

**MEDI-CAL  
MAY 2009  
LOCAL ASSISTANCE ESTIMATE  
for  
FISCAL YEARS  
2008-09 and 2009-10**

**APPENDIX A**

Fiscal Forecasting and Data Management Branch  
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Governor  
State of California

S. Kimberly Belshé  
Secretary  
California Health and Human Services Agency

David Maxwell-Jolly  
Director  
Department of Health Care Services

**ADDITIONAL MEDI-CAL SAVINGS OPTIONS  
ASSUMES TRAILER BILL ADOPTED JULY 1, 2009**  
(Dollars in Thousands)

Proposal	Implementation Date	2009-10				2010-11				Annual				Comments
		TF	GF	Regular FFP	ARRA FFP	TF	GF	Regular FFP	ARRA FFP	TF	GF	Regular FFP	ARRA FFP	
<b>Medi-Cal Reductions</b>														
Eliminate State Only Programs	October 2009	-\$34,461	-\$34,461	\$0	\$0	-\$57,800	-\$57,800	\$0	\$0	-\$58,383	-\$58,383	\$0	\$0	Eliminate the following programs: Undocumented non-emergency services (BCCTP and postpartum care) (excludes prenatal and LTC), Institutions for Mental Disease ancillary services payments, dialysis program, IV or non-digestive nutrition program, and state-only BCCTP (women over 65, men and those with other health coverage).
Increase the Federal Medi-Cal Flexibility and Stabilization Savings	July 2009	-\$650,872	-\$250,000	-\$325,436	-\$75,436	-\$575,436	-\$250,000	-\$125,000	-\$200,436	-\$500,000	-\$250,000	-\$250,000	\$0	Increase the Federal Medi-Cal Flexibility Savings by an additional \$250 million GF, so the total will be \$1billion GF.
AB 1629 LTC Facilities - No 2009 COLA increase	August 2009	-\$151,005	-\$58,001	-\$75,503	-\$17,501	-\$213,057	-\$94,182	-\$106,529	-\$12,347	-\$213,057	-\$106,529	-\$106,528	\$0	Eliminate the August 2009 COLA increase to AB 1629 long-term care facilities.
Non-AB 1629 LTC Facilities - No 2009 rate increase	August 2009	-\$46,225	-\$17,755	-\$23,113	-\$5,357	-\$62,711	-\$27,722	-\$31,356	-\$3,634	-\$62,711	-\$31,356	-\$31,355	\$0	Eliminate the August 2009 rate increase to non-AB 1629 long-term care facilities.
<b>Subtotal Medi-Cal Local Assistance Reductions</b>		<b>-\$882,563</b>	<b>-\$360,217</b>	<b>-\$424,051</b>	<b>-\$98,295</b>	<b>-\$909,004</b>	<b>-\$429,704</b>	<b>-\$262,884</b>	<b>-\$216,417</b>	<b>-\$834,151</b>	<b>-\$446,268</b>	<b>-\$387,883</b>	<b>\$0</b>	
<b>QAF impact to the State GF</b>														
AB 1629 LTC Facilities - No 2009 COLA increase	August 2009	\$8,154	\$8,154	\$0	\$0	\$11,505	\$11,505	\$0	\$0	\$11,505	\$11,505	\$0	\$0	Loss of GF revenue due to elimination of the August 2009 COLA increase to AB 1629 LTC facilities.
Non-AB 1629 LTC Facilities - No 2009 rate increase	August 2009	\$478	\$478	\$0	\$0	\$572	\$572	\$0	\$0	\$572	\$572	\$0	\$0	Loss of GF revenue due to elimination of the August 2009 rate increase to non-AB 1629 LTC facilities.
<b>Subtotal Loss of QAF to the State GF (Not Medi-Cal Local Assistance)</b>		<b>\$8,632</b>	<b>\$8,632</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,077</b>	<b>\$12,077</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,077</b>	<b>\$12,077</b>	<b>\$0</b>	<b>\$0</b>	
<b>Other Departments' Reductions with Impact on DHCS</b>														
Eliminate Healthy Families	October 2009													To be determined.
Eliminate CalWorks Program	October 2009													Eliminating CalWorks creates a County Administration costs to create a Medi-Cal case file for the county. To be determined.
Eliminate the Mental Health Managed Care	October 2009													FFP impact to DHCS. To be determined.
Eliminate MSSP (savings)	October 2009													To be determined.
Cost shift to Medi-Cal due to eliminating MSSP	October 2009													To be determined.
<b>Subtotal Other Reductions</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	
<b>Total in Medi-Cal Local Assistance</b>		<b>-\$882,563</b>	<b>-\$360,217</b>	<b>-\$424,051</b>	<b>-\$98,295</b>	<b>-\$909,004</b>	<b>-\$429,704</b>	<b>-\$262,884</b>	<b>-\$216,417</b>	<b>-\$834,151</b>	<b>-\$446,268</b>	<b>-\$387,883</b>	<b>\$0</b>	
<b>Net to the State</b>		<b>-\$873,931</b>	<b>-\$351,585</b>	<b>-\$424,051</b>	<b>-\$98,295</b>	<b>-\$896,927</b>	<b>-\$417,627</b>	<b>-\$262,884</b>	<b>-\$216,417</b>	<b>-\$822,074</b>	<b>-\$434,191</b>	<b>-\$387,883</b>	<b>\$0</b>	

**Notes:**  
Regular FFP column is 50% and ARRA FFP column is 11.59%, when both columns are added together this will represent the overall FFP including the impact of ARRA.  
2009-10 @ 61.59% FFP  
2010-11 @ 61.59% FFP for 6 months and 50% FFP for 6 months due to ARRA of 2009 ending December 31, 2010.  
Annual @ 50% FFP  
Total does not take into account overlap between proposals.