ATTACHMENT 1 - QUESTION 18
TABLE 1
Comparison of Medical Services Premiums Expenditures

This spreadsheet is intended to show a comparison of the first 6 months of activity in the Medical Services Premiums between FY 03-04 and FY 04-05. This analysis shows a consistent growth percentage between the two comparisons and indicates that, overall, the implementation of CBMS has not had a significant negative impact in expenditures.

Month	FY 03-04	FY 04-05	% Change
July (2)	$168,392,171	$133,160,555	-26.46%
August	$167,328,177	$170,690,101	1.97%
September	$129,300,846	$152,201,737	15.05%
October (3)	$145,625,218	$140,751,904	-3.46%
November	$132,004,089	$150,699,930	12.41%
	$742,650,501	$747,504,227	**0.65%**
December (1)	$170,389,288	$190,701,141	10.65%
	$913,039,789	$938,205,369	**2.68%** (4)

(1) December 2004 (FY 04-05) is actual expenditures through 12-16-04. An estimated amount of $90 million is added to the actual expenditures through that date to represent the final two payment cycles of the month. The last two payment cycles in December 2003 equaled $88.5 million.
(2) The final cycle of FY 02-03 (week #52) was delayed and processed in the first cycle of 2004. An estimated amount of $35 million was deducted from July of Fiscal Year 2004 to eliminate the impact of this one-time occurrence in this analysis.
(3) October 2004 is probably mostly a result of clients served in September 2004 likely due to the impact of the implementation of CBMS in September 2004. However, this impact was resolved in the following month.
(4) Although the monthly percents vary between increases and decreases, when the six month period is aggregated, the variance becomes stable: 2.68% between FY 03-04 and FY 04-05, and 3.13% between FY 02-03 and FY 03-04 (see below).

Month	FY 02-03 (1)	FY 03-04	% Change
July	$192,212,642	$168,392,171	-14.15%
August	$144,721,312	$167,328,177	13.51%
September	$96,620,710	$129,300,846	25.27%
October	$191,678,742	$145,625,218	-31.62%
November	$127,248,873	$132,004,089	3.60%
December	$131,934,621	$170,389,288	22.57%
	$884,416,899	$913,039,789	**3.13%**

(1) The first six months of FY 02-03 were accounted for on an accrual basis of accounting. The FY 02-03 data has been converted to the cash basis of accounting for this analysis.