Administration			\$ 24,082,357	\$ 20,062,720	\$ (4,019,638)	-16.69%	\$ 72,068,035	\$ 64,176,298	\$ (7,891,737)	-10.95%
Total GRF			\$ 1,400,046,792	\$ 1,255,729,863	\$ (144,316,929)	-10.31%	\$ 4,445,209,580	\$ 4,132,179,980	\$ (313,029,600)	-7.04%
Total GRF State			\$ 483,951,295	\$ 453,407,183	\$ (30,544,112)	-6.31%	\$ 1,546,126,736	\$ 1,463,519,998	\$ (82,606,738)	-5.34%
Total GRF Federal			\$ 916,095,497	\$ 802,322,680	\$ (113,772,817)	-12.42%	\$ 2,899,082,844	\$ 2,668,659,982	\$ (230,422,862)	-7.95%
AGY FUND Non GRF Services										
MCD	5TZ0	651600 Brigid's Path Progam	\$ -	\$ -	\$ -		\$ 500,000	\$ 500,000	\$ -	0.00%
MCD	5R20	651608 MEDICAID Nursing Facilities	\$ 50,000,000	\$ 50,003,267	\$ 3,267	0.01%	\$ 50,000,000	\$ 50,203,860	\$ 203,860	0.41%
MCD	3F00	651623 HEALTH CARE FEDERAL	\$ 636,179,809	\$ 423,913,683	\$ (212,266,126)	-33.37%	\$ 1,322,753,310	\$ 1,092,416,764	\$ (230,336,546)	-17.41%
MCD	5FX0	651638 Medicaid Services - Payment Withholding	\$ 1,000,000	\$ 2,502,580	\$ 1,502,580	150.26%	\$ 3,000,000	\$ 8,098,230	\$ 5,098,230	169.94%
MCD	5DL0	651639 Medicaid Revenue and Collections	\$ 60,229,135	\$ 59,761,341	\$ (467,794)	-0.78%	\$ 180,687,405	\$ 179,228,921	\$ (1,458,484)	-0.81%
MCD	R055	651644 Refunds & Reconciliation	\$ 100,000	\$ 19,359	\$ (80,641)	-80.64%	\$ 200,000	\$ 18,991	\$ (181,009)	-90.50%
MCD	6510	651649 Medicaid Services - HCAP	\$ 118,227,585	\$ -	\$ (118,227,585)	-100.00%	\$ 118,227,585	\$ -	\$ (118,227,585)	-100.00%
MCD	5SC0	651683 Medicaid Services - Physician UPL	\$ 2,195,980	\$ 3,057,547	\$ 861,567	39.23%	\$ 2,195,980	\$ 3,057,547	\$ 861,567	39.23%
MCD	5TN0	651684 Medicaid Services-HIC Fee	\$ 75,000,000	\$ 70,000,000	\$ (5,000,000)	-6.67%	\$ 213,000,000	\$ 206,000,000	\$ (7,000,000)	-3.29%
MCD	5AN0	651686 CARE INNOVA & COMM IMRPRV PRG	\$ 6,000,000	\$ 6,000,000	\$ -	0.00%	\$ 25,603,200	\$ 20,993,085	\$ (4,610,115)	-18.01%



Department of Medicaid
John R. Kasich, Governor
Barbara R. Sears, Director

All Agency Medicaid Budget Variance - SFY 2019

Budget Status By Appropriation Line Item

As of Oct 2, 2018 (Month closed)

Source: OAKS GL Table

AGY	FUND	ALI Description	September Budget	September Expenditures	September Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
DDD	5GE0	653606 ICF/IID & WAIVER MATCH	\$ -	\$ 77,072	\$ 77,072		\$ 11,000,000	\$ 11,159,713	\$ 159,713	1.45%
DDD	1520	653609 DC&RESIDENTIAL OPERATING SRVCS	\$ 567,788	\$ 530,315	\$ (37,473)	-6.60%	\$ 1,984,136	\$ 1,946,663	\$ (37,473)	-1.89%
DDD	5Z10	653624 COUNTY BOARD WAIVER MATCH	\$ 24,924,912	\$ 23,288,120	\$ (1,636,792)	-6.57%	\$ 73,490,873	\$ 69,270,001	\$ (4,220,872)	-5.74%
DDD	4890	653632 DC DIRECT CARE SERVICES	\$ 397,226	\$ 287,931	\$ (109,294)	-27.51%	\$ 1,355,727	\$ 1,231,995	\$ (123,732)	-9.13%
DDD	3A40	653654 Medicaid Services	\$ 178,832,670	\$ 126,937,287	\$ (51,895,383)	-29.02%	\$ 466,861,078	\$ 405,886,624	\$ (60,974,453)	-13.06%
Subtotal Non GRF Services			\$ 1,153,655,104	\$ 766,378,500	\$ (387,276,603)	-33.57%	\$ 2,470,859,293	\$ 2,050,012,394	\$ (420,846,899)	-17.03%
AGY	FUND	Non GRF Administration								
MCD	3ER0	651603 Medicaid Health Information Tech	\$ 738,423	\$ 317,644	\$ (420,779)	-56.98%	\$ 4,883,392	\$ 2,254,642	\$ (2,628,750)	-53.83%
MCD	4E30	651605 Resident Protection Fund	\$ 6,456	\$ 23,939	\$ 17,483	270.83%	\$ 2,214,963	\$ 1,394,925	\$ (820,038)	-37.02%
MCD	3F00	651624 Medicaid Program Support Fed	\$ 33,451,464	\$ 31,959,510	\$ (1,491,954)	-4.46%	\$ 108,583,819	\$ 98,218,601	\$ (10,365,218)	-9.55%
MCD	5AJ0	651631 Money Follows the Person	\$ 1,228,652	\$ 572,006	\$ (656,645)	-53.44%	\$ 3,659,668	\$ 1,251,992	\$ (2,407,675)	-65.79%
MCD	5DLO	651685 Medicaid Recoveries -Support	\$ 3,033,199	\$ 2,737,824	\$ (295,376)	-9.74%	\$ 10,490,964	\$ 6,549,277	\$ (3,941,687)	-37.57%
MCD	3FA0	651680 Health Care Grants Federal	\$ 2,405,774	\$ 1,603,942	\$ (801,832)	-33.33%	\$ 7,277,307	\$ 4,926,953	\$ (2,350,354)	-32.30%
MHA	3B10	652636 COMM MEDICAID LEGACY SUPPORT	\$ -	\$ 272,264	\$ 272,264		\$ 755,016	\$ 476,914	\$ (278,102)	-36.83%
DDD	3A40	653655 Medicaid Support	\$ 2,734,646	\$ 2,525,585	\$ (209,061)	-7.64%	\$ 16,756,906	\$ 15,598,769	\$ (1,158,137)	-6.91%
DDD	5S20	653622 MEDICAID ADMIN & OVERSIGHT	\$ 1,848,627	\$ 1,438,824	\$ (409,803)	-22.17%	\$ 6,470,196	\$ 4,979,025	\$ (1,491,171)	-23.05%
DDD	5E00	653627 MEDICAID PROGRAM SUPPORT	\$ 116,346	\$ 74,290	\$ (42,056)	-36.15%	\$ 400,961	\$ 278,352	\$ (122,609)	-30.58%
DOH	3GD0	654601 MEDICAID PROGRAM SUPPORT	\$ 3,235,502	\$ 1,252,848	\$ (1,982,654)	-61.28%	\$ 7,880,783	\$ 5,818,743	\$ (2,062,040)	-26.17%
JFS	3F01	655624 MEDICAID PROGRAM SUPPORT	\$ 13,457,858	\$ 12,001,390	\$ (1,456,468)	-10.82%	\$ 35,207,857	\$ 45,411,597	\$ 10,203,740	28.98%
AGE	3C40	656623 LONG TERM CARE BUDGET- FEDERAL	\$ 401,166	\$ 213,777	\$ (187,389)	-46.71%	\$ 1,203,498	\$ 932,635	\$ (270,863)	-22.51%
AGE	5T40	656625 HEALTHCARE GRANTS -STATE	\$ -	\$ -	\$ -		\$ 63,470	\$ 29,264	\$ (34,206)	-53.89%
EDU	3AF0	657601 Schools Medicaid Admin Claims	\$ -	\$ -	\$ -		\$ 6,919	\$ 89	\$ (6,830)	-98.71%
PRX	4K90	658605 OARRS Integration - State	\$ 5,182	\$ 5,865	\$ 683	13.18%	\$ 159,376	\$ 16,442	\$ (142,934)	-89.68%
PRX	3HH0	658601 OARRS Integration - Federal	\$ 54,169	\$ 55,476	\$ 1,307	2.41%	\$ 1,517,802	\$ 155,525	\$ (1,362,277)	-89.75%
Subtotal Non GRF Administration			\$ 62,717,464	\$ 55,055,185	\$ (7,662,280)	-12.22%	\$ 207,532,897	\$ 188,293,745	\$ (19,239,152)	-9.27%
Subtotal Non GRF			\$ 1,216,372,568	\$ 821,433,685	\$ (394,938,883)	-32.47%	\$ 2,678,392,190	\$ 2,238,306,139	\$ (440,086,051)	-16.43%
Grand Total			\$ 2,616,419,360	\$ 2,077,163,548	\$ (539,255,812)	-20.61%	\$ 7,123,601,770	\$ 6,370,486,119	\$ (753,115,651)	-10.57%
Total Service			\$ 2,529,619,538	\$ 2,002,045,643	\$ (527,573,895)	-20.86%	\$ 6,844,000,838	\$ 6,118,016,076	\$ (725,984,762)	-10.61%
Total Administration			\$ 86,799,822	\$ 75,117,905	\$ (11,681,917)	-13.46%	\$ 279,600,932	\$ 252,470,043	\$ (27,130,890)	-9.70%

Note: Amounts exclude transfers and non appropriated Local funding



Department of Medicaid

John R. Kasich, Governor
Barbara R. Sears, Director

All Agency Medicaid Budget Variance - SFY 2019

September

As of 10/2/2018

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%
Total Projection	\$ 7,123,601,769	\$ 6,370,486,119	\$ (753,115,650)	-10.57%

Year-To-Date Analysis - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 1,232,673,399	\$ 1,103,719,548	\$ (128,953,851)	-10.46%
DDD Services	\$ 705,957,885	\$ 640,791,487	\$ (65,166,398)	-9.23%
Subtotal FFS	\$ 1,938,631,284	\$ 1,744,511,035	\$ (194,120,249)	-10.01%
Managed Care - ABD	\$ 702,894,459	\$ 695,891,834	\$ (7,002,625)	-1.00%
Managed Care - ABD/ADFC Kids	\$ 234,716,820	\$ 232,026,691	\$ (2,690,129)	-1.15%
Managed Care - MyCare	\$ 606,144,356	\$ 623,385,052	\$ 17,240,696	2.84%
Managed Care - CFC	\$ 1,496,795,800	\$ 1,469,651,881	\$ (27,143,919)	-1.81%
Managed Care - Group VIII	\$ 1,134,001,616	\$ 1,067,109,979	\$ (66,891,637)	-5.90%
Managed Care Pay For Performance	\$ 100,934,524	\$ -	\$ (100,934,524)	-100.00%
Subtotal Managed Care	\$ 4,275,487,575	\$ 4,088,065,437	\$ (187,422,138)	-4.38%
Hospital HCAP	\$ 317,645,311	\$ -	\$ (317,645,311)	-100.00%
Hospital based Physician UPL	\$ 5,900,000	\$ 10,107,695	\$ 4,207,695	71.32%
CICIP FFS	\$ 26,400,000	\$ 10,503,889	\$ (15,896,111)	-60.21%
Subtotal Hospital/Physician UPL/HCAP	\$ 349,945,311	\$ 20,611,584	\$ (329,333,727)	-94.11%
Medicare Buy In	\$ 164,098,355	\$ 151,368,773	\$ (12,729,582)	-7.76%
Medicare Part D	\$ 115,838,312	\$ 113,459,248	\$ (2,379,064)	-2.05%
Subtotal Medicare Premium Assistance	\$ 279,936,667	\$ 264,828,021	\$ (15,108,646)	-5.40%
All Agency Administration	\$ 279,600,932	\$ 252,470,043	\$ (27,130,890)	-9.70%
Subtotal Administration	\$ 279,600,932	\$ 252,470,043	\$ (27,130,890)	-9.70%
Total YTD Vs. Projection	\$ 7,123,601,769	\$ 6,370,486,119	\$ (753,115,650)	-10.57%

Analysis for the Month - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 367,877,723	\$ 331,345,940	\$ (36,531,783)	-9.93%
DDD Services	\$ 253,102,233	\$ 200,993,010	\$ (52,109,223)	-20.59%
Subtotal FFS	\$ 620,979,956	\$ 532,338,950	\$ (88,641,006)	-14.27%
Managed Care - ABD	\$ 234,990,612	\$ 236,121,968	\$ 1,131,356	0.48%
Managed Care - ABD/ADFC Kids	\$ 78,443,861	\$ 77,593,467	\$ (850,394)	-1.08%
Managed Care - MyCare	\$ 201,985,313	\$ 210,610,829	\$ 8,625,516	4.27%
Managed Care - CFC	\$ 498,238,365	\$ 490,384,946	\$ (7,853,419)	-1.58%
Managed Care - Group VIII	\$ 378,539,512	\$ 355,793,743	\$ (22,745,769)	-6.01%
Managed Care Pay For Performance	\$ 100,934,524	\$ -	\$ (100,934,524)	-100.00%
Subtotal Managed Care	\$ 1,493,132,187	\$ 1,370,504,953	\$ (122,627,234)	-8.21%
Hospital HCAP	\$ 317,645,311	\$ -	\$ (317,645,311)	-100.00%
Hospital based Physician UPL	\$ 5,900,000	\$ 10,107,695	\$ 4,207,695	71.32%
Subtotal Hospital/Physician UPL/HCAP	\$ 323,545,311	\$ 10,107,695	\$ (313,437,616)	-96.88%
Medicare Buy In	\$ 53,291,037	\$ 51,230,161	\$ (2,060,876)	-3.87%
Medicare Part D	\$ 38,671,047	\$ 37,863,885	\$ (807,162)	-2.09%
Subtotal Medicare Premium Assistance	\$ 91,962,084	\$ 89,094,046	\$ (2,868,038)	-3.12%
All Agency Administration	\$ 86,799,822	\$ 75,117,905	\$ (11,681,917)	-13.46%
Subtotal Administration	\$ 86,799,822	\$ 75,117,905	\$ (11,681,917)	-13.46%
Total Month Vs. Projection	\$ 2,616,419,360	\$ 2,077,163,548	\$ (539,255,812)	-20.61%

Note: Subject to change for accounting updates.