

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 \$69.9 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 \$72.8 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, transportation services and Medicare A,B,D premiums 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 11.1% 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	\$286,053,587	\$296,414,472	\$325,708,391	\$29,293,918	9.9%
3 HCBS Waivers	\$191,910,165	\$206,980,671	\$250,490,398	\$43,509,726	21.0%
4 Pharmacy and Related	\$61,827,710	\$70,025,678	\$64,198,113	(\$5,827,565)	-8.3%
5 Devices and Supplies	\$11,193,215	\$11,820,511	\$12,122,366	\$301,855	2.6%
6 Medical Professionals	\$61,923,129	\$67,012,353	\$66,122,881	(\$889,472)	-1.3%
7 Other Professionals	\$1,883,740	\$6,606,976	\$6,977,223	\$370,247	5.6%
8 Dentistry	\$13,912,693	\$12,402,222	\$12,727,949	\$325,727	2.6%
9 Medicare Deductible and Co-insurance	\$43,150,491	\$46,003,149	\$45,947,639	(\$55,510)	-0.1%
10 Medicare A, B, D Premiums	\$88,804,955	\$97,161,738	\$92,373,564	(\$4,788,174)	-4.9%
11 Laboratory	\$4,251,203	\$4,840,511	\$4,855,742	\$15,231	0.3%
12 Health Homes	\$19,640,967	\$29,768,205	\$33,339,060	\$3,570,855	12.0%
13 Behavioral Health Services	\$103,939,725	\$93,944,816	\$91,094,215	(\$2,850,601)	-3.0%
14 Clinic Services	\$26,237,605	\$25,697,903	\$25,882,488	\$184,585	0.7%
15 Home Health	\$5,196,229	\$7,320,154	\$7,824,796	\$504,642	6.9%
16 Rehabilitation Services	\$32,497,884	\$33,700,708	\$33,982,597	\$281,889	0.8%
17 Case Management	\$20,179,193	\$18,004,292	\$18,977,401	\$973,109	5.4%
18 School-Based Services	\$22,346,216	\$23,062,531	\$28,936,944	\$5,874,413	25.5%
19 Transportation Services	\$25,075,470	\$24,989,577	\$22,828,745	(\$2,160,832)	-8.6%
20 Other Expenditure Codes	\$13,531,046	\$16,246,259	\$16,424,002	\$177,743	1.1%
21 Accounting Adjustments	(\$1,096,318)	\$3,118,724	(\$2,682,980)	(\$5,801,703)	-186.0%
22 Other Adjustments	(\$11,677,822)	(\$10,708,366)	(\$11,095,538)	(\$387,172)	3.6%
All Funds Total	\$1,295,232,579	\$1,390,199,772	\$1,453,983,413	\$63,783,641	4.6%
Minus Accounting and Other Adjustmen	\$12,774,139	\$7,589,642	\$13,778,518	\$6,188,875	81.5%
All Funds Adjusted Total	\$1,308,006,719	\$1,397,789,414	\$1,467,761,930	\$69,972,516	5.0%
General Fund Totals	\$370,201,377	\$375,925,243	\$411,647,597	\$35,722,354	9.5%
Minus Accounting and Other Adjustmen	\$5,358,133	\$696,881	\$6,647,411	\$5,950,531	853.9%
General Fund Adjusted Totals	\$375,559,510	\$376,622,124	\$418,295,009	\$41,672,885	11.1%

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

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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**