

November 2014 Medi-Cal Estimate

Current Year (FY 2014-15) Projected Expenditures Compared to the Appropriation

(Dollars in Millions)

Total Medi-Cal local assistance expenditures in the Department of Health Care Services (DHCS) budget in the Current Year as compared to the Appropriation are as follows:

Medical Care Services	FY 2014-15 Appropriation	Nov 2014 Estimate	Change	
			Amount	Percent
Total Funds	\$86,107.3	\$81,242.0	(\$4,865.3)	-5.7%
Federal Funds	\$55,305.0	\$53,428.7	(\$1,876.3)	-3.4%
General Fund	\$16,394.7	\$16,909.7	\$515.0	3.1%
Other Non-Federal Funds	\$14,407.6	\$10,903.6	(\$3,504.0)	-24.3%

County Administration	FY 2014-15 Appropriation	Nov 2014 Estimate	Change	
			Amount	Percent
Total Funds	\$3,728.2	\$3,981.5	\$253.3	6.8%
Federal Funds	\$2,967.1	\$3,207.1	\$240.0	8.1%
General Fund	\$727.9	\$747.6	\$19.7	2.7%
Other Non-Federal Funds	\$33.2	\$26.8	(\$6.4)	-19.3%

Fiscal Intermediary	FY 2014-15 Appropriation	Nov 2014 Estimate	Change	
			Amount	Percent
Total Funds	\$492.9	\$524.2	\$31.3	6.4%
Federal Funds	\$335.1	\$341.6	\$6.5	1.9%
General Fund	\$157.6	\$182.5	\$24.9	15.8%
Other Non-Federal Funds	\$0.2	\$0.1	(\$0.1)	-50.0%

Total Expenditures	FY 2014-15 Appropriation	Nov 2014 Estimate	Change	
			Amount	Percent
Total Funds	\$90,328.4	\$85,747.8	(\$4,580.6)	-5.1%
Federal Funds	\$58,607.3	\$56,977.5	(\$1,629.8)	-2.8%
General Fund	\$17,280.2	\$17,839.7	\$559.6	3.2%
Other Non-Federal Funds	\$14,441.0	\$10,930.5	(\$3,510.5)	-24.3%

Note: Totals may not add due to rounding.

November 2014 Medi-Cal Estimate

Budget Year (FY 2015-16) Projected Expenditures Compared to Current Year (FY 2014-15)

(Dollars in Millions)

Total Medi-Cal local assistance expenditures in the Department of Health Care Services (DHCS) budget in the Budget Year as compared to the Current Year are as follows:

Medical Care Services	FY 2014-15 Estimate	FY 2015-16 Estimate	Change	
			Amount	Percent
Total Funds	\$81,242.0	\$91,331.8	\$10,089.8	12.4%
Federal Funds	\$53,428.7	\$58,460.0	\$5,031.3	9.4%
General Fund	\$16,909.7	\$17,739.3	\$829.6	4.9%
Other Non-Federal Funds	\$10,903.6	\$15,132.5	\$4,228.9	38.8%

County Administration	FY 2014-15 Estimate	FY 2015-16 Estimate	Change	
			Amount	Percent
Total Funds	\$3,981.5	\$3,617.3	(\$364.2)	-9.1%
Federal Funds	\$3,207.1	\$2,869.7	(\$337.4)	-10.5%
General Fund	\$747.6	\$715.6	(\$32.0)	-4.3%
Other Non-Federal Funds	\$26.8	\$32.0	\$5.2	19.4%

Fiscal Intermediary	FY 2014-15 Estimate	FY 2015-16 Estimate	Change	
			Amount	Percent
Total Funds	\$524.2	\$463.3	(\$60.9)	-11.6%
Federal Funds	\$341.6	\$307.5	(\$34.1)	-10.0%
General Fund	\$182.5	\$155.6	(\$26.9)	-14.7%
Other Non-Federal Funds	\$0.1	\$0.2	\$0.1	100.0%

Total Expenditures	FY 2014-15 Estimate	FY 2015-16 Estimate	Change	
			Amount	Percent
Total Funds	\$85,747.8	\$95,412.4	\$9,664.6	11.3%
Federal Funds	\$56,977.5	\$61,637.1	\$4,659.7	8.2%
General Fund	\$17,839.7	\$18,610.5	\$770.8	4.3%
Other Non-Federal Funds	\$10,930.5	\$15,164.7	\$4,234.2	38.7%

Note: Totals may not add due to rounding.

The November 2014 Estimate for FY 2014-15 is \$559.6 million General Fund greater than the FY 2014-15 Budget Appropriation.

(In Millions, May Not Add Due to Rounding)

November 2014 General Fund	\$17,839.7
FY 2014-15 Appropriation	<u>\$17,280.2</u>
General Fund Change	\$559.6

This change from the Appropriation is explained as follows:

Medical Care Services	\$515.0
County/Other Administration	\$19.7
Fiscal Intermediary	\$24.9

The Medi-Cal General Fund costs in FY 2015-16, as compared to FY 2014-15, are estimated in increase by \$770.8 million, an increase of approximately four percent.

(In Millions, May Not Add Due to Rounding)

FY 2014-15	\$17,839.7
FY 2015-16	<u>\$18,610.5</u>
General Fund Change	\$770.8

This change from the FY 2014-15 to FY 2015-16 is explained as follows:

Medical Care Services	\$829.6
County/Other Administration	-\$32.0
Fiscal Intermediary	-\$26.8

The following paragraphs briefly describe the major changes in both FY 2014-15 and FY 2015-16¹:

ACA Expansion (PCs 18, 19)

The Affordable Care Act (ACA) Optional and Mandatory Expansions decreased by \$14.5 million from the appropriation in FY 2014-15 and increased by \$199.2 million in FY 2015-16. Both ACA Optional and Mandatory caseload projections were updated and, compared to the appropriation, have increased significantly in FY 2014-15. For the ACA Mandatory Expansion policy change, the Department assumes a portion of the caseload is now captured in base trends.

Other ACA Items (PCs 20, 22, 24, 25, 31, 33)

The impact of a variety of other ACA items is an increase of \$127.5 million from the appropriation in FY 2014-15 and an decrease of \$61.3 million in FY 2015-16. These items include Express Lane Enrollment, Delay of Redeterminations, Newly Qualified Immigrants (NQI)

¹ Unless otherwise stated, the costs shown are GF dollars. FY 2014-15 dollars are the change compared to the Budget Act of 2014 appropriation. The FY 2015-16 costs are the November Estimate change from FY 2014-15 to FY 2015-16.

under ACA and the likely federal prohibition for shifting pregnant women receiving pregnancy only Medi-Cal coverage to Covered California.

Managed Care Model PCs (Base PCs 109, 111, 112, 116, and Regular PC 128)

The four major types of managed care plans increase by \$337.9 million in FY 2014-15 and \$456.3 million in FY 2015-16. Of the FY 2015-16 increase, \$281.2 million is a placeholder for an estimated 3.57% increase in rates. Also, built into the rates are the impacts of part of the ACA mandatory expansion, Hepatitis C treatments, mental health expansion, blood factor carve-out, and AB 97 rate reductions. These adjustments are either new ones or had been previously shown in a separate policy change.

Coordinated Care Initiative (PCs 119, 123, 143, 197, OA 19, OA 89)

General Fund costs increased \$97.3 million in FY 2014-15 from the appropriation and \$6.4 million in FY 2015-16. The changes are a result of delaying Orange to start August 2015 rather than January and removing Alameda from the CCI demonstration. In addition to phase-in changes, rates used in the estimate have been adjusted.

MCO Tax Managed Care Plans (PC 135)

The 3.9375% MCO tax benefit to the GF is \$97.7 million less in FY 2014-15 than the appropriation. The net GF benefit for the ACA expansions is now included in this PC. The decrease results from changes in CCI, ACA, and other caseloads. In FY 2015-16, the benefit to the GF increases by \$330.3 million, assuming a replacement tax that results in the same level of benefit to the GF.

Behavioral Health Treatment (PC 36)

SB 870 (Chapter 40, Statutes of 2014) directs the Department to implement Behavioral Health Treatment (BHT) services to the extent it is required by the federal government. The Department has implemented BHT for EPSDT Services for children under age 21, effective July 1, 2014. The estimated GF costs are \$89 million in FY 2014-15 and increasing by \$62 million in FY 2015-16. The Department is working with the Department of Developmental Services (DDS) and stakeholders on a plan to transition existing Medi-Cal eligibles who are currently receiving BHT services through the Regional Centers clients. Medi-Cal costs are not included for these eligibles because the transition plan is not complete.

Dental Services (PC 120, 143, 171)

Dental rates have been updated for FY 2014-15. The restoration of select adult dental benefits and impact of implementing the change to \$1,800 soft cap are incorporated into the rates. The added GF costs, excluding dental restoration, are \$38 million.

General Fund Reimbursement from DPHs (PC 130)

Reimbursement from the Designated Public Hospitals (DPHs) is now expected to be \$87.1 million less than the appropriation in FY 2014-15 due to a shift in collection of Year 4 payments from FY 2014-15 to FY 2015-16. FY 2015-16 payments are expected to increase by \$30.9 million over FY 2014-15.

Implementation of ACA (CA 2)

The Administration has provided an additional \$75 million in FY 2014-15 on a one-time basis for Medi-Cal county administration costs related to implementing required provisions of the ACA. Due to many system delays, counties are required to manually process some eligibility determinations and renewals. These manual workarounds performed by the counties require additional resources.

Enhanced Federal Funding for County Administration (CA 8)

Federal funding at 75% rather than the usual 50% is available for certain eligibility determination-related costs. The costs eligible for enhanced match include application, on-going case maintenance and renewal functions. The Estimate assumes an increase in GF savings of \$122.6 million from the appropriation in FY 2014-15, based upon five quarters of added federal funding. The savings is reduced by \$99.3 million in FY 2015-16, reflecting only four quarters and a reduction in ACA funding for county administrative activities.

Residential Treatment Services (PC 65)

Due to delay in waiver approval, the FY 2014-15 estimate excludes expanding Residential Treatment Services to non-perinatal beneficiaries, for a savings of \$36.9 million GF. The waiver is expected to be approved in FY 2015-16 and the phased-in expansion is estimated to result in a GF increase of \$19.6 million in FY 2015-16.

Mental Health Services Expansion (PC N/A)

The costs of the incorporation of non-specialty mental health services into managed care plans and the expansion of coverage to include group mental health counseling is now in the managed care model PCs and the fee-for-service base estimate. FY 2014-15 costs increased over the appropriation by \$28.4 million. New caseload estimates account for the majority of this change. Costs in FY 2015-16 are \$109.2 million higher due to anticipated increased utilization.

The following paragraphs briefly describe the major changes that were not discussed above under the FY 2014-15 Current Year:

AB 1629 Long Term Care Quality Assurance Fee (PCs 138, 139, 147)

On July 31, 2015, in the absence of legislation, the AB 1629 facility-specific rate methodology, Quality Assurance Fee (QAF), and Quality and Accountability Supplemental Payment Program (QASP) will sunset. The Department assumes continuation of the program beyond the July 31, 2015, sunset date. In FY 2015-16, the Estimate assumes a 3.62% total annual rate increase and the same level of GF contribution to the QASP fund as in FY 2014-15.

Designated State Health Programs (PCs 93, 103, 105)

The California Bridge to Reform (BTR) Section 1115(a) Medicaid Demonstration allows the Department to claim federal financial participation using the Certified Public Expenditures (CPEs) of approved Designated State Health Programs (DSHP) and Designated Public Hospitals (DPHs) to achieve \$400 million in annual GF savings.

The existing BTR Demonstration expires on October 31, 2015, and the Department intends to seek a renewal of the Waiver. However, it is not likely that the DSHP will continue after the BTR ends. The Estimate assumes an increase in GF savings of \$46.2 million in FY 2014-15 from additional claims using DPH CPEs. In FY 2015-16, the Estimate assumes a decrease in GF savings of \$220.55 million due to the discontinuance of the DSHP.

Health Insurer Fee (PC 205)

The ACA imposes an excise tax on certain health insurers, effective January 1, 2014. The FY 2015-16 costs is \$20.3 million less than FY 2014-15 because it is based upon one year of payments rather than two.

Annual Open Enrollment (PC 196)

Under the Department's proposal, certain Medi-Cal managed care beneficiaries could change managed care plans during an annual open enrollment period. Seniors, persons with disabilities, full scope dual eligibles, COHS enrollees, and the new ACA adult expansion eligibles are excluded. This would result in a savings of \$1.0 million in FY 2015-16.

General Information

This estimate is based on actual payment data through August 2014. Estimates for both fiscal years are on a cash basis.

The Medi-Cal Program has many funding sources. These funding sources are shown by budget item number on the State Funds and Federal Funds pages of the Medi-Cal Funding Summary in the Management Summary tab. The budget items which are made up of State General Fund are identified with an asterisk and are shown in separate totals. Reimbursements include Refugees (CDPH), MSSP (CDA), Dental Services (CDSS), Managed Care IGTs, IGTs for Non-SB 1100 Hospitals, IMD Ancillary Services and IHSS costs (CDSS).

The Miscellaneous Non-Fee-For-Service Category includes expenditures for Home and Community Based Services -- DDS, Case Management Services -- DDS, Personal Care Services, HIPP premiums, Targeted Case Management, and Hospital Financing—Health Care Coverage Initiative.

The estimate aggregates expenditures for four sub-categories under a single Managed Care heading. These sub-categories are Two Plan Model, County Organized Health Systems, Geographic Managed Care, and PHP/Other Managed Care. The latter includes PCCMs, PACE, SCAN, Family Mosaic, Dental Managed Care, and the new Managed Care Expansion models – Regional, Imperial, and San Benito.

Should a projected deficiency exist, Section 14157.6 of the Welfare and Institutions Codes authorizes appropriation, subject to 30-day notification to the Legislature, of any federal or county funds received for expenditures in prior years. At this time, no prior year General Funds have been identified to be included in the above estimates as abatements against current year costs.

There is considerable uncertainty associated with projecting Medi-Cal expenditures for medical care services, which vary according to the number of persons eligible for Medi-Cal, the number and type of services these people receive, and the cost of providing these services. Additional uncertainty is created by monthly fluctuations in claims processing, federal audit exceptions, and uncertainties in the implementation dates for policy changes which often require approval of federal waivers or state plan amendments, changes in regulations, and in some cases, changes in the adjudication process at the fiscal intermediary.

Provider payment reductions, injunctions, and restorations add to this uncertainty as it disturbs the regular flow of the FI checkwrite payments. It is assumed that estimated expenditures may vary due to this uncertainty. A 1% variation in total Medi-Cal Benefits expenditures would result in a \$857 million TF (\$178 million General Funds) change in expenditures in FY 2014-15 and \$954 million TF (\$186 million General Funds) in FY 2015-16.

Medi-Cal Funding Summary
November 2014 Estimate Compared to Appropriation
Fiscal Year 2014 - 2015

TOTAL FUNDS

	Total Appropriation	Nov 2014 Estimate	Difference Incr./(Decr.)
MEDI-CAL Benefits:			
4260-101-0001/0890(3)	\$67,001,914,000	\$65,637,592,000	(\$1,364,322,000)
4260-101-0080 CLPP Funds	\$714,000	\$714,000	\$0
4260-101-0232 Prop 99 Hospital Svc. Acct.	\$74,137,000	\$74,137,000	\$0
4260-101-0233 Prop 99 Physician Svc. Acct	\$105,000	\$105,000	\$0
4260-101-0236 Prop 99 Unallocated Account	\$25,289,000	\$25,289,000	\$0
4260-101-3168 Emergency Air Transportation Fund	\$18,750,000	\$26,425,000	\$7,675,000
4260-101-3213 LTC QA Fund	\$470,374,000	\$433,863,000	(\$36,511,000)
4260-102-0001/0890 Capital Debt	\$126,924,000	\$149,342,000	\$22,418,000
4260-104-0001 NDPH Hosp Supp *	\$1,900,000	\$1,900,000	\$0
4260-601-3096 NDPH Suppl	\$2,356,000	\$2,354,000	(\$2,000)
4260-698-3096 NDPH Hosp Suppl (Less Funded by GF)	(\$1,900,000)	(\$1,900,000)	\$0
4260-105-0001 Private Hosp Supp Fund *	\$118,400,000	\$118,400,000	\$0
4260-601-3097 Private Hosp Suppl	\$134,001,000	\$131,371,000	(\$2,630,000)
4260-698-3097 Private Hosp Supp (Less Funded by GF)	(\$118,400,000)	(\$118,400,000)	\$0
4260-106-0890 Money Follows Person Federal Grant	\$27,328,000	\$23,348,000	(\$3,980,000)
4260-113-0001/0890 Healthy Families	\$2,995,719,000	\$2,910,176,000	(\$85,543,000)
4260-113-3055 County Health Initiative Match Fund	\$215,000	\$116,000	(\$99,000)
4260-601-0942142 Local Trauma Centers	\$35,000,000	\$51,800,000	\$16,800,000
4260-601-3156 MCO Tax Fund	\$1,388,941,000	\$1,291,980,000	(\$96,961,000)
4260-601-3172 Public Hosp. Invest., Improve. & Incentive Fund	\$576,312,000	\$706,146,000	\$129,834,000
4260-601-7502 Demonstration DSH Fund	\$577,384,000	\$624,214,000	\$46,830,000
4260-601-7503 Health Care Support Fund	\$801,253,000	\$824,578,000	\$23,325,000
4260-602-0309 Perinatal Insurance Fund	\$56,396,000	\$38,693,000	(\$17,703,000)
4260-605-0001 SNF Quality & Accountability *	\$48,867,000	\$48,835,000	(\$32,000)
4260-605-3167 SNF Quality & Accountability	\$45,034,000	\$45,002,000	(\$32,000)
4260-698-3167 SNF Qual & Acct. (Less Funded by GF)	(\$48,867,000)	(\$48,835,000)	\$32,000
4260-606-0834 SB 1100 DSH	\$617,056,000	\$629,423,000	\$12,367,000
4260-607-8502 Low Income Health Program IGT	\$1,985,006,000	\$13,290,000	(\$1,971,716,000)
4260-610-0995 Reimbursements	\$4,641,938,000	\$3,248,909,000	(\$1,393,029,000)
4260-610-3158 Hospital Quality Assurance Revenue	\$553,000	\$294,000	(\$259,000)
4260-610-3201 LIHP MCE Out-of-Network ER Svcs.	\$97,781,000	\$0	(\$97,781,000)
4260-611-3158 Hospital Quality Assurance Revenue	\$4,406,846,000	\$4,352,872,000	(\$53,974,000)
TOTAL MEDI-CAL Benefits	\$86,107,326,000	\$81,242,033,000	(\$4,865,293,000)
COUNTY ADMINISTRATION:			
4260-101-0001/0890(1)	\$3,583,347,000	\$3,839,725,000	\$256,378,000
4260-106-0890(1) Money Follow Person Fed. Grant	\$517,000	\$848,000	\$331,000
4260-107-0890 Prevention of Chronic Disease (MICPD)	\$2,660,000	\$2,326,000	(\$334,000)
4260-113-0001/0890 Healthy Families	\$102,221,000	\$104,674,000	\$2,453,000
4260-117-0001/0890 HIPAA	\$6,267,000	\$7,151,000	\$884,000
4260-601-0942285 Hlthcare Outreach & Medi-Cal Enroll. Acct.	\$13,250,000	\$13,000,000	(\$250,000)
4260-602-0313 Major Risk Medical Ins Fund	\$3,750,000	\$1,750,000	(\$2,000,000)
4260-605-3167 SNF Quality & Accountability Admin.	\$2,533,000	\$2,533,000	\$0
4260-610-0995 Reimbursements	\$13,635,000	\$9,525,000	(\$4,110,000)
TOTAL COUNTY ADMIN.	\$3,728,180,000	\$3,981,532,000	\$253,352,000
FISCAL INTERMEDIARY:			
4260-101-0001/0890(2)	\$456,441,000	\$494,491,000	\$38,050,000
4260-113-0001/0890 Healthy Families	\$14,283,000	\$5,719,000	(\$8,564,000)
4260-117-0001/0890 HIPAA	\$22,006,000	\$23,894,000	\$1,888,000
4260-610-0995 Reimbursements	\$141,000	\$138,000	(\$3,000)
TOTAL FISCAL INTERMEDIARY	\$492,871,000	\$524,242,000	\$31,371,000
GRAND TOTAL - ALL FUNDS	\$90,328,377,000	\$85,747,807,000	(\$4,580,570,000)

Notes:

Proposition 99 funding is from the Cigarette and Tobacco Products Surtax Fund accounts as shown above.

Medi-Cal Funding Summary
November 2014 Estimate Compared to Appropriation
Fiscal Year 2014 - 2015

STATE FUNDS

MEDI-CAL Benefits:	State Funds Appropriation	Nov 2014 Estimate	Difference Incr./(Decr.)
4260-101-0001(3) *	\$15,207,011,000	\$15,763,217,000	\$556,206,000
4260-101-0080 CLPP Funds	\$714,000	\$714,000	\$0
4260-101-0232 Prop 99 Hospital Svc. Acct.	\$74,137,000	\$74,137,000	\$0
4260-101-0233 Prop 99 Physician Svc. Acct	\$105,000	\$105,000	\$0
4260-101-0236 Prop 99 Unallocated Account	\$25,289,000	\$25,289,000	\$0
4260-101-3168 Emergency Air Transportation Fund	\$18,750,000	\$26,425,000	\$7,675,000
4260-101-3213 LTC QA Fund	\$470,374,000	\$433,863,000	(\$36,511,000)
4260-102-0001 Capital Debt *	\$63,462,000	\$74,671,000	\$11,209,000
4260-104-0001 NDPH Hosp Supp *	\$1,900,000	\$1,900,000	\$0
4260-601-3096 NDPH Suppl	\$2,356,000	\$2,354,000	(\$2,000)
4260-698-3096 NDPH Hosp Suppl (Less Funded by GF)	(\$1,900,000)	(\$1,900,000)	\$0
4260-105-0001 Private Hosp Supp Fund *	\$118,400,000	\$118,400,000	\$0
4260-601-3097 Private Hosp Suppl	\$134,001,000	\$131,371,000	(\$2,630,000)
4260-698-3097 Private Hosp Supp (Less Funded by GF)	(\$118,400,000)	(\$118,400,000)	\$0
4260-113-0001 Healthy Families *	\$955,017,000	\$902,635,000	(\$52,382,000)
4260-113-3055 County Health Initiative Match Fund	\$215,000	\$116,000	(\$99,000)
4260-601-0942142 Local Trauma Centers	\$35,000,000	\$51,800,000	\$16,800,000
4260-601-3156 MCO Tax Fund	\$1,388,941,000	\$1,291,980,000	(\$96,961,000)
4260-601-3172 Public Hosp. Invest., Improve. & Incentive Fund	\$576,312,000	\$706,146,000	\$129,834,000
4260-602-0309 Perinatal Insurance Fund	\$56,396,000	\$38,693,000	(\$17,703,000)
4260-605-0001 SNF Quality & Accountability *	\$48,867,000	\$48,835,000	(\$32,000)
4260-605-3167 SNF Quality & Accountability	\$45,034,000	\$45,002,000	(\$32,000)
4260-698-3167 SNF Qual & Acct. (Less Funded by GF)	(\$48,867,000)	(\$48,835,000)	\$32,000
4260-606-0834 SB 1100 DSH	\$617,056,000	\$629,423,000	\$12,367,000
4260-607-8502 Low Income Health Program IGT	\$1,985,006,000	\$13,290,000	(\$1,971,716,000)
4260-610-0995 Reimbursements	\$4,641,938,000	\$3,248,909,000	(\$1,393,029,000)
4260-610-3158 Hosp. Quality Assurance Revenue	\$553,000	\$294,000	(\$259,000)
4260-610-3201 LIHP MCE Out-of-Network ER Svcs.	\$97,781,000	\$0	(\$97,781,000)
4260-611-3158 Hospital Quality Assurance Revenue	\$4,406,846,000	\$4,352,872,000	(\$53,974,000)
TOTAL MEDI-CAL Benefits	\$30,802,294,000	\$27,813,306,000	(\$2,988,988,000)
Total Benefits General Fund *	\$16,394,657,000	\$16,909,658,000	\$515,001,000
COUNTY ADMINISTRATION:			
4260-101-0001(1) *	\$695,687,000	\$714,395,000	\$18,708,000
4260-113-0001 Healthy Families *	\$31,031,000	\$31,923,000	\$892,000
4260-117-0001 HIPAA *	\$1,204,000	\$1,286,000	\$82,000
4260-601-0942285 Hlthcare Outreach & Medi-Cal Enroll. Acct.	\$13,250,000	\$13,000,000	(\$250,000)
4260-602-0313 Major Risk Medical Ins Fund	\$3,750,000	\$1,750,000	(\$2,000,000)
4260-605-3167 SNF Quality & Accountability Admin.	\$2,533,000	\$2,533,000	\$0
4260-610-0995 Reimbursements	\$13,635,000	\$9,525,000	(\$4,110,000)
TOTAL COUNTY ADMIN.	\$761,090,000	\$774,412,000	\$13,322,000
Total Co. Admin. General Fund *	\$727,922,000	\$747,604,000	\$19,682,000
FISCAL INTERMEDIARY:			
4260-101-0001(2) *	\$148,964,000	\$176,527,000	\$27,563,000
4260-113-0001 Healthy Families *	\$4,999,000	\$2,001,000	(\$2,998,000)
4260-117-0001 HIPAA *	\$3,626,000	\$3,936,000	\$310,000
4260-610-0995 Reimbursements	\$141,000	\$138,000	(\$3,000)
TOTAL FISCAL INTERMEDIARY	\$157,730,000	\$182,602,000	\$24,872,000
Total FI General Fund *	\$157,589,000	\$182,464,000	\$24,875,000
GRAND TOTAL - STATE FUNDS	\$31,721,114,000	\$28,770,320,000	(\$2,950,794,000)
Grand Total - General Fund *	\$17,280,168,000	\$17,839,726,000	\$559,558,000

Notes:

Proposition 99 funding is from the Cigarette and Tobacco Products Surtax Fund accounts as shown above.

Medi-Cal Funding Summary
November 2014 Estimate Compared to Appropriation
Fiscal Year 2014 - 2015

FEDERAL FUNDS

	Federal Funds Appropriation	Nov 2014 Estimate	Difference Incr./(Decr.)
<u>MEDI-CAL Benefits:</u>			
4260-101-0890(3)	\$51,794,903,000	\$49,874,375,000	(\$1,920,528,000)
4260-102-0890 Capital Debt	\$63,462,000	\$74,671,000	\$11,209,000
4260-106-0890 Money Follows Person Federal Grant	\$27,328,000	\$23,348,000	(\$3,980,000)
4260-113-0890 Health Families	\$2,040,702,000	\$2,007,541,000	(\$33,161,000)
4260-601-7502 Demonstration DSH Fund	\$577,384,000	\$624,214,000	\$46,830,000
4260-601-7503 Health Care Support Fund	\$801,253,000	\$824,578,000	\$23,325,000
TOTAL MEDI-CAL Benefits	<u>\$55,305,032,000</u>	<u>\$53,428,727,000</u>	<u>(\$1,876,305,000)</u>
<u>COUNTY ADMINISTRATION:</u>			
4260-101-0890(1)	\$2,887,660,000	\$3,125,330,000	\$237,670,000
4260-106-0890(1) Money Follows Person Fed. Grant	\$517,000	\$848,000	\$331,000
4260-107-0890 Prevention of Chronic Disease (MIPCD)	\$2,660,000	\$2,326,000	(\$334,000)
4260-113-0890 Healthy Families	\$71,190,000	\$72,751,000	\$1,561,000
4260-117-0890 HIPAA	\$5,063,000	\$5,865,000	\$802,000
TOTAL COUNTY ADMIN.	<u>\$2,967,090,000</u>	<u>\$3,207,120,000</u>	<u>\$240,030,000</u>
<u>FISCAL INTERMEDIARY:</u>			
4260-101-0890(2)	\$307,477,000	\$317,964,000	\$10,487,000
4260-113-0890 Healthy Families	\$9,284,000	\$3,718,000	(\$5,566,000)
4260-117-0890 HIPAA	\$18,380,000	\$19,958,000	\$1,578,000
TOTAL FISCAL INTERMEDIARY	<u>\$335,141,000</u>	<u>\$341,640,000</u>	<u>\$6,499,000</u>
 GRAND TOTAL - FEDERAL FUNDS	 <u>\$58,607,263,000</u>	 <u>\$56,977,487,000</u>	 <u>(\$1,629,776,000)</u>

Medi-Cal Funding Summary
November 2014 Estimate Comparison of FY 2014-15 to FY 2015-16

TOTAL FUNDS

	<u>FY 2014-15</u> <u>Estimate</u>	<u>FY 2015-16</u> <u>Estimate</u>	<u>Difference</u> <u>Incr./(Decr.)</u>
<u>MEDI-CAL Benefits:</u>			
4260-101-0001/0890(3)	\$65,637,592,000	\$71,982,752,000	\$6,345,160,000
4260-101-0080 CLPP Funds	\$714,000	\$714,000	\$0
4260-101-0232 Prop 99 Hospital Svc. Acct.	\$74,137,000	\$92,129,000	\$17,992,000
4260-101-0233 Prop 99 Physician Svc. Acct	\$105,000	\$19,446,000	\$19,341,000
4260-101-0236 Prop 99 Unallocated Account	\$25,289,000	\$31,009,000	\$5,720,000
4260-101-3168 Emergency Air Transportation Fund	\$26,425,000	\$5,625,000	(\$20,800,000)
4260-101-3213 LTC QA Fund	\$433,863,000	\$456,467,000	\$22,604,000
4260-102-0001/0890 Capital Debt	\$149,342,000	\$77,340,000	(\$72,002,000)
4260-104-0001 NDPH Hosp Supp *	\$1,900,000	\$1,900,000	\$0
4260-601-3096 NDPH Suppl	\$2,354,000	\$1,901,000	(\$453,000)
4260-698-3096 NDPH Hosp Suppl (Less Funded by GF)	(\$1,900,000)	(\$1,900,000)	\$0
4260-105-0001 Private Hosp Supp Fund *	\$118,400,000	\$118,400,000	\$0
4260-601-3097 Private Hosp Suppl	\$131,371,000	\$172,402,000	\$41,031,000
4260-698-3097 Private Hosp Supp (Less Funded by GF)	(\$118,400,000)	(\$118,400,000)	\$0
4260-106-0890 Money Follows Person Federal Grant	\$23,348,000	\$32,316,000	\$8,968,000
4260-113-0001/0890 Healthy Families	\$2,910,176,000	\$2,996,819,000	\$86,643,000
4260-113-3055 County Health Initiative Match Fund	\$116,000	\$0	(\$116,000)
4260-601-0942142 Local Trauma Centers	\$51,800,000	\$40,100,000	(\$11,700,000)
4260-601-3156 MCO Tax Fund	\$1,291,980,000	\$1,790,080,000	\$498,100,000
4260-601-3172 Public Hosp. Invest., Improve. & Incentive Fund	\$706,146,000	\$701,149,000	(\$4,997,000)
4260-601-7502 Demonstration DSH Fund	\$624,214,000	\$620,142,000	(\$4,072,000)
4260-601-7503 Health Care Support Fund	\$824,578,000	\$320,700,000	(\$503,878,000)
4260-602-0309 Perinatal Insurance Fund	\$38,693,000	\$46,244,000	\$7,551,000
4260-605-0001 SNF Quality & Accountability *	\$48,835,000	\$48,835,000	\$0
4260-605-3167 SNF Quality & Accountability	\$45,002,000	\$45,001,000	(\$1,000)
4260-698-3167 SNF Qual & Acct. (Less Funded by GF)	(\$48,835,000)	(\$48,835,000)	\$0
4260-606-0834 SB 1100 DSH	\$629,423,000	\$591,835,000	(\$37,588,000)
4260-607-8502 Low Income Health Program IGT	\$13,290,000	\$1,534,672,000	\$1,521,382,000
4260-610-0995 Reimbursements	\$3,248,909,000	\$5,421,921,000	\$2,173,012,000
4260-610-3158 Hospital Quality Assurance Revenue	\$294,000	\$0	(\$294,000)
4260-610-3201 LIHP MCE Out-of-Network ER Svcs.	\$0	\$106,663,000	\$106,663,000
4260-611-3158 Hospital Quality Assurance Revenue	\$4,352,872,000	\$4,244,339,000	(\$108,533,000)
TOTAL MEDI-CAL Benefits	<u>\$81,242,033,000</u>	<u>\$91,331,766,000</u>	<u>\$10,089,733,000</u>
<u>COUNTY ADMINISTRATION:</u>			
4260-101-0001/0890(1)	\$3,839,725,000	\$3,462,478,000	(\$377,247,000)
4260-106-0890(1) Money Follow Person Fed. Grant	\$848,000	\$208,000	(\$640,000)
4260-107-0890 Prevention of Chronic Disease (MICPD)	\$2,326,000	\$1,375,000	(\$951,000)
4260-113-0001/0890 Healthy Families	\$104,674,000	\$114,337,000	\$9,663,000
4260-117-0001/0890 HIPAA	\$7,151,000	\$6,881,000	(\$270,000)
4260-601-0942285 Hlthcare Outreach & Medi-Cal Enroll. Acct.	\$13,000,000	\$19,000,000	\$6,000,000
4260-602-0313 Major Risk Medical Ins Fund	\$1,750,000	\$1,000,000	(\$750,000)
4260-605-3167 SNF Quality & Accountability Admin.	\$2,533,000	\$2,533,000	\$0
4260-610-0995 Reimbursements	\$9,525,000	\$9,525,000	\$0
TOTAL COUNTY ADMIN.	<u>\$3,981,532,000</u>	<u>\$3,617,337,000</u>	<u>(\$364,195,000)</u>
<u>FISCAL INTERMEDIARY:</u>			
4260-101-0001/0890(2)	\$494,491,000	\$446,833,000	(\$47,658,000)
4260-113-0001/0890 Healthy Families	\$5,719,000	\$5,060,000	(\$659,000)
4260-117-0001/0890 HIPAA	\$23,894,000	\$11,256,000	(\$12,638,000)
4260-610-0995 Reimbursements	\$138,000	\$136,000	(\$2,000)
TOTAL FISCAL INTERMEDIARY	<u>\$524,242,000</u>	<u>\$463,285,000</u>	<u>(\$60,957,000)</u>
GRAND TOTAL - ALL FUNDS	<u>\$85,747,807,000</u>	<u>\$95,412,388,000</u>	<u>\$9,664,581,000</u>

Notes:

Proposition 99 funding is from the Cigarette and Tobacco Products Surtax Fund accounts as shown above.

Medi-Cal Funding Summary
November 2014 Estimate Comparison of FY 2014-15 to FY 2015-16

STATE FUNDS

	<u>FY 2014-15</u> <u>Estimate</u>	<u>FY 2015-16</u> <u>Estimate</u>	<u>Difference</u> <u>Incr./.(Decr.)</u>
<u>MEDI-CAL Benefits:</u>			
4260-101-0001(3) *	\$15,763,217,000	\$16,619,587,000	\$856,370,000
4260-101-0080 CLPP Funds	\$714,000	\$714,000	\$0
4260-101-0232 Prop 99 Hospital Srvc. Acct.	\$74,137,000	\$92,129,000	\$17,992,000
4260-101-0233 Prop 99 Physician Srvc. Acct	\$105,000	\$19,446,000	\$19,341,000
4260-101-0236 Prop 99 Unallocated Account	\$25,289,000	\$31,009,000	\$5,720,000
4260-101-3168 Emergency Air Transportation Fund	\$26,425,000	\$5,625,000	(\$20,800,000)
4260-101-3213 LTC QA Fund	\$433,863,000	\$456,467,000	\$22,604,000
4260-102-0001 Capital Debt *	\$74,671,000	\$38,670,000	(\$36,001,000)
4260-104-0001 NDPH Hosp Supp *	\$1,900,000	\$1,900,000	\$0
4260-601-3096 NDPH Suppl	\$2,354,000	\$1,901,000	(\$453,000)
4260-698-3096 NDPH Hosp Suppl (Less Funded by GF)	(\$1,900,000)	(\$1,900,000)	\$0
4260-105-0001 Private Hosp Supp Fund *	\$118,400,000	\$118,400,000	\$0
4260-601-3097 Private Hosp Suppl	\$131,371,000	\$172,402,000	\$41,031,000
4260-698-3097 Private Hosp Supp (Less Funded by GF)	(\$118,400,000)	(\$118,400,000)	\$0
4260-113-0001 Healthy Families *	\$902,635,000	\$911,862,000	\$9,227,000
4260-113-3055 County Health Initiative Match Fund	\$116,000	\$0	(\$116,000)
4260-601-0942142 Local Trauma Centers	\$51,800,000	\$40,100,000	(\$11,700,000)
4260-601-3156 MCO Tax Fund	\$1,291,980,000	\$1,790,080,000	\$498,100,000
4260-601-3172 Public Hosp. Invest., Improve. & Incentive Fund	\$706,146,000	\$701,149,000	(\$4,997,000)
4260-602-0309 Perinatal Insurance Fund	\$38,693,000	\$46,244,000	\$7,551,000
4260-605-0001 SNF Quality & Accountability *	\$48,835,000	\$48,835,000	\$0
4260-605-3167 SNF Quality & Accountability	\$45,002,000	\$45,001,000	(\$1,000)
4260-698-3167 SNF Qual & Acct. (Less Funded by GF)	(\$48,835,000)	(\$48,835,000)	\$0
4260-606-0834 SB 1100 DSH	\$629,423,000	\$591,835,000	(\$37,588,000)
4260-607-8502 Low Income Health Program IGT	\$13,290,000	\$1,534,672,000	\$1,521,382,000
4260-610-0995 Reimbursements	\$3,248,909,000	\$5,421,921,000	\$2,173,012,000
4260-610-3158 Hosp. Quality Assurance Revenue	\$294,000	\$0	(\$294,000)
4260-610-3201 LIHP MCE Out-of-Network ER Svcs.	\$0	\$106,663,000	\$106,663,000
4260-611-3158 Hospital Quality Assurance Revenue	\$4,352,872,000	\$4,244,339,000	(\$108,533,000)
TOTAL MEDI-CAL Benefits	\$27,813,306,000	\$32,871,816,000	\$5,058,510,000
Total Benefits General Fund *	\$16,909,658,000	\$17,739,254,000	\$829,596,000
<u>COUNTY ADMINISTRATION:</u>			
4260-101-0001(1) *	\$714,395,000	\$679,526,000	(\$34,869,000)
4260-113-0001 Healthy Families *	\$31,923,000	\$34,856,000	\$2,933,000
4260-117-0001 HIPAA *	\$1,286,000	\$1,216,000	(\$70,000)
4260-601-0942285 Hlthcare Outreach & Medi-Cal Enroll. Acct.	\$13,000,000	\$19,000,000	\$6,000,000
4260-602-0313 Major Risk Medical Ins Fund	\$1,750,000	\$1,000,000	(\$750,000)
4260-605-3167 SNF Quality & Accountability Admin.	\$2,533,000	\$2,533,000	\$0
4260-610-0995 Reimbursements	\$9,525,000	\$9,525,000	\$0
TOTAL COUNTY ADMIN.	\$774,412,000	\$747,656,000	(\$26,756,000)
Total Co. Admin. General Fund *	\$747,604,000	\$715,598,000	(\$32,006,000)
<u>FISCAL INTERMEDIARY:</u>			
4260-101-0001(2) *	\$176,527,000	\$151,004,000	(\$25,523,000)
4260-113-0001 Healthy Families *	\$2,001,000	\$1,771,000	(\$230,000)
4260-117-0001 HIPAA *	\$3,936,000	\$2,867,000	(\$1,069,000)
4260-610-0995 Reimbursements	\$138,000	\$136,000	(\$2,000)
TOTAL FISCAL INTERMEDIARY	\$182,602,000	\$155,778,000	(\$26,824,000)
Total FI General Fund *	\$182,464,000	\$155,642,000	(\$26,822,000)
GRAND TOTAL - STATE FUNDS	\$28,770,320,000	\$33,775,250,000	\$5,004,930,000
Grand Total General Fund *	\$17,839,726,000	\$18,610,494,000	\$770,768,000

Notes:

Proposition 99 funding is from the Cigarette and Tobacco Products Surtax Fund accounts as shown above.

Medi-Cal Funding Summary
November 2014 Estimate Comparison of FY 2014-15 to FY 2015-16

FEDERAL FUNDS

	<u>FY 2014-15</u> <u>Estimate</u>	<u>FY 2015-16</u> <u>Estimate</u>	<u>Difference</u> <u>Incr./(Decr.)</u>
<u>MEDI-CAL Benefits:</u>			
4260-101-0890(3)	\$49,874,375,000	\$55,363,165,000	\$5,488,790,000
4260-102-0890 Capital Debt	\$74,671,000	\$38,670,000	(\$36,001,000)
4260-106-0890 Money Follows Person Federal Grant	\$23,348,000	\$32,316,000	\$8,968,000
4260-113-0890 Health Families	\$2,007,541,000	\$2,084,957,000	\$77,416,000
4260-601-7502 Demonstration DSH Fund	\$624,214,000	\$620,142,000	(\$4,072,000)
4260-601-7503 Health Care Support Fund	\$824,578,000	\$320,700,000	(\$503,878,000)
TOTAL MEDI-CAL Benefits	<u>\$53,428,727,000</u>	<u>\$58,459,950,000</u>	<u>\$5,031,223,000</u>
<u>COUNTY ADMINISTRATION:</u>			
4260-101-0890(1)	\$3,125,330,000	\$2,782,952,000	(\$342,378,000)
4260-106-0890(1) Money Follows Person Fed. Grant	\$848,000	\$208,000	(\$640,000)
4260-107-0890 Prevention of Chronic Disease (MIPCD)	\$2,326,000	\$1,375,000	(\$951,000)
4260-113-0890 Healthy Families	\$72,751,000	\$79,481,000	\$6,730,000
4260-117-0890 HIPAA	\$5,865,000	\$5,665,000	(\$200,000)
TOTAL COUNTY ADMIN.	<u>\$3,207,120,000</u>	<u>\$2,869,681,000</u>	<u>(\$337,439,000)</u>
<u>FISCAL INTERMEDIARY:</u>			
4260-101-0890(2)	\$317,964,000	\$295,829,000	(\$22,135,000)
4260-113-0890 Healthy Families	\$3,718,000	\$3,289,000	(\$429,000)
4260-117-0890 HIPAA	\$19,958,000	\$8,389,000	(\$11,569,000)
TOTAL FISCAL INTERMEDIARY	<u>\$341,640,000</u>	<u>\$307,507,000</u>	<u>(\$34,133,000)</u>
 GRAND TOTAL - FEDERAL FUNDS	 <u>\$56,977,487,000</u>	 <u>\$61,637,138,000</u>	 <u>\$4,659,651,000</u>