

**Exhibit FF - Reconciliation of Spending Authority to Actual Expenditures <sup>1</sup>**

<b>Spending Authority</b>	<b>FY 04-05</b>	<b>FY 05-06</b>	<b>FY 06-07</b>
Capitation expenditures reported in Exhibit CC on February 15, 2007	\$152,435,998	\$164,753,913	\$183,141,013
Adjustment to tie to COFRS - Over-expenditure Restriction for the Estimate Year	\$0	\$85,309	\$1,499,555
Reverse net recoupment for one-time Institute payment disallowance during FY 04-05 <sup>2</sup>	\$448,858	\$0	\$0
Other Adjustments	\$0	\$0	\$0
<b>Total adjusted expenditures</b>	<b>\$152,884,856</b>	<b>\$164,839,222</b>	<b>\$184,640,568</b>

<sup>1</sup> This exhibit shows over/(under) expenditures as well as any one time adjustments necessary to balance to the appropriation.

<sup>2</sup> The one-time payment was excluded for trended cost history.

<b>Over-Expenditure Restriction</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Funds Exempt</b>	<b>Federal Funds</b>
Total Over-expenditure	\$1,499,555	\$1,474,141	(\$725,492)	\$750,906
<b>Total Over-expenditure Restriction</b>	<b>\$2,225,047</b>	<b>\$1,474,141</b>	<b>\$0</b>	<b>\$750,906</b>

The total over-expenditure restriction does not reflect under-expenditure in Cash Funds Exempt. Funds not expended in FY 06-07 are not rolled-forward to FY 07-08.

**Exhibit FF - Recoupment of Payments Made for Clients Found to be Ineligible for Medicaid <sup>1</sup>**

	<b>FY 06-07 Actuals</b>	<b>FY 07-08 Estimate</b>	<b>FY 08-09 Request</b>
Actual Recoupments in FY 06-07 for FY 03-04 Ineligibles <sup>2</sup>	(\$1,198,341)	\$0	\$0
Estimate of Recoupments in FY 07-08 for FY 04-05 Ineligibles <sup>3</sup>	\$0	(\$500,000)	\$0
Estimate of Recoupments in FY 07-08 for FY 05-06 Ineligibles <sup>3</sup>	\$0	(\$500,000)	\$0
Estimate of Recoupments in FY 08-09 for FY 06-07 Ineligibles <sup>3</sup>	\$0	\$0	(\$500,000)
<b>Net Impact of Estimated Recoupments for FY 06-07 through FY 08-09 Ineligibles</b>	<b>(\$1,198,341)</b>	<b>(\$1,000,000)</b>	<b>(\$500,000)</b>

<sup>1</sup> The Department considers recoupments of capitated payments made for clients later found to be ineligible for Medicaid as part of the capitation base for per capita analyses, as illustrated on page F.EE-4.

<sup>2</sup> Recoupments in FY 05-06 were intentionally postponed until a CBMS change effecting retroactive eligibility was completed in FY 06-07. A recoupment for FY 03-04 ineligible was made in FY 06-07. Recoupments for FY 04-05 and FY 05-06 ineligible are currently planned to be made in FY 07-08 and for FY 06-07 ineligible in FY 08-09.

<sup>3</sup> Estimated recoupments in FY 07-08 and FY 08-09 are expected to decrease as a result of more timely eligibility processing due to the implementation of the Colorado Benefits Management System. For further information, please see the Budget Narrative.