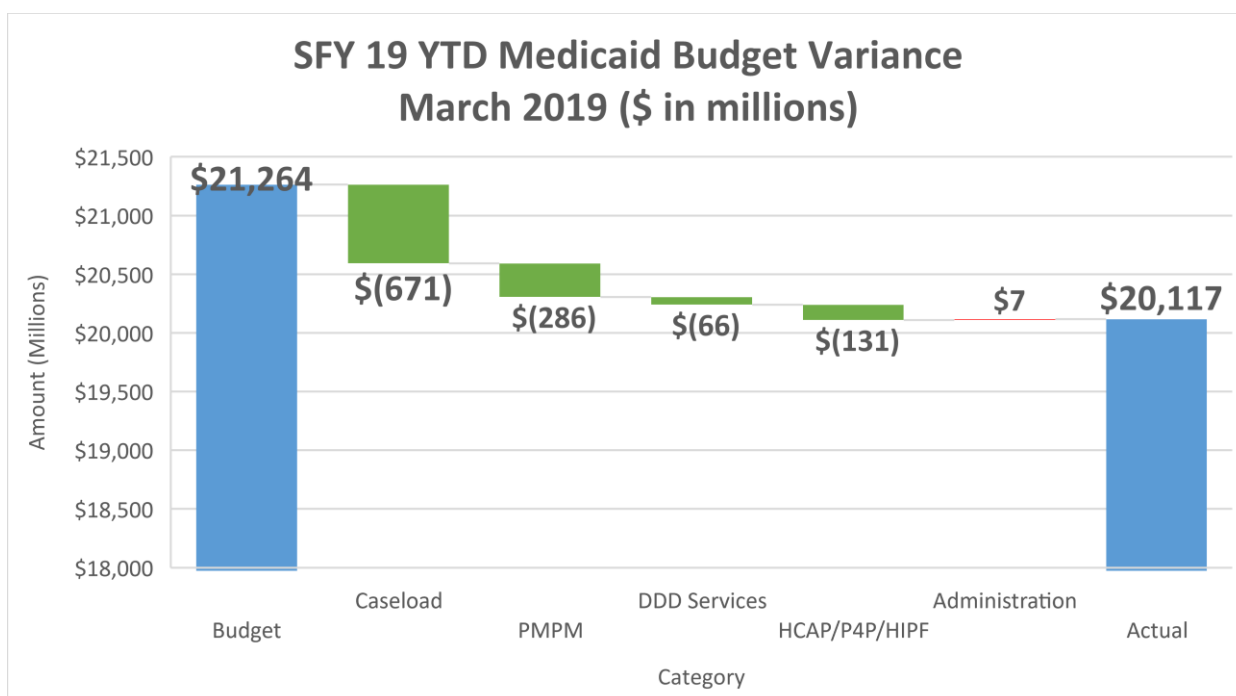


Ohio Medicaid Budget Variance Report – March 2019

The Ohio Medicaid Budget Variance Report provides a monthly review of actual Medicaid expenditures compared to disbursement estimates for FY19. Through March 2019, the total variance of the Medicaid Program was \$1,146.3 million (-5.4%) under the \$21.3 billion estimate. Over half of the overall variance is in Managed Care. The state share of spending from the 651525 line item, the primary funding source for services, was under estimate by \$119 million (-3.8%) through March. Lower than anticipated caseload drove most of the variance.

- While lower than projected caseload is driving significant overall underspending, the much more important GRF state share variance is 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 a significant share of the variance is from lower than projected expansion enrollment. For the month of March, the state share of the 651525 line item was under estimate by \$13.1 million (-3.7%).
- The majority of variance is in Managed Care. CY2019 managed care capitation rates came in lower than projected. Caseload is also below variance, especially in the CFC and Expansion categories. Capitation payment underspending was concentrated in the CFC and Expansion rate cells.
- Spending in the ODM fee for service (FFS) category was lower than projected through March due to the decline in FFS enrollment. FFS underspending occurred in Aging waivers, Medicaid Schools Program, and non-institutional providers.
- Medicare Premium Assistance Payments were under estimate by \$65 million through the month of March. The current-month variance is -10%, driven by caseload and lower than projected 2019 Part B premiums.
- The waterfall graph below indicates the sources of the budget variance through March:



- Overall [caseload](#) was 135,339 (-4.6%) under estimate for the month of March. Preliminary numbers indicate no growth or a very slight increase in March for the first time in 21 months. Caseload growth in the first part of the calendar year is usually slightly higher than the rest of the year due to seasonality. Covered Families and Children (CFC) enrollment was below projections by almost 35,000 (-2.1%) and Expansion enrollment was under projections by 55,000 (-8.2%). The strong economy is likely the main cause of the declining caseload.

All Agency Medicaid Budget Variance - SFY 2019

Budget Status By Appropriation Line Item

As of Apr 3, 2019 (Month Closed)

Source: OAKS GL Table

AGY FUND ALI Description

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

MCD	GRF State	651525 Medicaid/Health Care Services	\$ 359,504,116	\$ 346,396,271	\$ (13,107,845)	-3.65%	\$ 3,147,285,218	\$ 3,028,236,935	\$ (119,048,283)	-3.78%
MCD	GRF Federal	651525 Medicaid/Health Care Services	\$ 916,559,582	\$ 852,061,557	\$ (64,498,024)	-7.04%	\$ 7,868,010,889	\$ 7,379,974,245	\$ (488,036,643)	-6.20%
651525 Total			\$ 1,276,063,698	\$ 1,198,457,828	\$ (77,605,870)	-6.08%	\$ 11,015,296,107	\$ 10,408,211,180	\$ (607,084,926)	-5.51%
MCD	GRF State	651426 Positive Education Program	\$ -	\$ -	\$ -		\$ 2,500,000	\$ 2,500,000	\$ -	0.00%
MCD	GRF State	651526 MEDICARE PART D	\$ 39,092,255	\$ 37,928,175	\$ (1,164,081)	-2.98%	\$ 353,425,769	\$ 339,774,370	\$ (13,651,399)	-3.86%
DDD	GRF State	653407 MEDICAID SERVICES	\$ 46,357,298	\$ 50,219,634	\$ 3,862,335	8.33%	\$ 447,769,778	\$ 448,417,306	\$ 647,528	0.14%
Subtotal GRF Services			\$ 1,361,513,252	\$ 1,286,605,636	\$ (74,907,615)	-5.50%	\$ 11,818,991,654	\$ 11,198,902,857	\$ (620,088,797)	-5.25%

AGY FUND GRF Administration

MCD	GRF State	651425 MEDICAID PROGRAM SUPPORT STATE	\$ 10,565,311	\$ 10,949,032	\$ 383,721	3.63%	\$ 118,692,988	\$ 109,123,758	\$ (9,569,230)	-8.06%
MHA	GRF State	652321 MEDICAID SUPPORT	\$ -	\$ -	\$ -		\$ 1,250,367	\$ 1,103,185	\$ (147,183)	-11.77%
DDD	GRF State	653321 MEDICAID PROGRAM SUPPORT STATE	\$ 538,462	\$ 557,240	\$ 18,778	3.49%	\$ 5,384,614	\$ 5,435,418	\$ 50,804	0.94%
DOH	GRF State	654453 MEDICAID-HC QUALITY ASSURANCE	\$ 286,839	\$ 319,432	\$ 32,592	11.36%	\$ 2,835,685	\$ 3,005,185	\$ 169,500	5.98%
JFS	GRF State	655425 MEDICAID PROGRAM SUPPORT	\$ 247,785	\$ 964,557	\$ 716,772	289.27%	\$ 6,033,058	\$ 7,324,915	\$ 1,291,857	21.41%
JFS	GRF State	655522 MEDICAID PROGRAM SUPPORT-LOCAL	\$ 1,869,622	\$ 1,087,929	\$ (781,693)	-41.81%	\$ 26,851,500	\$ 24,487,711	\$ (2,363,790)	-8.80%
JFS	GRF State	655523 MEDICAID PRGRM SUPP- LOC TRNSP	\$ 2,736,546	\$ 3,317,668	\$ 581,122	21.24%	\$ 27,941,884	\$ 29,119,150	\$ 1,177,266	4.21%
AGE	GRF State	656423 LONG TERM CARE BUDGET - STATE	\$ 254,000	\$ 367,080	\$ 113,080	44.52%	\$ 2,570,000	\$ 2,736,309	\$ 166,309	6.47%
EDU	GRF State	657401 Medicaid in Schools	\$ 13,755	\$ 22,758	\$ 9,003	65.45%	\$ 257,207	\$ 217,002	\$ (40,205)	-15.63%
Subtotal GRF Administration			\$ 16,512,320	\$ 17,585,696	\$ 1,073,375	6.50%	\$ 191,817,303	\$ 182,552,632	\$ (9,264,671)	-4.83%
Total GRF			\$ 1,378,025,572	\$ 1,304,191,332	\$ (73,834,240)	-5.36%	\$ 12,010,808,957	\$ 11,381,455,489	\$ (629,353,468)	-5.24%
Total GRF State			\$ 461,465,990	\$ 452,129,775	\$ (9,336,216)	-2.02%	\$ 4,142,798,069	\$ 4,001,481,244	\$ (141,316,825)	-3.41%
Total GRF Federal			\$ 916,559,582	\$ 852,061,557	\$ (64,498,024)	-7.04%	\$ 7,868,010,889	\$ 7,379,974,245	\$ (488,036,643)	-6.20%

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	\$ 50,140,615	\$ 140,615	0.28%	\$ 250,000,000	\$ 251,460,349	\$ 1,460,349	0.58%
MCD	3F00	651623 HEALTH CARE FEDERAL	\$ 486,867,944	\$ 430,161,281	\$ (56,706,664)	-11.65%	\$ 4,851,786,794	\$ 4,489,675,936	\$ (362,110,857)	-7.46%
MCD	5FX0	651638 Medicaid Services - Payment Withholding	\$ 1,000,000	\$ 2,273,626	\$ 1,273,626	127.36%	\$ 9,000,000	\$ 18,226,351	\$ 9,226,351	102.52%
MCD	5DL0	651639 Medicaid Revenue and Collections	\$ 60,224,595	\$ 45,660,177	\$ (14,564,419)	-24.18%	\$ 542,034,977	\$ 472,036,164	\$ (69,998,813)	-12.91%
MCD	R055	651644 Refunds & Reconciliation	\$ 100,000	\$ 17,623	\$ (82,377)	-82.38%	\$ 800,000	\$ 471,872	\$ (328,128)	-41.02%
MCD	6510	651649 Medicaid Services - HCAP	\$ -	\$ -	\$ -		\$ 235,470,469	\$ 236,204,003	\$ 733,534	0.31%
MCD	5GF0	651656 MEDICAID HOSPITAL	\$ 28,230,178	\$ 30,280,984	\$ 2,050,806	7.26%	\$ 364,781,635	\$ 367,589,165	\$ 2,807,531	0.77%
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	\$ 64,000,000	\$ 60,000,000	\$ (4,000,000)	-6.25%	\$ 415,000,000	\$ 386,000,000	\$ (29,000,000)	-6.99%
MCD	5AN0	651686 CARE INNOVA & COMM IMRPRV PRG	\$ 6,000,000	\$ 6,000,000	\$ -	0.00%	\$ 68,083,200	\$ 49,706,563	\$ (18,376,637)	-26.99%
MCD	5SA4	651689 Medicaid Health and Human Services	\$ -	\$ -	\$ -		\$ 310,829,377	\$ 310,829,377	\$ -	0.00%

All Agency Medicaid Budget Variance - SFY 2019

Budget Status By Appropriation Line Item

As of Apr 3, 2019 (Month Closed)

Source: OAKS GL Table

AGY FUND ALI Description

		March Budget	March Expenditures	March Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%	
DDD	5GE0	653606 ICF/IID & WAIVER MATCH	\$ -	\$ -	\$ -		\$ 22,000,000	\$ 11,340,456	\$ (10,659,544)	-48.45%
DDD	1520	653609 DC&RESIDENTIAL OPERATING SRVCS	\$ 567,788	\$ 729,453	\$ 161,665	28.47%	\$ 5,671,636	\$ 6,153,151	\$ 481,515	8.49%
DDD	5Z10	653624 COUNTY BOARD WAIVER MATCH	\$ 65,530,675	\$ 43,553,603	\$ (21,977,072)	-33.54%	\$ 275,410,076	\$ 256,702,434	\$ (18,707,642)	-6.79%
DDD	4890	653632 DC DIRECT CARE SERVICES	\$ 387,226	\$ 319,874	\$ (67,352)	-17.39%	\$ 3,861,780	\$ 3,607,691	\$ (254,089)	-6.58%
DDD	3A40	653654 Medicaid Services	\$ 130,318,412	\$ 127,635,837	\$ (2,682,575)	-2.06%	\$ 1,315,498,575	\$ 1,278,445,075	\$ (37,053,500)	-2.82%
		Subtotal Non GRF Services	\$ 893,226,818	\$ 796,773,071	\$ (96,453,747)	-10.80%	\$ 8,675,102,189	\$ 8,142,006,136	\$ (533,096,054)	-6.15%
		Non GRF Administration								
MCD	3ER0	651603 Medicaid Health Information Tech	\$ 2,699,109	\$ 2,714,638	\$ 15,529	0.58%	\$ 14,974,238	\$ 10,884,656	\$ (4,089,582)	-27.31%
MCD	4E30	651605 Resident Protection Fund	\$ 341,322	\$ 6,464	\$ (334,858)	-98.11%	\$ 3,261,522	\$ 2,436,183	\$ (825,339)	-25.31%
MCD	3F00	651624 Medicaid Program Support Fed	\$ 24,664,146	\$ 21,736,147	\$ (2,927,999)	-11.87%	\$ 298,604,760	\$ 316,356,442	\$ 17,751,681	5.94%
MCD	5AJ0	651631 Money Follows the Person	\$ 1,128,652	\$ 1,163,885	\$ 35,233	3.12%	\$ 10,631,577	\$ 4,126,583	\$ (6,504,994)	-61.19%
MCD	5DL0	651685 Medicaid Recoveries -Support	\$ 1,663,873	\$ 3,736,818	\$ 2,072,946	124.59%	\$ 21,224,377	\$ 20,445,699	\$ (778,678)	-3.67%
MCD	3FA0	651680 Health Care Grants Federal	\$ 889,514	\$ 7,157,238	\$ 6,267,724	704.62%	\$ 13,376,664	\$ 13,954,457	\$ 577,792	4.32%
MHA	3B10	652636 COMM MEDICAID LEGACY SUPPORT	\$ 300,000	\$ 498,820	\$ 198,820	66.27%	\$ 2,205,016	\$ 2,169,771	\$ (35,245)	-1.60%
DDD	3A40	653655 Medicaid Support	\$ 2,544,936	\$ 8,786,434	\$ 6,241,498	245.25%	\$ 48,896,914	\$ 44,538,217	\$ (4,358,697)	-8.91%
DDD	5S20	653622 MEDICAID ADMIN & OVERSIGHT	\$ 1,848,627	\$ 2,546,859	\$ 698,232	37.77%	\$ 18,486,272	\$ 19,192,586	\$ 706,314	3.82%
DDD	5E00	653627 MEDICAID PROGRAM SUPPORT	\$ 116,347	\$ 124,249	\$ 7,902	6.79%	\$ 1,150,961	\$ 1,123,836	\$ (27,125)	-2.36%
DOH	3GD0	654601 MEDICAID PROGRAM SUPPORT	\$ 1,929,502	\$ 3,320,348	\$ 1,390,846	72.08%	\$ 20,150,485	\$ 18,561,924	\$ (1,588,561)	-7.88%
JFS	3F01	655624 MEDICAID PROGRAM SUPPORT	\$ 13,417,632	\$ 13,275,030	\$ (142,603)	-1.06%	\$ 119,412,734	\$ 135,614,927	\$ 16,202,192	13.57%
AGE	3C40	656623 LONG TERM CARE BUDGET- FEDERAL	\$ 292,000	\$ 96,465	\$ (195,535)	-66.96%	\$ 3,064,665	\$ 2,100,589	\$ (964,076)	-31.46%
AGE	5T40	656625 HEALTHCARE GRANTS -STATE	\$ -	\$ -	\$ -		\$ 166,939	\$ 111,440	\$ (55,500)	-33.25%
EDU	3AF0	657601 Schools Medicaid Admin Claims	\$ 42	\$ -	\$ (42)	-100.00%	\$ 8,212	\$ 124,633	\$ 116,421	1417.69%
PRX	4K90	658605 OARRS Integration - State	\$ 5,182	\$ 5,595	\$ 413	7.96%	\$ 192,241	\$ 193,968	\$ 1,727	0.90%
PRX	3HH0	658601 OARRS Integration - Federal	\$ 54,169	\$ 52,917	\$ (1,252)	-2.31%	\$ 1,859,590	\$ 1,834,691	\$ (24,899)	-1.34%
		Subtotal Non GRF Administration	\$ 51,895,053	\$ 65,221,908	\$ 13,326,855	25.68%	\$ 577,667,168	\$ 593,770,599	\$ 16,103,431	2.79%
		Subtotal Non GRF	\$ 945,121,870	\$ 861,994,979	\$ (83,126,892)	-8.80%	\$ 9,252,769,358	\$ 8,735,776,735	\$ (516,992,623)	-5.59%
		Grand Total	\$ 2,323,147,443	\$ 2,166,186,311	\$ (156,961,132)	-6.76%	\$ 21,263,578,315	\$ 20,117,232,224	\$ (1,146,346,091)	-5.39%
		Total Service	\$ 2,254,740,069	\$ 2,083,378,707	\$ (171,361,362)	-7.60%	\$ 20,494,093,843	\$ 19,340,908,993	\$ (1,153,184,850)	-5.63%
		Total Administration	\$ 68,407,373	\$ 82,807,603	\$ 14,400,230	21.05%	\$ 769,484,471	\$ 776,323,231	\$ 6,838,760	0.89%

Note: Amounts exclude transfers and non appropriated Local funding

All Agency Medicaid Budget Variance - SFY 2019

March

As of 4/3/2019

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%
January	\$ 2,362,188,388	\$ 2,467,884,379	\$ 105,695,991	4.47%
February	\$ 2,207,283,528	\$ 2,042,929,728	\$ (164,353,800)	-7.45%
March	\$ 2,323,147,443	\$ 2,166,186,311	\$ (156,961,132)	-6.76%
Total Projection	\$ 21,263,578,313	\$ 20,117,232,224	\$ (1,146,346,088)	-5.39%

Year-To-Date Analysis - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 3,528,118,603	\$ 3,195,040,956	\$ (333,077,647)	-9.44%
DDD Services	\$ 2,070,211,846	\$ 2,004,666,114	\$ (65,545,732)	-3.17%
Subtotal FFS	\$ 5,598,330,449	\$ 5,199,707,070	\$ (398,623,379)	-7.12%
Managed Care - ABD	\$ 2,167,678,477	\$ 2,088,401,492	\$ (79,276,985)	-3.66%
Managed Care - ABD/ADFC Kids	\$ 725,710,013	\$ 684,806,943	\$ (40,903,070)	-5.64%
Managed Care - MyCare	\$ 1,849,926,281	\$ 1,900,082,224	\$ 50,155,943	2.71%
Managed Care - CFC	\$ 4,521,266,095	\$ 4,379,142,162	\$ (142,123,933)	-3.14%
Managed Care - Group VIII	\$ 3,451,668,155	\$ 3,105,285,974	\$ (346,382,181)	-10.04%
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	\$ 13,007,183,545	\$ 12,352,663,266	\$ (654,520,279)	-5.03%
Hospital UPL	\$ 328,753,279	\$ 319,427,160	\$ (9,326,118)	-2.84%
Hospital HCAP	\$ 635,290,622	\$ 634,610,301	\$ (680,321)	-0.11%
Hospital based Physician UPL	\$ 11,800,000	\$ 10,107,695	\$ (1,692,305)	-14.34%
CICIP FFS	\$ 48,900,000	\$ 25,823,296	\$ (23,076,704)	-47.19%
Subtotal Hospital/Physician UPL/HCAP	\$ 1,024,743,901	\$ 989,968,453	\$ (34,775,448)	-3.39%
Medicare Buy In	\$ 510,410,178	\$ 458,795,834	\$ (51,614,344)	-10.11%
Medicare Part D	\$ 353,425,769	\$ 339,774,370	\$ (13,651,399)	-3.86%
Subtotal Medicare Premium Assistance	\$ 863,835,947	\$ 798,570,205	\$ (65,265,742)	-7.56%
All Agency Administration	\$ 769,484,471	\$ 776,323,231	\$ 6,838,760	0.89%
Subtotal Administration	\$ 769,484,471	\$ 776,323,231	\$ 6,838,760	0.89%
Total YTD Vs. Projection	\$ 21,263,578,313	\$ 20,117,232,224	\$ (1,146,346,088)	-5.39%

Analysis for the Month - Source GL Table

Category	Projection	Expenditure	Variance	%
ODM FFS	\$ 350,020,181	\$ 314,610,705	\$ (35,409,476)	-10.12%
DDD Services	\$ 243,161,398	\$ 222,458,399	\$ (20,702,998)	-8.51%
Subtotal FFS	\$ 593,181,578	\$ 537,069,104	\$ (56,112,475)	-9.46%
Managed Care - ABD	\$ 252,548,378	\$ 229,524,353	\$ (23,024,025)	-9.12%
Managed Care - ABD/ADFC Kids	\$ 85,184,381	\$ 74,164,200	\$ (11,020,181)	-12.94%
Managed Care - MyCare	\$ 210,542,354	\$ 213,502,025	\$ 2,959,671	1.41%
Managed Care - CFC	\$ 511,268,550	\$ 489,276,032	\$ (21,992,518)	-4.30%
Managed Care - Group VIII	\$ 393,578,460	\$ 344,976,298	\$ (48,602,162)	-12.35%
Subtotal Managed Care	\$ 1,453,122,123	\$ 1,351,442,909	\$ (101,679,214)	-7.00%
Hospital UPL	\$ 109,584,426	\$ 106,243,350	\$ (3,341,076)	-3.05%
Subtotal Hospital/Physician UPL/HCAP	\$ 109,584,426	\$ 106,243,350	\$ (3,341,076)	-3.05%
Medicare Buy In	\$ 59,759,686	\$ 50,695,170	\$ (9,064,517)	-15.17%
Medicare Part D	\$ 39,092,255	\$ 37,928,175	\$ (1,164,081)	-2.98%
Subtotal Medicare Premium Assistance	\$ 98,851,942	\$ 88,623,344	\$ (10,228,598)	-10.35%
All Agency Administration	\$ 68,407,373	\$ 82,807,603	\$ 14,400,230	21.05%
Subtotal Administration	\$ 68,407,373	\$ 82,807,603	\$ 14,400,230	21.05%
Total Month Vs. Projection	\$ 2,323,147,443	\$ 2,166,186,311	\$ (156,961,132)	-6.76%

Note: Subject to change for accounting updates.