

OFPR Expenditure Review FINAL SFY 2019

MaineCare Expenditure Detail FINAL for SFY 2019

MaineCare Expenditure Table 1 uses expenditure data from the State’s financial warehouse (MFASIS) through the end of FY 2019 to compare MaineCare expenditures by expenditure category for the last three fiscal years. MaineCare “All Funds” spending through the end of FY 2019 increased by \$181.3 million from FY 2018 to FY 2019. As detailed in MaineCare Expenditure Table 1, spending through the end of FY 2019 increased in the residential care and HCBS waivers categories by \$146 million. These increases are expected due to a number of rate increases to these services during the 128th legislature, See “*MaineCare Rate Increases by Public Law and Expenditure Category*” outline below. Additionally, there were increases in the other professionals and school-based services expenditure categories. Spending decreased in the behavioral health services, transportation services and Medicare A, B, D premiums expenditure categories.

MaineCare “All Funds” spending through the end of FY 2019 increased by 6.3% over last year’s spending. MaineCare Expenditure Table 1 also shows that aggregate General Fund expenditures through the end of FY 2019 increased by 9.5% compared to FY 2018. The General Fund expenditures are high due to multiple journal entries to transfer \$19.2 million from the federal MaineCare account into a General Fund MaineCare account, causing an increase in General Fund expenditures. This transfer was made due to multiple disallowances of Riverview Psychiatric Center Disproportionate Share funding, See “*DSH Allowance Journal Entries through June 2019*” outline below. Taking this \$19.2 million increase out of the General Fund total, General Fund spending was in-line with the amount budgeted for FY 2019.

MaineCare Expenditure Table 1.

MaineCare and Related Expenditures Detail Through 12 Months

All Funds - Through 12 Months

Expenditure Categories	FY 2017	FY 2018	FY 2019	Chgs. FY 2018 to FY 2019	
	12 Months	12 Months	12 Months	\$	%
1 Hospital Services	\$601,705,217	\$653,924,668	\$663,248,714	\$9,324,046	1.4%
2 Residential Care	\$575,121,565	\$598,678,899	\$664,663,190	\$65,984,291	11.0%
3 HCBS Waivers	\$395,875,837	\$436,957,285	\$517,168,501	\$80,211,216	18.4%
4 Pharmacy and Related	\$138,680,851	\$145,163,111	\$147,242,011	\$2,078,900	1.4%
5 Devices and Supplies	\$23,004,470	\$24,458,838	\$26,119,178	\$1,660,340	6.8%
6 Medical Professionals	\$128,922,063	\$133,748,119	\$137,295,177	\$3,547,058	2.7%
7 Other Professionals	(\$2,077,904)	\$10,137,299	\$12,674,517	\$2,537,217	25.0%
8 Dentistry	\$26,034,342	\$24,344,768	\$23,761,051	(\$583,717)	-2.4%
9 Medicare Deductible and Co-insurance	\$93,537,693	\$97,065,312	\$94,099,048	(\$2,966,264)	-3.1%
10 Medicare A, B, D Premiums	\$183,916,692	\$199,440,331	\$190,131,495	(\$9,308,835)	-4.7%
11 Laboratory	\$9,172,529	\$10,007,285	\$10,952,852	\$945,567	9.4%
12 Health Homes	\$44,741,501	\$62,139,848	\$68,061,153	\$5,921,305	9.5%
13 Behavioral Health Services	\$206,010,753	\$191,231,267	\$174,080,656	(\$17,150,612)	-9.0%
14 Clinic Services	\$52,346,590	\$52,937,202	\$58,103,399	\$5,166,197	9.8%
15 Home Health	\$10,824,031	\$15,210,002	\$16,643,807	\$1,433,805	9.4%
16 Rehabilitation Services	\$65,950,101	\$66,044,600	\$70,404,531	\$4,359,931	6.6%
17 Case Management	\$39,165,241	\$36,493,970	\$38,869,404	\$2,375,434	6.5%
18 School-Based Services	\$49,572,510	\$51,365,609	\$62,323,608	\$10,957,999	21.3%
19 Transportation Services	\$49,794,084	\$49,752,836	\$46,293,277	(\$3,459,559)	-7.0%
20 Other Expenditure Codes	\$28,907,107	\$32,182,277	\$50,520,368	\$18,338,091	57.0%
21 Accounting Adjustments	\$2,435,676	\$11,641,428	(\$1,485,065)	(\$13,126,493)	-112.8%
22 Other Adjustments	(\$22,272,719)	(\$19,878,564)	(\$21,736,698)	(\$1,858,133)	9.3%
All Funds Total	\$2,701,368,228	\$2,883,046,389	\$3,049,434,173	\$166,387,784	5.8%
Minus Accounting and Other Adjustmen	\$19,837,043	\$8,237,136	\$23,221,763	\$14,984,627	181.9%
All Funds Adjusted Total	\$2,721,205,271	\$2,891,283,525	\$3,072,655,936	\$181,372,410	6.3%
General Fund Totals	\$783,093,193	\$799,502,248	\$861,455,544	\$61,953,296	7.7%
Minus Accounting and Other Adjustmen	\$5,600,003	(\$4,555,783)	\$9,224,958	\$13,780,741	-302.5%
General Fund Adjusted Totals	\$788,693,196	\$794,946,465	\$870,680,503	\$75,734,037	9.5%

¹ Includes bad debt write-offs and other adjustments (e.g., third party liability collections, audit settlements, etc.) that are not

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MaineCare Rate Increases by Public Law and Expenditure Category

Rate Increases to MaineCare Services in SFY 2019 and on-going

By Public Law Chaptered Number

PL Chapter #	Program Code	GF	FED	OSR	Grand Total
60	0147	\$182,509	\$329,294		\$511,803
61	0147	\$143,697	\$261,312		\$405,009
459	Z210			\$4,644,239	\$4,644,239
	Z211	\$20,100,152			\$20,100,152
	Z212	\$2,718,540			\$2,718,540
	0147	\$2,775,557	\$54,948,880		\$57,724,437
460	Z009	\$704,784			\$704,784
	Z201			\$577,566	\$577,566
	0147	\$13,346,538	\$40,094,135	\$1,116,614	\$54,557,287
	0148	\$5,475,685		\$1,108,680	\$6,584,365
	0139	\$15,477			\$15,477
	0140	\$500,000			\$500,000
Grand Total		\$45,962,939	\$95,633,621	\$7,447,099	\$149,043,659

Rate Increases to MaineCare Services in SFY 2019 and on-going

By Expenditure Category

Expenditure Category	GF	FED	OSR	Grand Total
Case Management	\$ 2,273,686	\$ 6,206,430	\$ 577,566	\$ 9,057,682
HCBS Waivers	\$ 22,818,692	\$ 49,941,047	\$ 4,644,239	\$ 77,403,978
Home health	\$ 143,697	\$ 261,312		\$ 405,009
Mental Health Services	\$ 780,310	\$ 1,388,330		\$ 2,168,640
Residential Care	\$ 19,946,554	\$ 37,836,502	\$ 2,225,294	\$ 60,008,350
Grand Total	\$ 45,962,939	\$ 95,633,621	\$ 7,447,099	\$ 149,043,659

Rate Increases to MaineCare Services in SFY 2019 and on-going

HCBS and Residential Only

Expenditure Category	GF	FED	OSR	Grand Total
HCBS Waivers	\$ 22,818,692	\$ 49,941,047	\$ 4,644,239	\$ 77,403,978
Residential Care	\$ 19,946,554	\$ 37,836,502	\$ 2,225,294	\$ 60,008,350
Grand Total	\$ 42,765,246	\$ 87,777,549	\$ 6,869,533	\$ 137,412,328

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DSH Allowance Journal Entries through June 2019
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APPROP	Sum: POSTING_AMOUNT	FUND	Disallowed QTR		PERIOD	QUARTER	BFY
			Being Reimbursed				
014701	-3,508,100.00	13	M2018Q1		3	1	2019
014701	-3,508,818.00	13	M2018Q2		3	1	2019
014701	3,000.00	13	M2018Q2		4	2	2019
014701	-3,507,899.00	13	M2018Q3		9	3	2019
014701	-3,506,392.00	13	M2018Q4		10	4	2019
014701	-1,415,223.79	13	M2017Q3		12	4	2019
014701	-3,750,751.79	13	M2017Q4		12	4	2019
	<u>-19,194,184.58</u>						