

OFPR Expenditure Review through 2nd Quarter SFY 2019

MaineCare Expenditure Detail through 2nd Quarter of SFY 2019

MaineCare Expenditure Table 1 uses expenditure data from the State’s financial warehouse (MFASIS) through 6 months of FY 2019 to compare MaineCare expenditures by expenditure category for the last three fiscal years. MaineCare “All Funds” spending through 6 months of FY 2019 increased by \$70.3 million from FY 2018 to FY 2019. As detailed in MaineCare Table 1, FY 2019 spending through 6 months increased in the residential care and HCBS waivers categories by \$71 million. These increases are expected due to a number of rate increases to these services during the 128th legislature, See “*MaineCare Rate Increases by Public Law and Expenditure Category*” outline below. Spending decreased in the pharmacy and related, transportation services and rehabilitation services expenditure categories.

FY 2019 MaineCare “All Funds” spending through 6 months increased by 5.0% over last year’s spending. MaineCare Table 1 also shows that aggregate General Fund expenditures through 6 months of FY 2019 increased by 11.6% compared to FY 2018. The General Fund expenditures are high due to a journal entry to transfer \$7 million from the federal MaineCare account into a General Fund MaineCare account, causing an increase in General Fund expenditures. This transfer was made due to two disallowances of Riverview Psychiatric Center Disproportionate Share funding (for quarter ending 12/31/17 and quarter ending 03/31/18.) Taking this \$7 million increase out of the General Fund total, General Fund spending was in-line with the amount budgeted for FY 2019.

MaineCare Expenditure Table 1.

MaineCare and Related Expenditures Detail Through 6 Months

All Funds - Through 6 Months

Expenditure Categories	FY 2017	FY 2018	FY 2019	Chgs. FY 2018 to FY 2019	
	6 Months	6 Months	6 Months	\$	%
1 Hospital Services	\$274,451,497	\$305,786,689	\$306,947,417	\$1,160,728	0.4%
2 Residential Care	\$283,580,654	\$293,612,181	\$322,465,296	\$28,853,115	9.8%
3 HCBS Waivers	\$191,910,165	\$206,980,671	\$250,490,398	\$43,509,726	21.0%
4 Pharmacy and Related	\$166,077,083	\$183,866,908	\$173,549,785	(\$10,317,123)	-5.6%
5 Medical Professionals	\$71,456,210	\$72,900,525	\$72,150,918	(\$749,607)	-1.0%
6 Medicare Crossover Payments	\$43,150,491	\$46,003,149	\$45,947,639	(\$55,510)	-0.1%
7 Mental Health Services	\$157,926,185	\$150,858,329	\$151,128,720	\$270,392	0.2%
8 Clinic Services	\$26,236,554	\$25,682,957	\$25,882,370	\$199,413	0.8%
9 Home Health	\$19,387,731	\$24,507,903	\$25,937,455	\$1,429,551	5.8%
10 Rehabilitation Services	\$10,160,185	\$11,558,547	\$10,513,119	(\$1,045,428)	-9.0%
11 Case Management	\$20,179,193	\$18,004,292	\$18,977,401	\$973,109	5.4%
12 Certified Seed	\$14,842,239	\$15,786,564	\$21,750,098	\$5,963,534	37.8%
13 Transportation Services	\$25,075,470	\$24,989,577	\$22,828,745	(\$2,160,832)	-8.6%
14 Other Expenditure Codes	\$5,201,992	\$14,020,216	\$16,353,408	\$2,333,192	16.6%
15 Accounting Adjustments	(\$1,096,318)	\$3,118,724	(\$2,682,980)	(\$5,801,703)	-186.0%
16 Other Adjustments	(\$13,306,750)	(\$7,477,460)	(\$8,256,376)	(\$778,916)	10.4%
All Funds Total	\$1,295,232,579	\$1,390,199,772	\$1,453,983,413	\$63,783,641	4.6%
Minus Accounting and Other Adjustment:	\$14,403,068	\$4,358,736	\$10,939,356	\$6,580,619	151.0%
All Funds Adjusted Total	\$1,309,635,648	\$1,394,558,508	\$1,464,922,768	\$70,364,260	5.0%
General Fund Totals	\$370,201,377	\$375,925,243	\$411,647,597	\$35,722,354	9.5%
Minus Accounting and Other Adjustment:	\$5,947,951	(\$1,017,223)	\$6,706,629	\$7,723,852	-759.3%
General Fund Adjusted Totals	\$376,149,328	\$374,908,020	\$418,354,226	\$43,446,206	11.6%

¹ Includes bad debt write-offs and other adjustments (e.g., third party liability collections, audit settlements, etc.) that are not assigned to a specific expenditure category.

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MaineCare Rate Increases by Public Law and Expenditure Category

Rate Increases to MaineCare Services in SFY 2019 and on-going
By Public Law Chaptered Number

PL Chapter #	Program Code	GF	FED	OSR	Grand Total
60	0147	\$182,509	\$329,294		\$511,803
61	0147	\$143,697	\$261,312		\$405,009
459	Z210			\$4,644,239	\$4,644,239
	Z211	\$20,100,152			\$20,100,152
	Z212	\$2,718,540			\$2,718,540
	0147	\$2,775,557	\$54,948,880		\$57,724,437
460	Z009	\$704,784			\$704,784
	Z201			\$577,566	\$577,566
	0147	\$13,346,538	\$40,094,135	\$1,116,614	\$54,557,287
	0148	\$5,475,685		\$1,108,680	\$6,584,365
	0139	\$15,477			\$15,477
	0140	\$500,000			\$500,000
Grand Total		\$45,962,939	\$95,633,621	\$7,447,099	\$149,043,659

Rate Increases to MaineCare Services in SFY 2019 and on-going
By Expenditure Category

Expenditure Category	GF	FED	OSR	Grand Total
Case Management	\$ 2,273,686	\$ 6,206,430	\$ 577,566	\$ 9,057,682
HCBS Waivers	\$ 22,818,692	\$ 49,941,047	\$ 4,644,239	\$ 77,403,978
Home health	\$ 143,697	\$ 261,312		\$ 405,009
Mental Health Services	\$ 780,310	\$ 1,388,330		\$ 2,168,640
Residential Care	\$ 19,946,554	\$ 37,836,502	\$ 2,225,294	\$ 60,008,350
Grand Total	\$ 45,962,939	\$ 95,633,621	\$ 7,447,099	\$ 149,043,659

Rate Increases to MaineCare Services in SFY 2019 and on-going
HCBS and Residential Only

Expenditure Category	GF	FED	OSR	Grand Total
HCBS Waivers	\$ 22,818,692	\$ 49,941,047	\$ 4,644,239	\$ 77,403,978
Residential Care	\$ 19,946,554	\$ 37,836,502	\$ 2,225,294	\$ 60,008,350
Grand Total	\$ 42,765,246	\$ 87,777,549	\$ 6,869,533	\$ 137,412,328

6 months Total Estimated Increase **\$ 68,706,164**