Exhibit R - Estimate of FY 04-05 with Expenditures through December 31, 2004 with FY 01-02 Cash Flow Pattern (For Reference Only-Not the Department Request)

	FY 04-05 as of December 31, 2004	December COFRS Actuals Year-to-Date	FY 01-02 Cash Flow %	FY 04-05 Year End ROUGH Projection with FY 01-02 Cash Flow and Line Item Adjustment	Long Bill Appropriation	Long Bill Appropriation Minus Cash Flow
	ACUTE CARE					
	Physician Services	55,241,617	49.27%	112,120,189	N/A	N/A
	Early and Periodic, Screening, Diagnosis and Treatment	3,076,448	53.60%	5,739,641	N/A	N/A
	Emergency Transportation	2,000,713	52.68%	3,797,861	N/A	N/A
	County Transportation	222,739	47.56%	468,333	N/A	N/A
	Dental Services	18,820,011	47.56%	39,571,091	N/A	N/A
	Family Planning	82,801	43.20%	191,669	N/A	N/A
	Health Maintenance Organizations	70,982,401	47.49%	149,468,101	N/A	N/A
	Administrative Service Organizations	34,704,377	N/A	69,408,754	N/A	N/A
	Inpatient Hospitals	123,416,288	48.99%	251,921,388	N/A	N/A
	Outpatient Hospitals	42,838,638	54.21%	79,023,498	N/A	N/A
	Lab & X-Ray	8,437,994	48.23%	17,495,322	N/A	N/A
	Durable Medical Equipment	23,674,781	50.21%	47,151,526	N/A	N/A
	Prescription Drugs (net of Antipsychotic Drugs)	134,924,458	48.72%	276,938,543	N/A	N/A
1	Drug Rebate (Recorded quarterly as an offset to expenditures)	(51,757,563)	N/A	-55,387,709	N/A	N/A
	Rural Health Centers	1,731,067	49.90%	3,469,072	N/A	N/A
	Federally Qualified Health Centers	26,467,221	43.27%	61,167,601	N/A	N/A
	Co-Insurance (Title XVIII-Medicare)	8,141,235	51.86%	15,698,486	N/A	N/A
	Breast and Cervical Cancer Treatment Program	1,669,485	N/A	3,338,970	N/A	N/A
	Home Health	35,534,276	49.95%	71,139,692	N/A	N/A
	Subtotal of Acute Care	540,208,987		1,152,722,027	1,197,929,965	45,207,938
	COMMUNITY BASED LONG TERM CARE					
	Home and Community Based Services-Case Management	46,666,051	49.18%	94,888,270	N/A	N/A
	Home and Community Based Services-Mentally Ill	6,669,310	48.41%	13,776,720	N/A	N/A
	Home and Community Based Services-Children (Model 200	235,789	48.20%	489,189	N/A	N/A
	Home and Community Based Services-People Living with AIDS	244,457	50.37%	485,323	N/A	N/A
	Consumer Directed Attendant Support Waiver	2,627,721	N/A	5,255,442	N/A	N/A
	Private Duty Nursing	6,603,760	53.99%	12,231,450	N/A	N/A
	Hospice	11,357,407	44.93%	25,278,004	N/A	N/A
	Brain Injury	4,824,092	47.39%	10,179,557	N/A	N/A
	Subtotal of Community Based Long Term Care	79,228,587		162,583,953	199,617,438	37,033,485
	LONG TERM CARE and INSURANCE					
	Class I Nursing Facilities	208,606,283	51.87%	402,171,357	426,594,872	N/A
	Class II Nursing Facilities	701,270	50.48%	1,389,204	1,529,151	N/A
	Single Entry Points	7,772,264	55.70%	13,953,795	15,559,995	N/A
	Program for All-Inclusive Care for the Elderly	15,994,724	35.56%	44,979,539	29,761,571	N/A
	Specialized Medicare Insurance Beneficiaries	27,178,620	48.24%	56,340,423	47,991,569	N/A
	Health Insurance Buy-In Program	306,980	49.65%	618,288	470,755	N/A
	Subtotal of Long Term Care and Insurance	260,560,141		519,452,606	521,907,913	2,455,307
	FY 04-05 Subtotal of Actuals Year-to-Date	879,997,715			1,919,455,316	84,696,730
	FY 04-05 Year End Projection Using Previous Years' Cash Flow with Adjustments (Does not include UPL Financing)			1,834,758,586		

This is a rough projection utilizing past expenditure patterns as a guide to future expenditures: Cash Flow Pattern. The Cash Flow Pattern is one forecasting tool used to estimate final expenditures on a monthly basis. It is not meant to replace the extensive forecasting used in the official Budget Request and is not always a predictor of future expenditures.

1 Drug Rebate estimate is the drug expenditures times 20%--the average drug rebate from the past four years.