

| Exhibit BB - Calculation of Fund Splits  |                      |                     |                     |                      |                      |          |   |
|--|----------------------|---------------------|---------------------|----------------------|----------------------|----------|---|
| Calculation of Fund Splits - FY 2010-11 Mental Health Request  |                      |                     |                     |                      |                      |          |   |
| Item   | Total Estimate       | General Fund        | Cash Funds          | Reappropriated Funds | Federal Funds        | FFP Rate | Source of Funding   |
| Mental Health Capitation Base Traditional Clients  | \$224,970,780        | \$90,640,727        | \$0                 | \$0                  | \$134,330,053        | 59.71%   |   |
| Mental Health Capitation Base Expansion Clients  | \$17,748,741         | \$0                 | \$7,150,967         | \$0                  | \$10,597,774         | 59.71%   | CF: Health Care Expansion Fund  |
| Breast and Cervical Cancer Program Traditional Clients   | \$95,724             | \$0                 | \$33,503            | \$0                  | \$62,221             | 65.00%   | CF: Breast and Cervical Cancer Prevention and Treatment Fund  |
| Breast and Cervical Cancer Program Expansion Clients   | \$42,414             | \$0                 | \$0                 | \$14,845             | \$27,569             | 65.00%   | RF: Transfer from Department of Public Health and Environment                                       |
| HB 09-1293 Hospital Provider Fee Expansion Clients   | \$7,408,139          | \$0                 | \$3,704,069         | \$0                  | \$3,704,070          | 50.00%   | CF: Hospital Provider Fee Cash Fund   |
| <b>Estimated FY 2010-11 Capitation Expenditure</b>   | <b>\$250,265,798</b> | <b>\$90,640,727</b> | <b>\$10,888,539</b> | <b>\$14,845</b>      | <b>\$148,721,687</b> |          |   |
| Date of Death Retractions  | (\$420,736)          | (\$210,368)         | \$0                 | \$0                  | (\$210,368)          | 50.00%   | Nearly All Retractions are from Disabled & Elderly clients: General Fund                            |
| Estimated Recoupments  | (\$2,873,528)        | (\$1,357,748)       | \$0                 | \$0                  | (\$1,515,780)        | 52.75%   | Recoupments for FY 2004-05 and FY 2008-09 Ineligibles: Weighted Average FFP Rate to Adjust for ARRA |
| Disallowance for Supplemental Payments <sup>(1)</sup>  | \$0                  | \$3,329,551         | \$0                 | \$0                  | (\$3,329,551)        |          |   |
| <b>Final Estimated FY 2010-11 Capitation Expenditure</b>   | <b>\$246,971,534</b> | <b>\$92,402,162</b> | <b>\$10,888,539</b> | <b>\$14,845</b>      | <b>\$143,665,988</b> |          |   |
| <b>Medicaid Mental Health Fee for Service Payments</b>   | <b>\$3,578,196</b>   | <b>\$1,441,655</b>  | <b>\$0</b>          | <b>\$0</b>           | <b>\$2,136,541</b>   | 59.71%   |   |
| <b>Final Estimated FY 2010-11 Medicaid Mental Health Community Programs Expenditure <sup>(2)</sup></b> | <b>\$250,549,730</b> | <b>\$93,843,817</b> | <b>\$10,888,539</b> | <b>\$14,845</b>      | <b>\$145,802,529</b> |          |   |

<sup>1</sup> On November 10, 2010, a decision was made by the Department of Health and Human Services Departmental Appeals Board that supplemental payments paid between August 13, 2003 and September 30, 2004 were not eligible for federal financial participation, resulting in a disallowance of federal financial participation for that period to the Department. Please see narrative for more details.

<sup>2</sup> The "Final Estimated FY 2010-11 Medicaid Mental Health Community Programs Expenditure" will not match Column 4 (Total Revised Request FY 2010-11) on the Schedule 13 due to the inclusion of the Department's November 1, 2010 supplemental request S-2 - "Medicaid Mental Health Community Programs". See page AA-1 "Calculation of Request Without Budget Balancing Requests" for calculations excluding the impact of S-2.

| Exhibit BB - Calculation of Fund Splits   |                      |                      |                     |                      |                      |          |  |
|---|----------------------|----------------------|---------------------|----------------------|----------------------|----------|--|
| Calculation of Fund Split - FY 2011-12 Mental Health Request  |                      |                      |                     |                      |                      |          |  |
| Item  | Total Request        | General Fund         | Cash Funds          | Reappropriated Funds | Federal Funds        | FFP Rate | Source of Funding  |
| Mental Health Capitation Base Traditional Clients   | \$247,105,844        | \$123,552,922        | \$0                 | \$0                  | \$123,552,922        | 50.00%   |  |
| Mental Health Capitation Base Expansion Clients   | \$19,299,628         | \$0                  | \$9,649,813         | \$0                  | \$9,649,815          | 50.00%   | CF: Health Care Expansion Fund   |
| Breast and Cervical Cancer Program Traditional Clients  | \$173,378            | \$0                  | \$60,682            | \$0                  | \$112,696            | 65.00%   | CF: Breast and Cervical Cancer Prevention and Treatment Fund             |
| Breast and Cervical Cancer Program Expansion Clients <sup>(1)</sup>   | \$0                  | \$0                  | \$0                 | \$0                  | \$0                  | 65.00%   | RF: Transfer from Department of Public Health and Environment            |
| HB 09-1293 Hospital Provider Fee Expansion Clients  | \$20,427,648         | \$0                  | \$10,213,823        | \$0                  | \$10,213,825         | 50.00%   | CF: Hospital Provider Fee Cash Fund                                      |
| <b>Estimated FY 2011-12 Capitation Expenditure</b>  | <b>\$287,006,498</b> | <b>\$123,552,922</b> | <b>\$19,924,318</b> | <b>\$0</b>           | <b>\$143,529,258</b> |          |  |
| Date of Death Retractions   | (\$378,662)          | (\$189,331)          | \$0                 | \$0                  | (\$189,331)          | 50.00%   | Nearly All Retractions are from Disabled & Elderly clients: General Fund |
| Estimated Recoupments   | (\$1,084,255)        | (\$416,462)          | \$0                 | \$0                  | (\$667,793)          | 61.59%   | Recoupment for FY 2009-10 Ineligibles: FFP Rate Adjusted for ARRA        |
| <b>Final Estimated FY 2011-12 Capitation Expenditure</b>  | <b>\$285,543,581</b> | <b>\$122,947,129</b> | <b>\$19,924,318</b> | <b>\$0</b>           | <b>\$142,672,134</b> |          |  |
| <b>Medicaid Mental Health Fee for Service Payments</b>  | <b>\$3,908,827</b>   | <b>\$1,954,413</b>   | <b>\$0</b>          | <b>\$0</b>           | <b>\$1,954,414</b>   | 50.00%   |  |
| <b>Final Estimated FY 2011-12 Medicaid Mental Health Community Programs Expenditure (Matches Schedule 13, Column 9)</b> | <b>\$289,452,408</b> | <b>\$124,901,542</b> | <b>\$19,924,318</b> | <b>\$0</b>           | <b>\$144,626,548</b> |          |  |

<sup>1</sup> In the past, 30% of total caseload for the Breast and Cervical Cancer Treatment Program were funded via a transfer from the Department of Public Health and Environment. For FY 2011-12, the Department is changing this allocation so that none of the mental health services for this program are funded with these reappropriated funds; this is due to the fact that there is a cap on the amount of reappropriated funds available to the Department, and it is assumed that starting in FY 2011-12, the full amount of reappropriated funds will be used to fund the physical health services for the Breast and Cervical Cancer Treatment Program expansion clients.