



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

MEMORANDUM

October 1, 2012

TO: Distribution List

FROM:  Jerry Phillips
Undersecretary

RE: Medicaid Financial Report - SFY 2011/12 Year End and SFY
2012/13 Initial Program Distribution

The Department of Health and Hospitals is submitting the State Fiscal Year 2011/12 Year End Medicaid Financial Report and State Fiscal Year 2012/13 Initial Program Distributions of the Appropriation Budget.

If you have any questions or comments, please contact our DHH Chief Health Economist Dr. Bhaskar Toodi at (225) 342-8933/(225) 342-6319.

**DEPARTMENT OF HEALTH AND HOSPITALS
DIVISION OF HEALTH ECONOMICS**

LOUISIANA MEDICAID PROGRAM

**STATE FISCAL YEAR 2011/12
YEAR END FINANCIAL REPORT**

&

**STATE FISCAL YEAR 2012/13
PROGRAM DISTRIBUTION WITH
SUB-PROGRAM INITIAL ESTIMATES**



LOUISIANA MEDICAID PROGRAM

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LOUISIANA MEDICAID PROGRAM

Table-1: Medical Vendor Program - Means of Finance - SFY 2011/12

| Financing Category | Existing Budget | Actual Expenditures | Difference | Difference in Percent |
|-------------------------------|----------------------|----------------------|--------------------|-----------------------|
| | A | B | C=A-B | D=(C/A)*100 |
| State General Fund | 1,335,319,929 | 1,335,319,929 | 0 | 0.0 |
| Interagency Transfer | 77,883,927 | 38,966,674 | 38,917,253 | 50.0 |
| Self Generated Revenue | 133,743,469 | 105,411,285 | 28,332,184 | 21.2 |
| Statutory Dedications | 463,427,376 | 450,984,841 | 12,442,535 | 2.7 |
| | | | | |
| Sub-Total State | 2,010,374,701 | 1,930,682,729 | 79,691,972 | 4.0 |
| | | | | |
| Federal | 5,023,782,116 | 4,703,030,529 | 320,751,587 | 6.4 |
| | | | | |
| Total Means of Finance | 7,034,156,817 | 6,633,713,258 | 400,443,559 | 5.7 |

Table-2: Existing Budget and Actual Expenditures - SFY 2011/12

| Program | Existing Budget | Actual Expenditures | Difference | Difference in Percent |
|-----------------------|----------------------|----------------------|--------------------|-----------------------|
| | A | B | C=A-B | D=(C/A)*100 |
| Private Providers | 4,672,198,803 | 4,484,850,415 | 187,348,388 | 4.0 |
| Public Providers | 761,437,601 | 726,790,470 | 34,647,131 | 4.6 |
| Buy-Ins & Supplements | 874,942,794 | 757,510,816 | 117,431,978 | 13.4 |
| Uncompensated Care | 725,577,619 | 664,561,556 | 61,016,063 | 8.4 |
| | | | | |
| Total Program | 7,034,156,817 | 6,633,713,258 | 400,443,559 | 5.7 |

LOUISIANA MEDICAID PROGRAM**Table-3: Actual Expenditures - SFY 2011/12**

| A: Private Providers | | |
|--------------------------------------------|------|------------------------|
| Adult Dentures | A_01 | 3,875,290 |
| Ambulatory Surgical Clinics | A_02 | 3,172,303 |
| Case Management Services | A_03 | 21,577,552 |
| Durable Medical Equipment | A_04 | 23,899,241 |
| EPSDT (Screening and Early Diagnosis) | A_05 | 230,233,010 |
| Early Steps | A_06 | 9,302,301 |
| Family Planning | A_07 | 21,504,679 |
| Federally Qualified Health Centers | A_08 | 41,194,765 |
| Hemodialysis Services | A_09 | 24,941,002 |
| Home Health Services | A_10 | 35,876,444 |
| Hospice Services | A_11 | 59,316,107 |
| Hospital - Inpatient Services | A_12 | 688,510,401 |
| Hospital - Outpatient Services | A_13 | 272,850,078 |
| ICF-DD Community Homes | A_14 | 231,788,306 |
| Laboratory and X - Ray Services | A_15 | 79,562,094 |
| LT - PCS | A_16 | 185,443,183 |
| Mental Health - Inpatient Services | A_17 | 15,605,384 |
| Mental Health Rehabilitation | A_18 | 52,546,932 |
| Nursing Homes | A_19 | 770,850,604 |
| PACE | A_20 | 10,733,089 |
| Pharmaceutical Products and Services | A_21 | 387,278,130 |
| Physician Services | A_22 | 401,427,610 |
| Rural Health Clinics | A_23 | 46,269,771 |
| Transportation:Emergency-Ambulance | A_24 | 37,040,590 |
| Transportation:Non-Emergency-Ambulance | A_25 | 11,686,665 |
| Transportation:Non-Emergency-Non-Ambulance | A_26 | 9,200,202 |
| Waiver: Adult Day Health | A_27 | 9,116,320 |
| Waiver: Adult Residential Care (ARC) | A_28 | 0 |
| Waiver: Children's Choice | A_29 | 13,288,681 |
| Waiver: Community Choices/EDA | A_30 | 110,550,956 |
| Waiver: Family Planning | A_31 | 14,784,900 |
| Waiver: NOW DD-Community Services | A_32 | 389,261,055 |
| Waiver: Residential Options (ROW) | A_33 | 757,657 |
| Waiver: Supports | A_34 | 13,380,579 |
| Other Private Providers | A_35 | 8,429,030 |
| Supplemental Payments | A_36 | 249,595,504 |
| Total Private Providers | | \$4,484,850,415 |

LOUISIANA MEDICAID PROGRAM

Table-3: Actual Expenditures - SFY 2011/12... Continued

| | | |
|--------------------------------------------|------|------------------------|
| <u>B: Public Providers</u> | | |
| LSU - HCSD | B_01 | 190,989,514 |
| LSU - EA Conway | B_02 | 108,642,181 |
| LSU - Huey P. Long | B_03 | 9,576,337 |
| LSUMC - Shreveport | B_04 | 109,843,483 |
| DHH - State DD | B_05 | 209,569,368 |
| DHH - State Nursing Homes | B_06 | 18,620,665 |
| DHH - Office of Public Health | B_07 | 12,820,139 |
| DHH - Community Mental Health | B_08 | 3,097,267 |
| DHH - Psychiatric Free Standing Units | B_09 | 2,731,556 |
| DHH - Local Governance Entities | B_10 | 6,294,341 |
| State - Education | B_11 | 20,441,601 |
| Local Education Agencies for SBH Services | B_12 | 34,164,019 |
| Total Public Providers | | \$726,790,470 |
| <u>C: Buy-Ins & Supplements</u> | | |
| Medicare Premiums & Supplements | C_01 | 269,275,277 |
| Part-D Clawback | C_02 | 91,459,174 |
| LaCHIP V Buy-In | C_03 | 4,769,877 |
| HIT-Electronic Health Records | C_04 | 89,808,666 |
| Bayou Health | C_05 | 233,296,450 |
| Louisiana Behavioral Health Partnership | C_06 | 68,901,373 |
| Total Buy-Ins | | \$757,510,816 |
| <u>D: Uncompensated Care</u> | | |
| LSU - HCSD | D_01 | 368,617,565 |
| LSU - EA Conway | D_02 | 0 |
| LSU - Huey P. Long | D_03 | 24,700,132 |
| LSUMC - Shreveport | D_04 | 127,050,526 |
| DHH - Psychiatric Free Standing Units | D_05 | 64,595,027 |
| DHH - Villa Feliciana | D_06 | 0 |
| Private Hospitals | D_07 | 54,160,042 |
| GNOCHC - 1115 Waiver | D_08 | 25,438,264 |
| Total Uncompensated Care | | \$664,561,556 |
| Grand Total Medical Vendor Program | | \$6,633,713,258 |

LOUISIANA MEDICAID PROGRAM

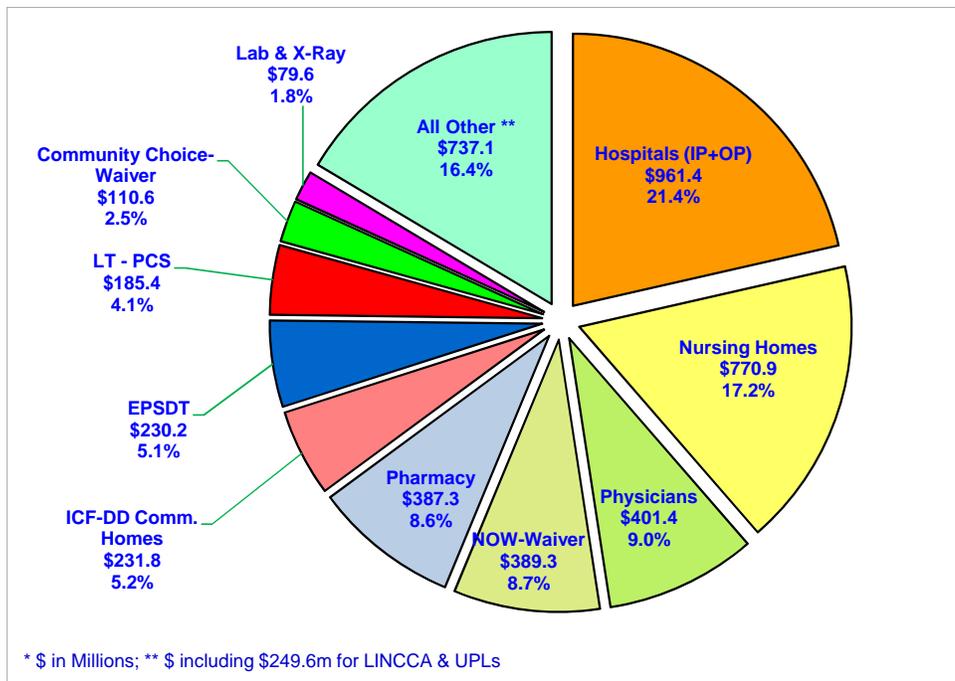
Table-4: Pharmacy/Part-D Program Payments - SFY 2011/12

| | |
|-----------------------------------------------------|----------------------|
| Pharmaceutical Products & Services Gross | 970,633,635 |
| Regular Rebates | (517,785,327) |
| Federal ACA offsets | (35,775,079) |
| Rebates from Drug Manufacturers | (553,560,406) |
| Net of Rebates | 417,073,229 |
| Part-D (ClawBack) Payments (All State Funds) | 91,459,174 |
| Total Pharmacy (Net of Rebates) + Part-D | 508,532,403 |

Table-5: Private "Other" Program Expenditures - SFY 2011/12

| | |
|----------------------------------------------------|------------------|
| Expanded Dental Services for Pregnant Women | 3,988,377 |
| Behavioral Management | 1,966,030 |
| Rehabilitation Centers | 1,409,018 |
| Other Medical Services | 1,065,605 |
| Total Other Private Providers | 8,429,030 |

Top Ten Private Provider Groups - SFY 2011/12 *



**LOUISIANA MEDICAID PROGRAM
SFY 2012/13**

**GUIDELINES FOR READING
THIS REPORT - PAGE B2, PAGE B3, and PAGE B4**

The Appropriations Act (Act 13) makes appropriations in the Medicaid Program (Medical Vendor Payments) in four broad budget categories:

- (A) Payments to Private Providers**
- (B) Payments to Public Providers**
- (C) Medicare Buy-Ins and Supplements**
- (D) Uncompensated Care Costs.**

The Appropriations Act also requires that the Department of Health and Hospitals provide a spread by Medical Vendor Sub-Programs.

It is important to note that this spread does not represent specific appropriations for each Sub-Program.

The spread is only an initial estimate of expenditures subject to appropriation to each of the above provider categories that may occur for each Sub-Program over the course of the fiscal year and may change month to month.

The individual line amounts provided in PAGE B3 & B4 are not line item appropriation or budget.

Actual expenditures for each specific Sub-Program may differ from these estimates. The Appropriations Act only requires that expenditures for the four main categories be limited to their respective appropriations.

Since Medicaid is an entitlement program, it is not possible to know with certainty what will be expended for each Sub-Program.

Action will be taken in consultation with the legislature if expenditure trends suggest that one or more of the four main budget categories may be growing in an unwarranted or undesired fashion.

LOUISIANA MEDICAID PROGRAM

Table-6: Medical Vendor Program - Means of Finance - SFY 2012/13

| Financing Category | |
|-------------------------------|----------------------|
| State General Fund | 1,439,759,814 |
| Interagency Transfer | 88,278,004 |
| Self Generated Revenue | 108,787,697 |
| Statutory Dedications | 521,307,824 |
| Sub-Total State | 2,158,133,339 |
| Federal | 5,266,179,840 |
| Total Means of Finance | 7,424,313,179 |

Table-7: Existing Budget - SFY 2012/13

| Program | |
|-------------------------------------|----------------------|
| Private Providers | 4,085,659,765 |
| Public Providers | 512,246,407 |
| Buy-Ins & Supplements | 1,997,626,194 |
| Uncompensated Care | 828,780,813 |
| Total Medical Vendor Program | 7,424,313,179 |

LOUISIANA MEDICAID PROGRAM**Table-8: Initial Estimates - SFY 2012/13**

| A: Private Providers | | |
|--------------------------------------------|------|------------------------|
| Adult Dentures | A_01 | 3,960,924 |
| Ambulatory Surgical Clinics | A_02 | 2,292,329 |
| Case Management Services | A_03 | 21,652,578 |
| Durable Medical Equipment | A_04 | 20,594,340 |
| EPSDT (Screening and Early Diagnosis) | A_05 | 188,971,480 |
| Early Steps | A_06 | 9,974,935 |
| Family Planning | A_07 | 19,422,199 |
| Federally Qualified Health Centers | A_08 | 17,926,004 |
| Hemodialysis Services | A_09 | 17,218,113 |
| Home Health Services | A_10 | 29,212,746 |
| Hospice Services | A_11 | 56,864,817 |
| Hospital - Inpatient Services | A_12 | 366,302,331 |
| Hospital - Outpatient Services | A_13 | 137,354,037 |
| ICF-DD Community Homes | A_14 | 249,706,320 |
| Laboratory and X - Ray Services | A_15 | 41,128,565 |
| LT - PCS | A_16 | 197,497,554 |
| Mental Health - Inpatient Services | A_17 | 5,767,560 |
| Nursing Homes | A_18 | 820,159,153 |
| PACE | A_19 | 12,110,450 |
| Pharmaceutical Products and Services | A_20 | 526,207,057 |
| Physician Services | A_21 | 201,993,310 |
| Rural Health Clinics | A_22 | 27,202,478 |
| Transportation:Emergency-Ambulance | A_23 | 20,395,827 |
| Transportation:Non-Emergency-Ambulance | A_24 | 7,673,544 |
| Transportation:Non-Emergency-Non-Ambulance | A_25 | 6,398,389 |
| Waiver: Adult Day Health | A_26 | 9,311,381 |
| Waiver: Children's Choice | A_27 | 14,649,377 |
| Waiver: Community Choices | A_28 | 113,620,023 |
| Waiver: Family Planning | A_29 | 17,759,209 |
| Waiver: NOW DD-Community Services | A_30 | 416,759,819 |
| Waiver: Residential Options (ROW) | A_31 | 1,705,067 |
| Waiver: Supports | A_32 | 13,915,097 |
| Other Private Providers | A_33 | 7,683,343 |
| Supplemental Payments | A_34 | 482,269,410 |
| Total Private Providers | | \$4,085,659,765 |

LOUISIANA MEDICAID PROGRAM
Table-8: Initial Estimates - SFY 2012/13...Continued

| | | | |
|-------------------------------------------|------|--|------------------------|
| B: Public Providers | | | |
| LSU - HCSD | B_01 | | 97,904,081 |
| LSU - EA Conway | B_02 | | 90,209,786 |
| LSU - Huey P. Long | B_03 | | 5,667,722 |
| LSUMC - Shreveport | B_04 | | 93,523,018 |
| DHH - State MR/DD | B_05 | | 126,348,372 |
| DHH - State Nursing Homes | B_06 | | 15,195,509 |
| DHH - Office of Public Health | B_07 | | 17,616,027 |
| DHH - Community Mental Health | B_08 | | 483,816 |
| DHH - Psychiatric Free Standing Units | B_09 | | 5,214,292 |
| DHH - Local Governance Entities | B_10 | | 5,576,089 |
| State- Education | B_11 | | 16,695,160 |
| Local Education Agencies for SBH Services | B_12 | | 37,038,692 |
| Other Public Providers | B_13 | | 773,843 |
| Total Public Providers | | | \$512,246,407 |
| C: Buy-Ins & Supplements | | | |
| Medicare Premiums & Supplements | C_01 | | 284,192,409 |
| Part-D Clawback | C_02 | | 104,957,935 |
| LaCHIP V Buy-In | C_03 | | 6,648,586 |
| HIT-Electronic Health Records | C_04 | | 102,946,357 |
| Bayou Health | C_05 | | 1,114,035,620 |
| Louisiana Behavioral Health Partnership | C_06 | | 384,845,287 |
| Total Buy-Ins | | | \$1,997,626,194 |
| D: Uncompensated Care | | | |
| LSU - HCSD | D_01 | | 418,346,762 |
| LSU - EA Conway | D_02 | | 3,018,990 |
| LSU - Huey P. Long | D_03 | | 29,325,831 |
| LSUMC - Shreveport | D_04 | | 160,158,279 |
| DHH - Psychiatric Free Standing Units | D_05 | | 66,027,407 |
| DHH - Villa Feliciana | D_06 | | 1,026,000 |
| Private Hospitals | D_07 | | 122,844,318 |
| GNOCHC - 1115 Waiver | D_08 | | 28,033,226 |
| Total Uncompensated Care | | | \$828,780,813 |
| Grand Total Medical Vendor Program | | | \$7,424,313,179 |
| | | | |