

Exhibit C7 - Bottom Line Impacts Summary								
	Item	Children Medical to 205% FPL	Children Medical 206%-259% FPL	Children Dental to 205% FPL	Children Dental 206%-259% FPL	Prenatal to 205% FPL	Prenatal 206%-259% FPL	Total
FY 2013-14 Actuals	Reconciliation Payments ⁽¹⁾	\$13,370,425	\$2,929,187	\$1,722,670	\$379,302	\$0	\$0	\$18,401,583
	FQHC Payments ⁽²⁾	\$3,355,579	\$0	\$0	\$0	(\$301,173)	\$0	\$3,054,406
	Total Bottom Line Adjustments for FY 2013-14	\$16,726,004	\$2,929,187	\$1,722,670	\$379,302	(\$301,173)	\$0	\$21,455,989
FY 2014-15 Projections	Reconciliation Payments ⁽¹⁾	\$11,275,737	\$2,540,155	\$1,640,411	\$359,418	\$0	\$0	\$15,815,721
	FQHC Payments ⁽²⁾	\$4,919,908	\$5,805,092	\$0	\$0	\$0	\$0	\$10,725,000
	Prenatal Capitations ⁽³⁾	\$0	\$0	\$0	\$0	\$1,374,465	\$277,443	\$1,651,908
	Clients disenrolled with missing denial codes ⁽⁴⁾	\$315,826	\$113,514	\$27,000	\$10,804	\$17,488	\$15,368	\$500,000
	Total Bottom Line Adjustments for FY 2014-15	\$16,511,471	\$8,458,761	\$1,667,411	\$370,222	\$1,391,953	\$292,811	\$28,692,629
FY 2015-16 Projections	Reconciliation Payments ⁽¹⁾	\$12,327,671	\$2,829,103	\$1,834,875	\$402,408	\$0	\$0	\$17,394,057
	FQHC Payments ⁽²⁾	\$1,547,077	\$702,923	\$0	\$0	\$0	\$0	\$2,250,000
	Prenatal Capitations ⁽³⁾	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Clients disenrolled with missing denial codes ⁽⁴⁾	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Total Bottom Line Adjustments for FY 2015-16	\$13,874,748	\$3,532,026	\$1,834,875	\$402,408	\$0	\$0	\$19,644,057
FY 2016-17 Projections	Reconciliation Payments ⁽¹⁾	\$13,435,161	\$3,132,998	\$2,046,819	\$448,100	\$0	\$0	\$19,063,078
	FQHC Payments ⁽²⁾	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Prenatal Capitations ⁽³⁾	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Clients disenrolled with missing denial codes ⁽⁴⁾	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Total Bottom Line Adjustments for FY 2016-17	\$13,435,161	\$3,132,998	\$2,046,819	\$448,100	\$0	\$0	\$19,063,078

⁽¹⁾ There exists a manual reconciliation process for CHP+ clients. These claims are accounted for as expenditure adjustments, calculations can be found on page S-3A/BA-3.C7-2

⁽²⁾ FQHC Payments were implemented in FY 2013-14. The expenditure adjustments is the current estimate for what is owed to FQHC's from previous years applied to the projected distribution for children's caseload.

⁽³⁾ In FY 2013-14, prenatal capitations for clients in 201%-260% experienced systems issues for some clients. These issues can be seen in the abnormally low retroactivity adjustment in FY 2013-14. The Department assumes these systems issues will be fixed in FY 2014-15 and the services accrued but not paid in FY 2013-14 will be paid in FY 2014-15. This is accounted for as an expenditure adjustment in FY 2014-15.

⁽⁴⁾ In FY 2013-14, some Medicaid and CHP+ clients were disenrolled with a blank disenrollment reason code. The Department has notified the clients on this termination and will retroactively enroll the clients for the period of unexplained disenrollment. The Department estimates a \$500,000 impact for CHP+ clients.

Exhibit C7 - Bottom Line Impact Calculations							
Projected Reconciliation Payments Calculations							
Estimated FY 2014-15 Reconciliations							
	Children Medical to 205% FPL	Children Medical 206%-259% FPL	Children Dental to 205% FPL	Children Dental 206%-259% FPL	Prenatal to 205% FPL	Prenatal 206%-259% FPL	Average Total
Actual FY 2013-14 Reconciliation Payments	\$13,370,425	\$2,929,187	\$1,722,670	\$379,302	\$0	\$0	\$18,401,583
FY 2014-15 Projected Rate Inflation Exhibit C9	2.82%	4.24%	16.10%	13.90%	-0.17%	0.00%	4.52%
Estimated Reconciliations After Rate Inflation	\$13,747,402	\$3,053,424	\$1,999,993	\$432,043	\$0	\$0	\$19,232,862
FY 2014-15 Projected Base Caseload Growth Exhibit C4	-17.98%	-16.81%	-17.98%	-16.81%	-44.12%	-5.18%	-17.77%
Final Estimated FY 2014-15 Reconciliations	\$11,275,737	\$2,540,155	\$1,640,411	\$359,418	\$0	\$0	\$15,815,721
Estimated FY 2015-16 Reconciliations							
	Children Medical to 205% FPL	Children Medical 206%-259% FPL	Children Dental to 205% FPL	Children Dental 206%-259% FPL	Prenatal to 205% FPL	Prenatal 206%-259% FPL	Average Total
FY 2014-15 Projected Reconciliation Payments	\$11,275,737	\$2,540,155	\$1,640,411	\$359,418	\$0	\$0	\$15,815,721
FY 2015-16 Projected Rate Inflation Exhibit C9	4.20%	5.02%	6.61%	5.57%	6.72%	6.43%	4.61%
Estimated Reconciliations After Rate Inflation	\$11,749,589	\$2,667,638	\$1,748,832	\$379,441	\$0.00	\$0.00	\$16,545,500
FY 2015-16 Projected Base Caseload Growth Exhibit C4	4.92%	6.05%	4.92%	6.05%	13.49%	9.03%	5.13%
Final Estimated FY 2015-16 Reconciliations	\$12,327,671	\$2,829,103	\$1,834,875	\$402,408	\$0	\$0	\$17,394,057
Estimated FY 2016-17 Reconciliations							
	Children Medical to 205% FPL	Children Medical 206%-259% FPL	Children Dental to 205% FPL	Children Dental 206%-259% FPL	Prenatal to 205% FPL	Prenatal 206%-259% FPL	Average Total
FY 2015-16 Projected Reconciliation Payments	\$12,327,671	\$2,829,103	\$1,834,875	\$402,408	\$0	\$0	\$17,394,057
FY 2016-17 Projected Rate Inflation Exhibit C9	4.20%	5.01%	6.65%	5.59%	6.72%	6.43%	4.62%
Estimated Reconciliations After Rate Inflation	\$12,845,290	\$2,970,906	\$1,956,953	\$424,917	\$0.00	\$0.00	\$18,198,066
FY 2016-17 Projected Base Caseload Growth Exhibit C4	4.59%	5.46%	4.59%	5.46%	3.85%	0.96%	4.75%
Final Estimated FY 2016-17 Reconciliations	\$13,435,161	\$3,132,998	\$2,046,819	\$448,100	\$0	\$0	\$19,063,078

Exhibit C7 - Bottom Line Impact Calculations							
Projected Impact of Prenatal Capitation Systems Issues Calculation							
Estimated FY 2014-15 Prenatal Capitations Impact							
	Children Medical to 205% FPL	Children Medical 206%-259% FPL	Children Dental to 205% FPL	Children Dental 206%-259% FPL	Prenatal to 205% FPL	Prenatal 206%-259% FPL	Average Total
Total Member Months within affected FPL Bracket ⁽¹⁾	-	-	-	-	1,784	2,316	4,100
Adjustment ⁽²⁾	-	-	-	-	78.59%	12.35%	41.17%
Estimated Member Months without Capitations	-	-	-	-	1,402	286	1,688
Weighted Rate for FY 2013-14 Exhibit C9	-	-	-	-	\$980.36	\$970.08	\$978.62
Estimated FY 2014-15 Expenditures	-	-	-	-	\$1,374,465	\$277,443	\$1,651,908

⁽¹⁾Total Member Months within affected FPL Bracket is the sum of each monthly caseload in FY 2013-14 for the individual FPL bracket that is experiencing the systems issues. The individual FPL brackets are 185%-200%, 201%-205%, and 206%-225%.

⁽²⁾In FY 2013-14, capitations for prenatal clients within specific FPL brackets experienced systems issues. The Department has used claims data from the MMIS to estimate the number of member months that did not receive a capitation.