

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

**Total Recoupment by Fiscal Year**

	<b>FY 2007-08 Actuals</b>	<b>FY 2008-09 Actuals</b>	<b>FY 2009-10 Actuals</b>	<b>FY 2010-11 Request</b>	<b>FY 2011-12 Request</b>
Recoupments for FY 2005-06, FY 2006-07, and FY 2007-08 Ineligibles	\$0	\$0	\$3,252,765	\$0	\$0
Estimated Recoupments for FY 2004-05 and FY 2008-09 Ineligibles <sup>(1)</sup>	\$0	\$0	\$0	\$2,873,528	\$0
Estimated Recoupments for FY 2009-10 Ineligibles <sup>(2)</sup>	\$0	\$0	\$0	\$0	\$1,084,255
<b>Net Impact of Estimated Recoupments</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,252,765</b>	<b>\$2,873,528</b>	<b>\$1,084,255</b>

<sup>1</sup> Estimated recoupment for FY 2004-05 and FY 2008-09 ineligibles is based on a preliminary estimate and is subject to change when more data analysis is completed.

<sup>2</sup> Estimated recoupment for FY 2009-10 ineligibles is an average of the recoupments for ineligibles from the previous three fiscal years.

**Recoupment Fund Splits**

	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Funds</b>	<b>Reappropriated Funds</b>	<b>Federal Funds</b>
Recoupments for FY 2005-06, FY 2006-07, and FY 2007-08 Ineligibles	\$3,252,765	\$1,626,382	\$0	\$0	\$1,626,383
Estimated Recoupments for FY 2004-05 and FY 2008-09 Ineligibles <sup>(1)</sup>	\$2,873,528	\$1,357,748	\$0	\$0	\$1,515,780
Estimated Recoupments for FY 2009-10 Ineligibles <sup>(2)</sup>	\$1,084,255	\$416,462	\$0	\$0	\$667,793

<sup>1</sup> Fund splits for recoupments for FY 2008-09 ineligibles 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%.

<sup>2</sup> Fund splits for recoupments for FY 2009-10 ineligibles account for a federal match of 61.59% over the course of that fiscal year due to the American Reinvestment and Recovery Act.