

Exhibit II - Recoupment of Payments Made for Clients Found to be Ineligible for Medicaid

Total Recoupment by Fiscal Year

	FY 2006-07 Actuals	FY 2007-08 Actuals	FY 2008-09 Actuals	FY 2009-10 Estimate	FY 2010-11 Request
Actual Recoupments for FY 2003-04 Ineligibles ⁽¹⁾	(\$1,198,341)	\$0	\$0	\$0	\$0
Estimate of Recoupments for FY 2004-05, FY 2005-06, and FY 2006-07 Ineligibles ⁽²⁾	\$0	\$0	\$0	(\$2,825,835)	\$0
Estimated Recoupments for FY 2007-08 and FY 2008-09 Ineligibles	\$0	\$0	\$0	\$0	(\$1,860,931)
Net Impact of Estimated Recoupments	(\$1,198,341)	\$0	\$0	(\$2,825,835)	(\$1,860,931)

Recoupment Fund Splits

	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds
Actual Recoupments for FY 2003-04 Ineligibles	(\$1,198,341)	(\$599,170)	\$0	\$0	(\$599,171)
Estimate of Recoupments for FY 2004-05, FY 2005-06, and FY 2006-07 Ineligibles	(\$2,825,835)	(\$1,412,917)	\$0	\$0	(\$1,412,918)
Estimated Recoupments for FY 2007-08 and 2008-09 Ineligibles ⁽³⁾	(\$1,860,931)	(\$865,914)	\$0	\$0	(\$995,017)

*Those components of the Department's ES-2 submission that impact mental health are replaced by this Request; this exhibit details the recoupment portion of ES-2 while Exhibit HH accounts for the provider rate reduction.

¹ A recoupment for FY 2003-04 ineligible was made in FY 2006-07.

² Recoupments for expenditures made after FY 2003-04 have been postponed pending approval of a recoupment methodology by CMS. Approval for the new methodology is expected to be granted in time for recoupments to be made in the later half of FY 2009-10.

³ Fund splits for recoupments for FY 2008-09 ineligible account for differing levels of federal match over the course of that fiscal year due to the American Reinvestment and Recovery Act; in FY 2008-09, three months of expenses were matched at the standard 50%, six months were matched at 58.78%, and three months were matched at 61.59%.