

## OFPR Expenditure Review through 3rd Quarter SFY 2019

### MaineCare Expenditure Detail through 3rd Quarter of SFY 2019

MaineCare Expenditure Table 1 uses expenditure data from the State’s financial warehouse (MFASIS) through 9 months of FY 2019 to compare MaineCare expenditures by expenditure category for the last three fiscal years. MaineCare “All Funds” spending through 9 months of FY 2019 increased by \$81.0 million from FY 2018 to FY 2019. As detailed in MaineCare Expenditure Table 1, FY 2019 spending through 9 months increased in the residential care and HCBS waivers categories by \$104.7 million. These increases are expected due to a number of rate increases to these services during the 128<sup>th</sup> legislature, See “*MaineCare Rate Increases by Public Law and Expenditure Category*” outline below. Additionally, there were increases in the school-based services, health homes and other professionals expenditure categories. Spending decreased in the transportation services, behavioral health services and hospital services expenditure categories.

FY 2019 MaineCare “All Funds” spending through 9 months increased by 3.8% over last year’s spending. MaineCare Expenditure Table 1 also shows that aggregate General Fund expenditures through 9 months of FY 2019 increased by 10.3% compared to FY 2018. The General Fund expenditures are high due to multiple journal entries to transfer \$14 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 four disallowances of Riverview Psychiatric Center Disproportionate Share funding (for quarter ending 12/31/17, 03/31/18, 06/30/18 and 09/30/18.) Taking this \$14 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 9 Months All Funds - Through 9 Months

Expenditure Categories	FY 2017	FY 2018	FY 2019	Chgs. FY 2018 to FY 2019	
	9 Months	9 Months	9 Months	\$	%
1 Hospital Services	\$428,002,993	\$475,913,842	\$438,997,414	(\$36,916,428)	-7.8%
2 Residential Care	\$432,149,836	\$444,872,508	\$488,565,732	\$43,693,225	9.8%
3 HCBS Waivers	\$290,767,649	\$320,942,673	\$381,974,561	\$61,031,888	19.0%
4 Pharmacy and Related	\$102,132,471	\$100,270,216	\$102,750,989	\$2,480,773	2.5%
5 Devices and Supplies	\$16,743,715	\$17,690,694	\$18,693,413	\$1,002,720	5.7%
6 Medical Professionals	\$94,076,188	\$100,124,394	\$100,236,816	\$112,423	0.1%
7 Other Professionals	\$2,532,470	\$11,536,928	\$14,784,566	\$3,247,638	28.1%
8 Dentistry	\$19,743,165	\$17,863,866	\$18,029,567	\$165,701	0.9%
9 Medicare Deductible and Co-insurance	\$68,634,404	\$72,058,065	\$70,244,243	(\$1,813,822)	-2.5%
10 Medicare A, B, D Premiums	\$135,845,750	\$145,690,092	\$141,399,521	(\$4,290,571)	-2.9%
11 Laboratory	\$5,983,399	\$7,381,953	\$7,341,442	(\$40,511)	-0.5%
12 Health Homes	\$31,518,151	\$45,593,634	\$50,251,062	\$4,657,428	10.2%
13 Behavioral Health Services	\$151,937,669	\$142,718,045	\$129,091,277	(\$13,626,767)	-9.5%
14 Clinic Services	\$38,534,655	\$38,630,929	\$39,848,224	\$1,217,295	3.2%
15 Home Health	\$7,940,445	\$11,259,731	\$11,687,507	\$427,777	3.8%
16 Rehabilitation Services	\$48,214,313	\$48,562,210	\$51,933,899	\$3,371,689	6.9%
17 Case Management	\$29,464,192	\$26,873,092	\$28,572,075	\$1,698,983	6.3%
18 School-Based Services	\$34,271,469	\$35,259,805	\$43,917,132	\$8,657,328	24.6%
19 Transportation Services	\$37,321,706	\$37,324,306	\$34,049,827	(\$3,274,478)	-8.8%
20 Other Expenditure Codes	\$22,150,018	\$25,419,090	\$34,689,046	\$9,269,956	36.5%
21 Accounting Adjustments	\$257,855	\$2,989,926	(\$1,628,463)	(\$4,618,388)	-154.5%
22 Other Adjustments	(\$17,358,255)	(\$15,536,335)	(\$16,453,495)	(\$917,160)	5.9%
All Funds Total	\$1,980,864,259	\$2,113,439,662	\$2,188,976,357	\$75,536,695	3.6%
Minus Accounting and Other Adjustmen	\$17,100,400	\$12,546,409	\$18,081,958	\$5,535,549	44.1%
All Funds Adjusted Total	\$1,997,964,659	\$2,125,986,071	\$2,207,058,315	\$81,072,244	3.8%
General Fund Totals	\$592,983,415	\$595,326,850	\$651,678,600	\$56,351,750	9.5%
Minus Accounting and Other Adjustmen	\$6,027,317	\$2,547,297	\$7,493,875	\$4,946,578	194.2%
General Fund Adjusted Totals	\$599,010,732	\$597,874,146	\$659,172,475	\$61,298,328	10.3%

<sup>1</sup> Includes bad debt write-offs and other adjustments (e.g., third party liability collections, audit settlements, etc.) that are not

## OFPR Expenditure Review through 3rd Quarter SFY 2019

### 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
<b>Grand Total</b>		<b>\$45,962,939</b>	<b>\$95,633,621</b>	<b>\$7,447,099</b>	<b>\$149,043,659</b>

**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
<b>Grand Total</b>	<b>\$ 45,962,939</b>	<b>\$ 95,633,621</b>	<b>\$ 7,447,099</b>	<b>\$ 149,043,659</b>

**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
<b>Grand Total</b>	<b>\$ 42,765,246</b>	<b>\$ 87,777,549</b>	<b>\$ 6,869,533</b>	<b>\$ 137,412,328</b>

9 months Total Estimated Increase **\$ 103,059,246**