

Exhibit EE - Expenditure Calculations by Eligibility Category							
Mental Health Capitation Calculations by Eligibility Category for FY 2010-11							
FY 2010-11 Q1 and Q2 Calculation							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Weighted Capitation Rate	\$13.15	\$145.38	\$21.89	\$15.54	\$204.98	\$20.30	
Average Monthly Caseload	38,914	62,950	110,002	293,379	18,518	502	524,265
Number of Months Rate is Effective	6	6	6	6	6	6	
Total Costs for FY 2010-11 Q1 and Q2 Capitated Payments	\$3,071,225	\$54,909,332	\$14,448,905	\$27,349,489	\$22,775,420	\$61,132	\$122,615,503
Percentage of Claims Paid in Current Period with Current Period Dates of Service ⁽²⁾	98.05%	93.27%	94.05%	97.52%	98.98%	98.94%	
Expenditures for Claims Paid in Current Period with Current Period Dates of Service	\$3,011,452	\$51,213,998	\$13,589,808	\$26,671,907	\$22,542,483	\$60,482	\$117,090,130
Expenditures for Prior Period Dates of Service	\$55,814	\$3,384,049	\$647,815	\$597,945	\$238,807	\$553	\$4,924,983
Total Expenditures in FY 2010-11 Q1 and Q2	\$3,067,266	\$54,598,047	\$14,237,623	\$27,269,852	\$22,781,290	\$61,035	\$122,015,113
FY 2010-11 Q3 and Q4 Calculation							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Estimated Weighted Capitation Rate	\$13.87	\$149.44	\$23.33	\$16.34	\$186.56	\$23.33	
Estimated Monthly Caseload ⁽¹⁾	38,960	64,528	119,932	305,767	18,618	552	548,357
Number of Months Rate is Effective	6	6	6	6	6	6	
Total Estimated Costs for FY 2010-11 Q3 and Q4 Capitated Payments	\$3,242,251	\$57,858,386	\$16,788,081	\$29,977,397	\$20,840,244	\$77,269	\$128,783,628
Estimated Percentage of Claims Paid in Current Period with Current Period Dates of Service ⁽²⁾	98.06%	93.28%	94.19%	97.55%	98.98%	98.97%	
Estimated Expenditures for Claims Paid in Current Period with Current Period Dates of Service	\$3,179,351	\$53,970,302	\$15,812,693	\$29,242,951	\$20,627,674	\$76,473	\$122,909,444
Estimated Expenditures for Prior Period Dates of Service	\$59,720	\$3,560,445	\$815,973	\$666,846	\$237,627	\$630	\$5,341,241
Total Estimated Expenditures in FY 2010-11 Q3 and Q4	\$3,239,071	\$57,530,747	\$16,628,666	\$29,909,797	\$20,865,301	\$77,103	\$128,250,685
Total Estimated FY 2010-11 Expenditures	\$6,306,337	\$112,128,794	\$30,866,289	\$57,179,649	\$43,646,591	\$138,138	\$250,265,798
Estimated Date of Death Retractions ⁽³⁾	(\$85,125)	(\$316,502)	(\$4,648)	(\$6,210)	(\$7,604)	(\$647)	(\$420,736)
Total Estimated FY 2010-11 Expenditures Including Date of Death Retractions	\$6,221,212	\$111,812,292	\$30,861,641	\$57,173,439	\$43,638,987	\$137,491	\$249,845,062
Estimated FY 2010-11 Monthly Caseload	38,937	63,739	114,967	299,573	18,568	527	536,311
Estimated FY 2010-11 Per Capita Expenditure	\$159.78	\$1,754.22	\$268.44	\$190.85	\$2,350.23	\$260.89	\$465.86

¹ This number is based on the projected average monthly caseload for the entire fiscal year, as applied through each month's trended growth in caseload.

² Exhibit EE, pages 3 and 4 present the estimated percentage of incurred claims from any six month period that will be paid in that same six month period.

³ In Q1 and Q2 of FY 2009-10, the Department began an aggressive retraction of payments for deceased clients; this activity resulted in retraction of payments originally made in FYs 2004-05 through 2008-09 and reduced prior period dates of service expenditure. The Department will continue to identify these claims and retract payments twice a year. The FY 2010-11 retraction is an estimate based on a preliminary claim identification process by the Department.

Exhibit EE - Expenditure Calculations by Eligibility Category							
Mental Health Capitation Calculations by Eligibility Category for FY 2011-12							
FY 2011-12 Q1 and Q2 Calculation							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Estimated Weighted Capitation Rate	\$14.11	\$152.04	\$23.74	\$16.62	\$189.81	\$23.74	
Estimated Monthly Caseload ⁽¹⁾	39,337	65,812	126,490	314,746	18,782	585	565,752
Number of Months Rate is Effective	6	6	6	6	6	6	
Total Estimated Costs for FY 2011-12 Q1 and Q2 Capitated Payments	\$3,330,270	\$60,036,339	\$18,017,236	\$31,386,471	\$21,390,069	\$83,327	\$134,243,712
Estimated Percentage of Claims Paid in Current Period with Current Period Dates of Service ⁽²⁾	98.06%	93.28%	94.19%	97.55%	98.98%	98.97%	
Estimated Expenditures for Claims Paid in Current Period with Current Period Dates of Service	\$3,265,663	\$56,001,897	\$16,970,435	\$30,617,502	\$21,171,890	\$82,469	\$128,109,856
Estimated Expenditures for Prior Period Dates of Service	\$62,267	\$3,770,478	\$955,972	\$729,716	\$217,215	\$796	\$5,736,444
Total Estimated Expenditures in FY 2011-12 Q1 and Q2	\$3,327,930	\$59,772,375	\$17,926,407	\$31,347,218	\$21,389,105	\$83,265	\$133,846,300
FY 2011-12 Q3 and Q4 Calculation							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Estimated Weighted Capitation Rate	\$14.53	\$164.76	\$24.60	\$17.40	\$180.58	\$24.60	
Estimated Monthly Caseload ⁽¹⁾	39,751	75,610	131,878	338,438	19,694	611	605,982
Number of Months Rate is Effective	6	6	6	6	6	6	
Total Estimated Costs for FY 2011-12 Q3 and Q4 Capitated Payments	\$3,465,492	\$74,745,022	\$19,465,193	\$35,332,927	\$21,338,055	\$90,184	\$154,436,873
Estimated Percentage of Claims Paid in Current Period with Current Period Dates of Service ⁽²⁾	98.06%	93.28%	94.19%	97.55%	98.98%	98.97%	
Estimated Expenditures for Claims Paid in Current Period with Current Period Dates of Service	\$3,398,261	\$69,722,157	\$18,334,265	\$34,467,270	\$21,120,407	\$89,255	\$147,131,615
Estimated Expenditures for Prior Period Dates of Service	\$64,281	\$3,943,553	\$1,036,599	\$766,432	\$216,860	\$858	\$6,028,583
Total Estimated Expenditures in FY 2011-12 Q3 and Q4	\$3,462,542	\$73,665,710	\$19,370,864	\$35,233,702	\$21,337,267	\$90,113	\$153,160,198
Total Estimated FY 2011-12 Expenditures	\$6,790,472	\$133,438,085	\$37,297,271	\$66,580,920	\$42,726,372	\$173,378	\$287,006,498
Estimated Date of Death Retractions ⁽³⁾	(\$76,613)	(\$284,852)	(\$4,183)	(\$5,589)	(\$6,843)	(\$583)	(\$378,662)
Total Estimated FY 2011-12 Expenditures Including Date of Death Retractions	\$6,713,859	\$133,153,233	\$37,293,088	\$66,575,331	\$42,719,529	\$172,795	\$286,627,836
Estimated FY 2011-12 Monthly Caseload	39,544	70,711	129,184	326,592	19,238	598	585,867
Estimated FY 2011-12 Per Capita Expenditure	\$169.78	\$1,883.06	\$288.68	\$203.85	\$2,220.58	\$288.96	\$489.24

¹ This number is based on the projected average monthly caseload for the entire fiscal year, as applied through each month's trended growth in caseload.

² Exhibit EE, pages 3 and 4 present the estimated percentage of incurred claims from any six month period that will be paid in that same six month period.

³ In Q1 and Q2 of FY 2009-10, the Department began an aggressive retraction of payments for deceased clients; this activity resulted in retraction of payments originally made in FYs 2004-05 through 2008-09 and reduced prior period dates of service expenditure. The Department will continue to identify these claims and retract payments twice a year. The FY 2011-12 retraction is estimated as a 10% reduction in the total retraction amount estimated for FY 2010-11. The retractions are expected to decline as there is a smaller pool of historical clients from which to retract and current processes of identification become more effective.

Exhibit EE - Incurred But Not Reported Runout by Fiscal Period

Incurred But Not Reported (IBNR) Estimate for Adults 65 and Older (OAP-A)

	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	0.27%	-	-	-
Incurring in FY 2009-10 Q3 and Q4	1.54%	0.37%	-	-
Incurring in FY 2010-11 Q1 and Q2	98.05%	1.57%	0.37%	-
Incurring in FY 2010-11 Q3 and Q4	-	98.06%	1.57%	0.37%
Incurring in FY 2011-12 Q1 and Q2	-	-	98.06%	1.57%
Incurring in FY 2011-12 Q3 and Q4	-	-	-	98.06%

Incurred But Not Reported (IBNR) Estimate for Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)

	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	2.72%	0.98%	-	-
Incurring in FY 2009-10 Q3 and Q4	3.50%	1.95%	0.98%	-
Incurring in FY 2010-11 Q1 and Q2	93.27%	3.79%	1.95%	0.98%
Incurring in FY 2010-11 Q3 and Q4	-	93.28%	3.79%	1.95%
Incurring in FY 2011-12 Q1 and Q2	-	-	93.28%	3.79%
Incurring in FY 2011-12 Q3 and Q4	-	-	-	93.28%

Incurred But Not Reported (IBNR) Estimate for Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults

	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	0.61%	-	-	-
Incurring in FY 2009-10 Q3 and Q4	5.07%	0.83%	-	-
Incurring in FY 2010-11 Q1 and Q2	94.05%	4.98%	0.83%	-
Incurring in FY 2010-11 Q3 and Q4	-	94.19%	4.98%	0.83%
Incurring in FY 2011-12 Q1 and Q2	-	-	94.19%	4.98%
Incurring in FY 2011-12 Q3 and Q4	-	-	-	94.19%

Exhibit EE - Incurred But Not Reported Runout by Fiscal Period

Incurred But Not Reported (IBNR) Estimate for Eligible Children (AFDC-C/BC)

	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	0.14%	-	-	-
Incurring in FY 2009-10 Q3 and Q4	2.21%	0.18%	-	-
Incurring in FY 2010-11 Q1 and Q2	97.52%	2.27%	0.18%	-
Incurring in FY 2010-11 Q3 and Q4	-	97.55%	2.27%	0.18%
Incurring in FY 2011-12 Q1 and Q2	-	-	97.55%	2.27%
Incurring in FY 2011-12 Q3 and Q4	-	-	-	97.55%

Incurred But Not Reported (IBNR) Estimate for Foster Care

	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	0.22%	-	-	-
Incurring in FY 2009-10 Q3 and Q4	0.73%	0.24%	-	-
Incurring in FY 2010-11 Q1 and Q2	98.98%	0.78%	0.24%	-
Incurring in FY 2010-11 Q3 and Q4	-	98.98%	0.78%	0.24%
Incurring in FY 2011-12 Q1 and Q2	-	-	98.98%	0.78%
Incurring in FY 2011-12 Q3 and Q4	-	-	-	98.98%

Incurred But Not Reported (IBNR) Estimate for Breast and Cervical Cancer Program

	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	0.00%	-	-	-
Incurring in FY 2009-10 Q3 and Q4	1.04%	0.00%	-	-
Incurring in FY 2010-11 Q1 and Q2	98.94%	1.03%	0.00%	-
Incurring in FY 2010-11 Q3 and Q4	-	98.97%	1.03%	0.00%
Incurring in FY 2011-12 Q1 and Q2	-	-	98.97%	1.03%
Incurring in FY 2011-12 Q3 and Q4	-	-	-	98.97%

Exhibit EE - Incurred But Not Reported Expenditures by Fiscal Period				
Incurred But Not Reported (IBNR) Estimate for Adults 65 and Older (OAP-A)				
	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	\$8,068	-	-	-
Incurring in FY 2009-10 Q3 and Q4	\$47,746	\$11,502	-	-
Incurring in FY 2010-11 Q1 and Q2	\$3,011,452	\$48,218	\$11,364	-
Incurring in FY 2010-11 Q3 and Q4	-	\$3,179,351	\$50,903	\$11,996
Incurring in FY 2011-12 Q1 and Q2	-	-	\$3,265,663	\$52,285
Incurring in FY 2011-12 Q3 and Q4	-	-	-	\$3,398,261
Total Paid in Current Period	\$3,011,452	\$3,179,351	\$3,265,663	\$3,398,261
Total IBNR Amount	\$55,814	\$59,720	\$62,267	\$64,281
Total Paid for All Incurred Dates	\$3,067,266	\$3,239,071	\$3,327,930	\$3,462,542
Incurred But Not Reported (IBNR) Estimate for Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)				
	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods ⁽¹⁾	\$1,374,389	\$470,727	-	-
Incurring in FY 2009-10 Q3 and Q4	\$2,009,660	\$1,008,654	\$506,913	-
Incurring in FY 2010-11 Q1 and Q2	\$51,213,998	\$2,081,064	\$1,070,732	\$539,937
Incurring in FY 2010-11 Q3 and Q4	-	\$53,970,302	\$2,192,833	\$1,128,239
Incurring in FY 2011-12 Q1 and Q2	-	-	\$56,001,897	\$2,275,377
Incurring in FY 2011-12 Q3 and Q4	-	-	-	\$69,722,157
Total Paid in Current Period	\$51,213,998	\$53,970,302	\$56,001,897	\$69,722,157
Total IBNR Amount	\$3,384,049	\$3,560,445	\$3,770,478	\$3,943,553
Total Paid for All Incurred Dates	\$54,598,047	\$57,530,747	\$59,772,375	\$73,665,710
Incurred But Not Reported (IBNR) Estimate for Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults				
	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	\$58,808	-	-	-
Incurring in FY 2009-10 Q3 and Q4	\$589,007	\$96,418	-	-
Incurring in FY 2010-11 Q1 and Q2	\$13,589,808	\$719,555	\$119,926	-
Incurring in FY 2010-11 Q3 and Q4	-	\$15,812,693	\$836,046	\$139,341
Incurring in FY 2011-12 Q1 and Q2	-	-	\$16,970,435	\$897,258
Incurring in FY 2011-12 Q3 and Q4	-	-	-	\$18,334,265
Total Paid in Current Period	\$13,589,808	\$15,812,693	\$16,970,435	\$18,334,265
Total IBNR Amount	\$647,815	\$815,973	\$955,972	\$1,036,599
Total Paid for All Incurred Dates	\$14,237,623	\$16,628,666	\$17,926,407	\$19,370,864

¹ The Department pays capitations for retroactive eligibility determinations up to 18 months after the date of service.

Exhibit EE - Incurred But Not Reported Expenditures by Fiscal Period				
Incurred But Not Reported (IBNR) Estimate for Eligible Children (AFDC-C/BC)				
	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	\$33,509	-	-	-
Incurring in FY 2009-10 Q3 and Q4	\$564,436	\$46,013	-	-
Incurring in FY 2010-11 Q1 and Q2	\$26,671,907	\$620,833	\$49,229	-
Incurring in FY 2010-11 Q3 and Q4	-	\$29,242,951	\$680,487	\$53,959
Incurring in FY 2011-12 Q1 and Q2	-	-	\$30,617,502	\$712,473
Incurring in FY 2011-12 Q3 and Q4	-	-	-	\$34,467,270
Total Paid in Current Period	\$26,671,907	\$29,242,951	\$30,617,502	\$34,467,270
Total IBNR Amount	\$597,945	\$666,846	\$729,716	\$766,432
Total Paid for All Incurred Dates	\$27,269,852	\$29,909,797	\$31,347,218	\$35,233,702
Incurred But Not Reported (IBNR) Estimate for Foster Care				
	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	\$56,321	-	-	-
Incurring in FY 2009-10 Q3 and Q4	\$182,486	\$59,979	-	-
Incurring in FY 2010-11 Q1 and Q2	\$22,542,483	\$177,648	\$54,661	-
Incurring in FY 2010-11 Q3 and Q4	-	\$20,627,674	\$162,554	\$50,017
Incurring in FY 2011-12 Q1 and Q2	-	-	\$21,171,890	\$166,843
Incurring in FY 2011-12 Q3 and Q4	-	-	-	\$21,120,407
Total Paid in Current Period	\$22,542,483	\$20,627,674	\$21,171,890	\$21,120,407
Total IBNR Amount	\$238,807	\$237,627	\$217,215	\$216,860
Total Paid for All Incurred Dates	\$22,781,290	\$20,865,301	\$21,389,105	\$21,337,267
Incurred But Not Reported (IBNR) Estimate for Breast and Cervical Cancer Program				
	Actuals Paid in FY 2010-11 Q1 and Q2	Paid in FY 2010-11 Q3 and Q4	Paid in FY 2011-12 Q1 and Q2	Paid in FY 2011-12 Q3 and Q4
Incurring in all other previous periods	\$0	-	-	-
Incurring in FY 2009-10 Q3 and Q4	\$554	\$0	-	-
Incurring in FY 2010-11 Q1 and Q2	\$60,482	\$630	\$0	-
Incurring in FY 2010-11 Q3 and Q4	-	\$76,473	\$796	\$0
Incurring in FY 2011-12 Q1 and Q2	-	-	\$82,469	\$858
Incurring in FY 2011-12 Q3 and Q4	-	-	-	\$89,255
Total Paid in Current Period	\$60,482	\$76,473	\$82,469	\$89,255
Total IBNR Amount	\$553	\$630	\$796	\$858
Total Paid for All Incurred Dates	\$61,035	\$77,103	\$83,265	\$90,113