



State of Louisiana
Louisiana Department of Health
Office of Management and Finance

MEMORANDUM

To: Distribution List
From: Cindy Rives Undersecretary *Cindy Rives*
Date: June 10, 2019
Subject: SFY 2018/19 Medicaid Monthly Forecast Report –May, 2019

Attached, please find the Medicaid Forecast Report for May, 2019. This report includes actual revenue and expenditure data through May 31, 2019 and trends expenditures forward through June 30, 2019. As previously reported, the current Means of Financing projections reflects an under collection in three Statutory Dedicated Funds and Federal Participation.

Included in the report is the recipient enrollment numbers which can also be accessed via the department's web site at <http://ldh.la.gov/index.cfm/page/1275>. Through October 2018, the data for the published enrollment trend reports came from the LDH legacy system MEDS and counted monthly enrollment on a point in time basis (e.g., for October, the number of people enrolled on 10/31). Effective November 2018, the data from the reports comes from the new LDH system, LaMEDS and counts recipients that were enrolled at any point during the reporting period. We continue to monitor enrollment and are updating the associated assumptions and trends in our budget model to reflect those enrollment changes.

If you have any questions, please contact me at 225-342-6726 or via e-mail at cindy.rives@la.gov.

**DEPARTMENT OF HEALTH
LOUISIANA MEDICAID PROGRAM
BUREAU OF HEALTH SERVICES FINANCING**

**FORECAST REPORT
STATE FISCAL YEAR 2018/19**

May 2019



LOUISIANA MEDICAID PROGRAM
Table of Contents

Contents	Table	Page
Table-1: Means of Finance	1	1
Table-2: Budget and Forecast by Program	2	1
Table-3: Current Forecast by Sub-Program	3	2 & 3
Table-4: Public Private Partnership Payments	4	4
Table-5 Enrollment for State Fiscal Year 2018/19	5	5
Notes		6

LOUISIANA MEDICAID PROGRAM

Table-1: Revenue Forecast - Means of Finance - SFY 2018/19

See "Notes" Page 4

Financing Category	Budget Appropriation (1.1) A	Forecast Revenue Collections B	Over / (Under) C = B - A	Percent Difference D = (C/A)*100
State General Fund	1,975,926,186	1,975,926,186	0	0.0
Interagency Transfers	24,295,497	24,295,497	0	0.0
Self Generated Revenue	458,574,729	458,574,729	0	0.0
Statutory Dedications	867,402,402	854,934,092	(12,468,310)	(1.4)
State Total	3,326,198,814	3,313,730,504	(12,468,310)	(0.4)
Federal	9,055,262,941	8,658,871,117	(396,391,824)	(4.4)
Total Means of Finance	12,381,461,755	11,972,601,621	(408,860,134)	(3.3)

Hospital Stabilization Fund is projected to be under-collected by \$5,051,977.

MATF premium tax is projected to be under-collected by \$6,316,333.

Health Trust Fund is projected to be under-collected by \$1,100,000.

Table-2: Expenditure Forecast by Budget Program - SFY 2018/19

Program	Budget Appropriation (1.1) A	Current Forecast (2) B	(Over) / Under C = A - B	Percent Difference D = (C/A)*100
Private Providers	10,561,589,410	10,189,421,776	372,167,633	3.5
Public Providers	223,663,622	189,932,429	33,731,193	15.1
Buy-Ins & Supplements	531,506,521	536,789,064	(5,282,543)	(1.0)
Uncompensated Care	1,064,702,202	1,056,458,352	8,243,850	0.8
Total Program	\$12,381,461,755	\$11,972,601,621	\$408,860,133	3.3

This report projects expenditures through the state fiscal year which ends on June 30th. However, the Medicaid program, which is funded by the federal government, operates on a federal fiscal year which ends on October 30th. Excess federal budget authority is used by the department to reconcile the 4th quarter of the federal fiscal year.

The Buy-Ins & Supplements program is projected to be over budget based on higher than expected enrollment of dually eligible recipients. The Part-D premium expenditures of the Buy-Ins & Supplements are financed with 100% State funds.

LOUISIANA MEDICAID PROGRAM

Table-3: Expenditure Forecast by Budget Category of Service - SFY 2018/19

		Initials (1.2)	Current Forecast (2)	Difference
		A	B	C = A - B
A: Private Providers Sub-Programs				
Ambulatory Surgical Clinics	A_01	2,092,694	2,053,416	39,278
Case Management Services	A_02	7,730,355	7,503,137	227,218
Durable Medical Equipment	A_03	11,845,173	10,091,500	1,753,673
EPSDT (Screening and Early Diagnosis)	A_04	21,541,658	17,486,426	4,055,232
Early Steps	A_05	11,325,366	10,710,891	614,475
Family Planning	A_06	526,137	335,964	190,173
Federally Qualified Health Centers	A_07	2,183,127	2,163,278	19,850
Hemodialysis Services	A_08	20,524,204	24,145,863	(3,621,659)
Home Health Services	A_09	18,061,366	14,133,688	3,927,678
Hospice Services	A_10	68,237,320	68,430,702	(193,381)
Hospital - Inpatient Services	A_11	134,990,621	114,403,100	20,587,521
Hospital - Outpatient Services	A_12	49,950,627	43,649,046	6,301,581
ICF-DD Community Homes	A_13	256,508,152	231,124,610	25,383,542
Laboratory and X - Ray Services	A_14	6,456,660	5,433,005	1,023,655
Long Term Personal Care Services (LT - PCS)	A_15	161,750,490	141,971,542	19,778,948
Mental Health - Inpatient Services	A_16	7,788,560	7,727,353	61,207
Nursing Homes	A_17	1,086,073,194	1,073,902,112	12,171,082
Program for All Inclusive Care for the Elderly (PACE)	A_18	18,875,892	16,237,427	2,638,465
Pediatric Day Health Care (PDHC)	A_19	3,162,228	2,261,646	900,582
Pharmacy Payments	A_20	98,300,544	73,561,310	24,739,234
Physician Services	A_21	35,433,837	29,196,767	6,237,070
Rural Health Clinics	A_22	4,687,553	4,945,195	(257,642)
Transportation: Emergency-Ambulance	A_23	6,357,011	4,884,117	1,472,894
Transportation: Non-Emergency-Ambulance	A_24	824,760	843,516	(18,756)
Waiver: Adult Day Health	A_25	8,946,888	6,509,620	2,437,268
Waiver: Children's Choice	A_26	13,435,432	13,012,047	423,385
Waiver: Community Choices	A_27	115,153,458	100,239,107	14,914,351
Waiver: New Opportunities (NOW)	A_28	491,657,676	468,599,875	23,057,801
Waiver: Residential Options (ROW)	A_29	13,468,792	11,058,448	2,410,344
Waiver: Supports	A_30	13,458,511	13,317,752	140,759
Other Private Providers	A_31	853,568	(148,321)	1,001,889
Supplemental	A_32	153,710,477	176,989,815	(23,279,338)
Sub-Total Traditional Private Providers		2,845,912,332	2,696,773,955	149,138,377
Managed Care Organizations				
Managed Care - Regular	A_33	4,712,477,415	4,738,472,998	(25,995,583)
Managed Care - Expansion	A_34	3,337,821,682	3,090,251,058	247,570,624
Dental Benefit Program - Regular	A_35	163,203,178	158,234,201	4,968,977
Dental Benefit Program - Expansion	A_36	16,289,124	14,139,112	2,150,012
Behavioral Health Partnership/CSOC	A_37	25,043,284	52,104,126	(27,060,842)
Sub-Total MCOs		8,254,834,683	8,053,201,496	201,633,187
Pharmacy Rebates - Regular	A_38	(366,111,958)	(336,375,796)	(29,736,162)
Pharmacy Rebates - Expansion	A_39	(173,045,647)	(224,177,879)	51,132,232
Sub-Total Rebates - (YTD - \$492,670,016)		(539,157,605)	(560,553,675)	21,396,070
Total Private Providers		\$10,561,589,410	\$10,189,421,776	\$372,167,633

LOUISIANA MEDICAID PROGRAM

Table-3: Expenditure Forecast by Budget Category of Service - SFY 2018/19.. Continued

		Initials (1,2)	Current Forecast (2)	Difference
		A	B	C = A - B
<u>B: Public Providers Sub-Programs</u>				
LSU - Facilities	B_01	2,453,094	925,065	1,528,029
LSU - Physicians	B_02	14,889,037	6,450,507	8,438,530
LDH - State Developmental Facilities	B_03	116,653,913	117,815,375	(1,161,462)
LDH - Villa Feliciana Nursing Home	B_04	19,113,319	16,955,945	2,157,374
LDH - Office of Public Health	B_05	1,655,938	51,836	1,604,102
LDH - Office of Behavioral Health	B_06	3,419,479	3,035,165	384,314
LDH - Human Services Districts	B_07	700,829	446,262	254,567
State - Education	B_08	17,808,267	17,808,267	0
Local Education Agencies (3)	B_09	46,969,746	26,444,008	20,525,738
Total Public Providers		\$223,663,622	\$189,932,429	\$33,731,193
<u>C: Buy-Ins & Supplements Sub-Programs</u>				
Medicare Premiums & Supplements	C_01	380,566,131	380,890,007	(323,876)
Part-D Clawback	C_02	150,940,390	155,899,057	(4,958,667)
Total Buy-Ins		\$531,506,521	\$536,789,064	(\$5,282,543)
<u>D: Uncompensated Care Sub-Programs</u>				
LSU - Facilities	D_01	13,572,737	13,572,737	0
LDH - Office of Behavioral Health	D_02	78,955,601	78,955,601	0
Private Hospitals	D_03	972,173,864	963,930,014	8,243,850
Total Uncompensated Care		\$1,064,702,202	\$1,056,458,352	\$8,243,850
Grand Total Medical Vendor Program		\$12,381,461,755	\$11,972,601,621	\$408,860,133

Table-4: Public Private Partnership - Projected Payments - SFY 2018/19

Hospital	UPL/FMP	DSH	Total Payments
Bogalusa (Wash/St. Tamm)	\$15,979,476	\$18,883,228	\$34,862,704
Houma (LJ Chabert)	\$58,616,970	\$75,891,316	\$134,508,286
Baton Rouge - OLOL	\$75,000,000	\$0	\$75,000,000
Baton Rouge - Woman's	\$10,203,122	\$0	\$10,203,122
New Orleans (ILH)	\$144,247,826	\$243,672,892	\$387,920,718
Lafayette (Univ Med Cntr)	\$62,006,681	\$56,225,260	\$118,231,941
Independence (Lallie Kemp)	\$6,117,224	\$13,572,737	\$19,689,961
Lake Charles (WO Moss)	\$3,500,000	\$38,082,958	\$41,582,958
Monroe (EA Conway)	\$160,099,066	\$0	\$160,099,066
Alexandria (Huey P. Long)	\$0	\$46,078,961	\$46,078,961
Shreveport (LSU-HSC)	\$0	\$134,070,590	\$134,070,590
Total	\$535,770,365	\$626,477,942	\$1,162,248,307

LOUISIANA MEDICAID PROGRAM

Table - 5: Enrollment for State Fiscal Year 2018/19

Month	Expansion	Non-Expansion	Total
Jul'18	449,517	1,140,609	1,590,126
Aug	455,191	1,141,892	1,597,083
Sep	457,006	1,143,596	1,600,602
Oct	460,252	1,146,101	1,606,353
Nov	487,478	1,150,352	1,637,830
Dec	494,247	1,155,271	1,649,518
Jan'19	502,055	1,161,448	1,663,503
Feb	502,647	1,160,422	1,663,069
Mar	505,503	1,156,460	1,661,963
Apr	465,870	1,132,366	1,598,236
May	457,243	1,130,112	1,587,355
June (Projected)	451,427	1,128,713	1,580,140

Note: Jul' 18 - May' 19 actual Enrollment and June 19 numbers are projected.

Enrollment is calculated by counting anyone enrolled at any point in the month.

Prior to November 2018, enrollment only counted a recipient who was enrolled as of the report date.

The initial enrollment budget projection was Expansion - 558,404; Non-Expansion - 1,190,691; Total - 1,749,096.

Due to programmatic changes, such as the LaMEDS implementation and LWC Quarterly Wage Analysis, this projection has been adjusted.

LOUISIANA MEDICAID PROGRAM
(Numbered Notes to the Monthly Financial Report)

- 1.1 This column represents the Appropriation (Act 2) for Means of Finance and for the Medicaid Program's four (4) budget expenditure categories: (A) Payments to Private Providers, (B) Payments to Public Providers, (C) Medicare Buy-Ins, Part-D, and Supplements, and (D) Uncompensated Care Costs.
- 1.2 This column represents initial spread of Act 2 Medical Vendor Appropriation for private provider sub-programs, public providers, Medicare Buy-Ins & Supplements, and Uncompensated care payments.
- 2 This column represents SFY 2018/19 expenditures forecast based on the latest available data/information and reflects projected payments through the end of the State Fiscal Year.
- 3 Claw back Expenditures are financed with 100% state funds to pay Part-D premiums.

Medicaid enrollment information can be found at <http://ldh.la.gov/index.cfm/page/1275>