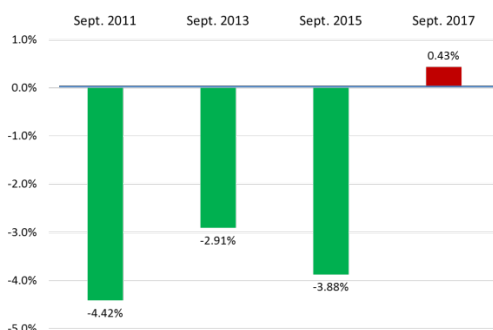


Ohio Medicaid Budget Variance Report – September 2017

The Ohio Medicaid Budget Variance Report provides a monthly review of actual Medicaid expenditures compared to the budget enacted by the Ohio General Assembly (H.B. 49). Budget projections are based on Ohio Department of Medicaid (ODM) estimates of disbursements and policies enacted in H.B. 49, including Controlling Board approving funds set aside in the Health and Human Services Fund to offset the 651525 line item and ODM making additional cuts to fill an [appropriation gap](#) that would otherwise occur in state fiscal year (SFY) 2018.

- **The primary Medicaid services line item (651525) was \$16.2 million (0.43 percent) over the original budget projection at the end of the first quarter of SFY 2018.**
- Overall [caseload](#) is 46,709 (-1.5 percent) under estimates. The aged, blind and disabled (ABD) and expansion (Group VIII) categories are above projections (about 2 percent) but the impact on the budget is offset because covered families and children (CFC) enrollment is below projections (-3 percent).
- In September, the 651525 line item was over the disbursement estimate by \$15.2 million (1.43 percent) for the month due to a \$38 million dollar managed care plan (MCP) payment that posted early.
- **The SFY 2018 budget for 651525 is tracking much closer to the disbursement estimate than it was at the end of the first quarter in the three previous budgets (see the table below).** Based on H.B. 49 as enacted, without Controlling Board approval to offset the 651525 line item with Health and Human Services Funds, 651525 will accumulate shortfalls beginning in November 2017 and run out of funding in May 2018.

Ohio Medicaid Flash Report Variance
(Appropriation Line Item 651-525)



- The state share of general revenue fund (GRF) spending on Medicaid was \$22.5 million (-1.5 percent) below the original budget projection at the end of the first quarter of SFY 2018. The state portion of underspending in the GRF was offset by a \$38 million mostly federal MCP payment that posted early.
- The state funded payment for Medicare Part D (651526) was \$6.5 million (5.2 percent) below the estimate year-to-date. ODM projected declining payments, so it is not clear that underspending will continue.
- Across all agencies, total Medicaid spending was \$117.9 million (-1.6 percent) under budget year-to-date. However, \$83.4 million of the underspending is related to a non-GRF cost report settlement timing issue within the Ohio Department of Developmental Disabilities. Also, all agency administration was \$34.8 million (-13.2 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 administrative spending early in the fiscal year but then net to zero by the end of the fiscal year.

All Agency Medicaid Budget Variance - SFY 2018

Budget Status By Appropriation Line Item

As of Oct 6 2017 (Month Closed)

Source: OAKS GL Table

			September Budget	September Expenditures	September Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%
AGY FUND	GRF Services									
MCD	GRF State	651525 Medicaid/Health Care Services	\$ 307,726,916	\$ 296,127,970	\$ (11,598,947)	-3.77%	\$ 1,110,699,384	\$ 1,098,900,558	\$ (11,798,825)	-1.06%
MCD	GRF Federal	651525 Medicaid/Health Care Services	\$ 750,599,147	\$ 777,371,091	\$ 26,771,944	3.57%	\$ 2,675,323,937	\$ 2,703,312,463	\$ 27,988,526	1.05%
651525 Total			\$ 1,058,326,063	\$ 1,073,499,061	\$ 15,172,998	1.43%	\$ 3,786,023,321	\$ 3,802,213,022	\$ 16,189,701	0.43%
MCD	GRF State	651526 MEDICARE PART D	\$ 41,185,443	\$ 39,749,290	\$ (1,436,153)	-3.49%	\$ 124,589,604	\$ 118,090,541	\$ (6,499,062)	-5.22%
DDD	GRF State	653407 MEDICAID SERVICES	\$ 48,585,791	\$ 48,457,641	\$ (128,150)	-0.26%	\$ 149,865,148	\$ 146,419,508	\$ (3,445,639)	-2.30%
Subtotal GRF Services			\$ 1,148,097,297	\$ 1,161,705,991	\$ 13,608,694	1.19%	\$ 4,060,478,072	\$ 4,066,723,071	\$ 6,245,000	0.15%
AGY FUND	GRF Administration									
MCD	GRF State	651425 MEDICAID PROGRAM SUPPORT STATE	\$ 14,666,510	\$ 10,565,786	\$ (4,100,725)	-27.96%	\$ 39,493,281	\$ 35,615,098	\$ (3,878,183)	-9.82%
MHA	GRF State	652321 MEDICAID SUPPORT	\$ 225,000	\$ 99,763	\$ (125,237)	-55.66%	\$ 678,975	\$ 367,311	\$ (311,664)	-45.90%
DDD	GRF State	653321 MEDICAID PROGRAM SUPPORT STATE	\$ 475,253	\$ 568,354	\$ 93,101	19.59%	\$ 2,174,270	\$ 2,060,924	\$ (113,346)	-5.21%
DOH	GRF State	654453 MEDICAID-HC QUALITY ASSURANCE	\$ 322,060	\$ 419,434	\$ 97,374	30.23%	\$ 946,362	\$ 1,062,600	\$ 116,238	12.28%
JFS	GRF State	655425 MEDICAID PROGRAM SUPPORT	\$ 567,917	\$ 653,695	\$ 85,778	15.10%	\$ 1,888,744	\$ 2,396,486	\$ 507,742	26.88%
JFS	GRF State	655522 MEDICAID PROGRAM SUPPORT-LOCAL	\$ 5,960,665	\$ 5,501,636	\$ (459,029)	-7.70%	\$ 13,981,568	\$ 17,163,405	\$ 3,181,837	22.76%
JFS	GRF State	655523 MEDICAID PRGRM SUPP- LOC TRNSP	\$ 3,081,305	\$ 3,249,669	\$ 168,364	5.46%	\$ 9,846,733	\$ 9,508,384	\$ (338,349)	-3.44%
AGE	GRF State	656423 LONG TERM CARE BUDGET - STATE	\$ 247,596	\$ 222,700	\$ (24,896)	-10.05%	\$ 895,000	\$ 894,996	\$ (5)	0.00%
EDU	GRF State	657401 Medicaid in Schools	\$ 11,701	\$ 133,609	\$ 121,908	1041.86%	\$ 36,757	\$ 155,987	\$ 119,230	324.37%
Subtotal GRF Administration			\$ 25,558,007	\$ 21,414,646	\$ (4,143,361)	-16.21%	\$ 69,941,691	\$ 69,225,191	\$ (716,500)	-1.02%
Total GRF			\$ 1,173,655,304	\$ 1,183,120,637	\$ 9,465,333	0.81%	\$ 4,130,419,762	\$ 4,135,948,262	\$ 5,528,500	0.13%
Total GRF State			\$ 423,056,158	\$ 405,749,547	\$ (17,306,611)	-4.09%	\$ 1,455,095,825	\$ 1,432,635,799	\$ (22,460,027)	-1.54%
Total GRF Federal			\$ 750,599,147	\$ 777,371,091	\$ 26,771,944	3.57%	\$ 2,675,323,937	\$ 2,703,312,463	\$ 27,988,526	1.05%
AGY FUND	Non GRF Services									
MCD	5R20	651608 MEDICAID Nursing Facilities	\$ 50,000,000	\$ 50,030,926	\$ 30,926	0.06%	\$ 50,000,000	\$ 50,199,254	\$ 199,254	0.40%
MCD	3F00	651623 HEALTH CARE FEDERAL	\$ 691,174,142	\$ 686,303,376	\$ (4,870,766)	-0.70%	\$ 1,520,252,452	\$ 1,510,904,202	\$ (9,348,251)	-0.61%
MCD	5FX0	651638 Medicaid Services - Payment Withholding	\$ 1,000,000	\$ 2,805,073	\$ 1,805,073	180.51%	\$ 3,000,000	\$ 5,781,605	\$ 2,781,605	92.72%
MCD	5DL0	651639 Medicaid Revenue and Collections	\$ 139,273,227	\$ 140,365,661	\$ 1,092,433	0.78%	\$ 291,506,651	\$ 292,489,243	\$ 982,592	0.34%
MCD	R055	651644 Refunds & Reconciliation	\$ 83,333	\$ 9,386	\$ (73,947)	-88.74%	\$ 250,000	\$ 32,476	\$ (217,524)	-87.01%
MCD	6510	651649 Medicaid Services - HCAP	\$ 119,028,715	\$ 117,066,189	\$ (1,962,525)	-1.65%	\$ 238,057,429	\$ 234,136,746	\$ (3,920,683)	-1.65%
MCD	5GF0	651656 MEDICAID HOSPITAL	\$ -	\$ -	\$ -	#DIV/0!	\$ 35,000,000	\$ 35,134,672	\$ 134,672	0.38%
MCD	5TN0	651684 Medicaid Services-HIC Fee	\$ 71,342,169	\$ 71,342,169	\$ 1	0.00%	\$ 147,342,169	\$ 147,342,169	\$ 1	0.00%
DDD	3A40	653605 DC & RES FAC SVCS AND SUPPORT	\$ 900,000	\$ 328,872	\$ (571,128)	-63.46%	\$ 3,187,555	\$ 2,307,740	\$ (879,815)	-27.60%
DDD	5GE0	653606 ICF/IID & WAIVER MATCH	\$ -	\$ -	\$ -	#DIV/0!	\$ -	\$ (456)	\$ (456)	#DIV/0!
DDD	1520	653609 DC&RESIDENTIAL OPERATING SRVCS	\$ 4,700,000	\$ 562,161	\$ (4,137,839)	-88.04%	\$ 6,404,336	\$ 6,388,377	\$ (15,959)	-0.25%
DDD	5Z10	653624 COUNTY BOARD WAIVER MATCH	\$ 17,700,000	\$ 19,522,565	\$ 1,822,565	10.30%	\$ 74,755,944	\$ 69,946,143	\$ (4,809,801)	-6.43%
DDD	4890	653632 DC DIRECT CARE SERVICES	\$ 2,645,480	\$ 2,394,595	\$ (250,885)	-9.48%	\$ 3,328,579	\$ 2,572,881	\$ (755,698)	-22.70%
DDD	3G60	653639 MEDICAID WAIVER SERVICES	\$ 100,000	\$ (43,045)	\$ (143,045)	-143.05%	\$ 39,858,954	\$ 39,112,638	\$ (746,316)	-1.87%
DDD	3A40	653653 ICF/ IID	\$ -	\$ -	\$ -	#DIV/0!	\$ -	\$ (30,284)	\$ (30,284)	#DIV/0!
DDD	3A40	653654 Medicaid Services	\$ 128,491,081	\$ 116,370,117	\$ (12,120,964)	-9.43%	\$ 450,005,526	\$ 377,335,145	\$ (72,670,381)	-16.15%
Subtotal Non GRF Services			\$ 1,226,438,147	\$ 1,207,058,045	\$ (19,380,102)	-1.58%	\$ 2,862,949,594	\$ 2,773,652,551	\$ (89,297,043)	-3.12%

All Agency Medicaid Budget Variance - SFY 2018

Budget Status By Appropriation Line Item

As of Oct 6 2017 (Month Closed)

Source: OAKS GL Table

		September Budget	September Expenditures	September Variance	%	YTD Budget	YTD Expenditures	YTD Variance	%	
AGY FUND	Non GRF Administration									
MCD	3ER0	651603 Medicaid Health Information Tech	\$ 1,020,512	\$ 746,519	\$ (273,994)	-26.85%	\$ 8,014,731	\$ 9,102,993	\$ 1,088,261	13.58%
MCD	4E30	651605 Resident Protection Fund	\$ 509,227	\$ 471,144	\$ (38,083)	-7.48%	\$ 1,295,096	\$ 1,541,664	\$ 246,569	19.04%
MCD	3F00	651624 Medicaid Program Support Fed	\$ 44,133,425	\$ 35,104,079	\$ (9,029,346)	-20.46%	\$ 104,274,920	\$ 74,209,362	\$ (30,065,558)	-28.83%
MCD	5AJ0	651631 Money Follows the Person	\$ 1,182,207	\$ 1,441,684	\$ 259,477	21.95%	\$ 1,758,695	\$ 1,807,254	\$ 48,559	2.76%
MCD	5DL0	651685 Medicaid Recoveries -Support	\$ 1,356,347	\$ 1,866,792	\$ 510,445	37.63%	\$ 1,849,236	\$ 2,065,229	\$ 215,993	11.68%
MCD	5U30	651654 Medicaid Program Support	\$ 738,274	\$ 316,906	\$ (421,369)	-57.07%	\$ 4,063,228	\$ 1,338,685	\$ (2,724,543)	-67.05%
MCD	3FA0	651680 Health Care Grants Federal	\$ 1,342,133	\$ 567,742	\$ (774,391)	-57.70%	\$ 4,277,845	\$ 4,008,086	\$ (269,759)	-6.31%
MHA	3B10	652636 COMM MEDICAID LEGACY SUPPORT	\$ 125,439	\$ -	\$ (125,439)	-100.00%	\$ 551,335	\$ 413,910	\$ (137,426)	-24.93%
DDD	3A40	653604 DC&ICF/IID PROGRAM SUPPORT	\$ 40,000	\$ 45,314	\$ 5,314	13.28%	\$ 123,223	\$ 128,117	\$ 4,894	3.97%
DDD	3A40	653655 Medicaid Support	\$ 2,944,132	\$ 1,902,574	\$ (1,041,558)	-35.38%	\$ 13,380,355	\$ 11,762,510	\$ (1,617,845)	-12.09%
DDD	5S20	653622 MEDICAID ADMIN & OVERSIGHT	\$ 1,540,935	\$ 1,081,441	\$ (459,494)	-29.82%	\$ 5,477,236	\$ 5,128,636	\$ (348,600)	-6.36%
DDD	5E00	653627 MEDICAID PROGRAM SUPPORT	\$ 56,000	\$ 212,300	\$ 156,300	279.11%	\$ 199,959	\$ 360,769	\$ 160,810	80.42%
DDD	3G60	653640 MEDICAID WAIVER PROGRM SUPPORT	\$ 420,000	\$ 7,733	\$ (412,267)	-98.16%	\$ 2,369,195	\$ 1,566,449	\$ (802,746)	-33.88%
DOH	3GD0	654601 MEDICAID PROGRAM SUPPORT	\$ 1,624,253	\$ 3,305,528	\$ 1,681,275	103.51%	\$ 6,426,257	\$ 6,061,377	\$ (364,880)	-5.68%
JFS	3F01	655624 MEDICAID PROGRAM SUPPORT	\$ 12,118,638	\$ 13,019,526	\$ 900,888	7.43%	\$ 38,493,977	\$ 40,763,633	\$ 2,269,656	5.90%
AGE	3C40	656623 LONG TERM CARE BUDGET- FEDERAL	\$ 322,373	\$ 197,454	\$ (124,919)	-38.75%	\$ 1,084,755	\$ 611,274	\$ (473,481)	-43.65%
EDU	3AF0	657601 Schools Medicaid Admin Claims	\$ 11,701	\$ -	\$ (11,701)	-38.75%	\$ 31,790	\$ 6,830	\$ (24,959)	-78.51%
PRX	4K90	658605 OARRS Integration - State	\$ 3,431	\$ 6,701	\$ 3,270	-100.00%	\$ 137,249	\$ 10,043	\$ (127,206)	-92.68%
PRX	3HH0	658601 OARRS Integration - Federal	\$ 32,453	\$ 63,379	\$ 30,926	95.29%	\$ 1,298,206	\$ 94,993	\$ (1,203,213)	-92.68%
		Subtotal Non GRF Administration	\$ 69,521,480	\$ 60,356,814	\$ (9,164,666)	-13.18%	\$ 195,107,287	\$ 160,981,814	\$ (34,125,472)	-17.49%
		Subtotal Non GRF	\$ 1,295,959,627	\$ 1,267,414,858	\$ (28,544,768)	-2.20%	\$ 3,058,056,881	\$ 2,934,634,366	\$ (123,422,516)	-4.04%
		Grand Total	\$ 2,469,614,931	\$ 2,450,535,496	\$ (19,079,436)	-0.77%	\$ 7,188,476,644	\$ 7,070,582,628	\$ (117,894,016)	-1.64%
		Total Service	\$ 2,374,535,444	\$ 2,368,764,036	\$ (5,771,408)	-0.24%	\$ 6,923,427,666	\$ 6,840,375,623	\$ (83,052,044)	-1.20%
		Total Administration	\$ 95,079,487	\$ 81,771,460	\$ (13,308,028)	-14.00%	\$ 265,048,978	\$ 230,207,005	\$ (34,841,972)	-13.15%

Note: Amounts exclude transfers and non appropriated Local funding

All Agency Medicaid Budget Variance - SFY 2018
September

As of 10/6/2017

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%
Total Projection	\$ 7,188,476,644	\$ 7,070,582,628	\$ (117,894,016)	-1.64%

Year-To-Date Analysis - Source GL Table

Category	Projection	Expenditure	Variance	%
Nursing Facility	\$ 368,561,485	\$ 390,261,934	\$ 21,700,449	5.89%
Dept of Aging Waivers	\$ 102,259,736	\$ 104,224,042	\$ 1,964,306	1.92%
Home Care Waiver (ODM)	\$ 35,029,783	\$ 32,840,804	\$ (2,188,979)	-6.25%
Hospital	\$ 229,740,938	\$ 226,149,191	\$ (3,591,747)	-1.56%
Physician/Non Institutional Providers	\$ 298,709,386	\$ 279,217,546	\$ (19,491,840)	-6.53%
Prescribed Drugs	\$ 97,006,299	\$ 84,459,415	\$ (12,546,884)	-12.93%
Behavioral Health (MH/ODADAS)	\$ 303,214,091	\$ 310,949,365	\$ 7,735,274	2.55%
DDD Services	\$ 727,406,042	\$ 644,051,693	\$ (83,354,348)	-11.46%
Subtotal FFS	\$ 2,161,927,760	\$ 2,072,153,991	\$ (89,773,768)	-4.15%
Managed Care - ABD	\$ 595,847,450	\$ 601,791,406	\$ 5,943,956	1.00%
Managed Care - ABD Kids	\$ 176,810,253	\$ 177,257,827	\$ 447,574	0.25%
Managed Care - MyCare	\$ 614,020,542	\$ 600,090,336	\$ (13,930,206)	-2.27%
Managed Care - CFC	\$ 1,344,556,533	\$ 1,388,319,097	\$ 43,762,563	3.25%
Managed Care - Group VIII	\$ 1,030,553,403	\$ 1,033,628,321	\$ 3,074,918	0.30%
Managed Care Pay For Performance	\$ 79,338,167	\$ 62,912,363	\$ (16,425,804)	-20.70%
Subtotal Managed Care	\$ 3,841,126,348	\$ 3,863,999,348	\$ 22,873,000	0.60%
Hospital UPL	\$ -	\$ 488,563	\$ 488,563	#DIV/0!
Hospital HCAP	\$ 634,591,903	\$ 621,381,586	\$ (13,210,318)	-2.08%
Subtotal Hospital/Physician UPL/HCAP	\$ 634,591,903	\$ 621,870,149	\$ (12,721,755)	-2.00%
Medicare Buy In (includes QI)	\$ 150,843,115	\$ 149,175,665	\$ (1,667,450)	-1.11%
Medicare Part D	\$ 124,589,604	\$ 118,090,541	\$ (6,499,062)	-5.22%
Subtotal Medicare Premium Assistance	\$ 275,432,719	\$ 267,266,206	\$ (8,166,513)	-2.96%
Other OAKS Financial	\$ 10,348,937	\$ 15,085,929	\$ 4,736,992	45.77%
All Agency Administration	\$ 265,048,978	\$ 230,207,005	\$ (34,841,972)	-13.15%
Subtotal Other	\$ 275,397,915	\$ 245,292,934	\$ (30,104,980)	-10.93%
Total YTD Vs. Projection	\$ 7,188,476,644	\$ 7,070,582,628	\$ (117,894,016)	-1.64%

Analysis for the Month - Source GL Table

Month	Projection	Expenditure	Variance	%
Nursing Facility	\$ 124,500,617	\$ 129,154,969	\$ 4,654,352	3.74%
Dept of Aging Waivers	\$ 32,050,391	\$ 33,791,557	\$ 1,741,167	5.43%
Home Care Waiver (ODM)	\$ 10,086,356	\$ 9,546,867	\$ (539,489)	-5.35%
Hospital	\$ 63,792,477	\$ 66,458,484	\$ 2,666,007	4.18%
Physician/Non Institutional Providers	\$ 80,887,977	\$ 76,987,416	\$ (3,900,561)	-4.82%
Prescribed Drugs	\$ 27,771,381	\$ 24,243,214	\$ (3,528,167)	-12.70%
Behavioral Health (MH/ODADAS)	\$ 86,594,891	\$ 91,515,644	\$ 4,920,752	5.68%
DDD Services	\$ 203,122,352	\$ 187,592,906	\$ (15,529,446)	-7.65%
Subtotal FFS	\$ 628,806,442	\$ 619,291,058	\$ (9,515,384)	-1.51%
Managed Care - ABD	\$ 201,222,816	\$ 200,537,750	\$ (685,066)	-0.34%
Managed Care - ABD Kids	\$ 59,470,361	\$ 59,402,042	\$ (68,319)	-0.11%
Managed Care - MyCare	\$ 205,134,377	\$ 203,224,601	\$ (1,909,776)	-0.93%
Managed Care - CFC	\$ 445,851,967	\$ 473,012,319	\$ 27,160,352	6.09%
Managed Care - Group VIII	\$ 342,307,662	\$ 344,125,238	\$ 1,817,576	0.53%
Managed Care Pay For Performance	\$ 79,338,167	\$ 62,912,363	\$ (16,425,804)	-20.70%
Subtotal Managed Care	\$ 1,333,325,350	\$ 1,343,214,313	\$ 9,888,963	0.74%
Hospital HCAP	\$ 317,295,952	\$ 310,684,778	\$ (6,611,173)	-2.08%
Subtotal Hospital/Physician UPL/HCAP	\$ 317,295,952	\$ 310,684,778	\$ (6,611,173)	-2.08%
Medicare Buy In (includes QI)	\$ 50,472,612	\$ 49,557,429	\$ (915,183)	-1.81%
Medicare Part D	\$ 41,185,443	\$ 39,749,290	\$ (1,436,153)	-3.49%
Subtotal Medicare Premium Assistance	\$ 91,658,055	\$ 89,306,719	\$ (2,351,336)	-2.57%
Other OAKS Financial	\$ 3,449,646	\$ 6,267,168	\$ 2,817,522	81.68%
All Agency Administration	\$ 95,079,487	\$ 81,771,460	\$ (13,308,028)	-14.00%
Subtotal Other	\$ 98,529,133	\$ 88,038,627	\$ (10,490,505)	-10.65%
Total Month Vs. Projection	\$ 2,469,614,931	\$ 2,450,535,496	\$ (19,079,436)	-0.77%

Note: Subject to change for accounting updates.