


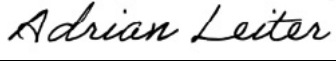
Department of Health Care Policy and Financing

Funding Request for the FY 2024-25 Budget Cycle

Request Title

R-04 Medicare Modernization Act State Contribution

Dept. Approval By:  Supplemental FY 2023-24

OSPB Approval By:  Budget Amendment FY 2024-25

X Change Request FY 2024-25

Summary Information	Fund	FY 2023-24		FY 2024-25		FY 2025-26
		Initial Appropriation	Supplemental Request	Base Request	Change Request	Continuation
	Total	\$257,069,930	\$0	\$257,069,930	(\$3,024,782)	\$15,965,831
	FTE	0.0	0.0	0.0	0.0	0.0
Total of All Line Items Impacted by Change Request	GF	\$257,069,930	\$0	\$257,069,930	(\$3,024,782)	\$15,965,831
	CF	\$0	\$0	\$0	\$0	\$0
	RF	\$0	\$0	\$0	\$0	\$0
	FF	\$0	\$0	\$0	\$0	\$0

Line Item Information	Fund	FY 2023-24	FY 2024-25		FY 2025-26	
		Initial Appropriation	Supplemental Request	Base Request	Change Request	Continuation
	Total	\$257,069,930	\$0	\$257,069,930	(\$3,024,782)	\$15,965,831
06. Other Medical Services, (A) Other Medical Services, (1)	FTE	0.0	0.0	0.0	0.0	0.0
Other Medical Services - Medicare Modernization Act State Contribution Payment	GF	\$257,069,930	\$0	\$257,069,930	(\$3,024,782)	\$15,965,831
	CF	\$0	\$0	\$0	\$0	\$0
	RF	\$0	\$0	\$0	\$0	\$0
	FF	\$0	\$0	\$0	\$0	\$0

Auxiliary Data			
Requires Legislation?	NO		
Type of Request?	Health Care Policy and Financing Prioritized Request	Interagency Approval or Related Schedule 13s:	No Other Agency Impact



**Department Priority: R-4
 Medicare Modernization Act**

Summary of Funding Change for FY 2023-24 & FY 2024-25			
		Incremental Change	
	FY 2023-24 Appropriation	FY 2023-24 Request	FY 2024-25 Request
Total Funds	\$257,069,930	(\$3,024,782)	\$15,965,831
FTE	0.0	0.0	0.0
General Fund	\$257,069,930	(\$3,024,782)	\$15,965,831
Cash Funds	\$0	\$0	\$0
Reappropriated Funds	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0

Summary of Request

The Department requests a decrease of \$5,315,525 General Fund for FY 2023-24; a decrease of \$3,024,782 General Fund for FY 2024-25; and an increase of \$15,965,831 General Fund for FY 2025-26 to true up funding related to the State’s share of the costs of the Medicare Part D outpatient prescription drug benefit for dual-eligible clients. This request does not require any additional FTE.

Current Program

On January 1, 2006, the federal Centers for Medicare and Medicaid Services (CMS) assumed responsibility for the Medicare Part D prescription-drug benefit that replaced the Medicaid prescription-drug coverage for dual-eligible clients, who are individuals eligible for both Medicare and Medicaid. States are required to make mandatory state payments to the federal government, known as the “clawback” payment, to help finance the Medicaid Part D benefit for the dual-eligible population for the states’ share of the costs of outpatient prescription drugs. The amount of each state’s clawback payment roughly reflects the expenditures of its own funds that the state would make if it continued to pay for outpatient prescription drugs through Medicaid on behalf of dual-eligible clients. These clawback payments, if left unpaid, are subject to automatic deduction - plus interest - from the federal funds the State receives for the Medicaid program.

Problem or Opportunity

The Department anticipates that the appropriation for Medicare Modernization Act in FY 2023-24, FY 2024-25, and FY 2025-26 are not accurate to make payments for the required clawback payments in those years.

Proposed Solution and Anticipated Outcomes

The Department requests a decrease of \$5,315,525 General Fund for FY 2023-24; a decrease of \$3,024,782 General Fund for FY 2024-25; and an increase of \$15,965,831 General Fund for FY 2025-26 for funding adjustment to the Medicare Modernization Act State Contribution Payment line item to cover the State’s share of the costs of the Medicare Part D outpatient prescription drug benefit for dual-eligible clients. The Medicare Modernization Act State Contribution Payment line item is entirely General Fund, as it is a reimbursement to the federal government and is not eligible to receive a federal match.

One of the Department’s top priorities in its Performance Plan is cost control within the Medicaid program. The approval of this request would be a direct implementation of this goal by allowing the Department to meet its obligation to the federal government and ensuring that no amount of federal funds owed to the State for Medicaid would be subject to deduction plus interest.

Assumptions and Calculations

Detailed calculations for the request are included in the attached appendix.

A summary of the funding request for the Medicare Modernization Act State Contribution Payment line item by fund type is provided for FY 2023-24, FY 2024-25, and FY 2025-26 in tables 1.1, 1.2, and 1.3, respectively.

The State's clawback payment is calculated according to three factors:

1. The projected number of Medicare and Medicaid dual-eligible clients enrolled in a Part D plan.
2. A per member per month (PMPM) estimate of the amount the State otherwise would have spent on Medicaid prescription drugs for dual-eligible clients.
3. A "phasedown" percentage of the State's obligation for the PMPM rate was set forth by the MMA starting at 90% in 2006 and declined by 1.67% each year thereafter until 2015 when it reached 75%, where it will remain ongoing.

The Department's current estimates of the clawback payment are \$251,754,405 for FY 2023-24; \$254,045,148 for FY 2024-25; and \$273,035,761 for FY 2025-26, based on the Department's most recent caseload projections and actual and projected per member per month (PMPM) rates paid by the State as required by federal regulations. The total caseload and expenditure estimates for FY 2023-24, FY 2024-25, and FY 2025-26 are calculated in tables 2.1, 2.2, and 2.3, respectively.

Following the declaration of a public health emergency by the Secretary of Health and Human Services during the COVID-19 pandemic, CMS notified states that an increased FMAP would be available for each calendar quarter occurring during the public health emergency, including retroactively to January 1, 2020. To be eligible to receive the 6.2 percentage point FMAP increase, states were required to adhere to a set of requirements which include, but are not limited to, maintaining eligibility standards, methodologies, and procedures; covering medical costs related to the testing, services, and treatment of COVID-19; and not terminating individuals from Medicaid if such individuals were enrolled in the Medicaid program as of the date of the beginning of the emergency period or during the emergency period. The Department was compliant with all requirements and has received the enhanced federal match accordingly. The Consolidated Appropriations Act of 2023 decoupled the continuous coverage requirement and the additional federal match from the public health emergency declaration. The continuous coverage requirement and additional federal match now both end on March 31, 2023. The current 6.2 percent additional match steps down to 5.0 percent from April 2023 through June 2023, 2.5 percent from July through September 2023, and 1.5 percent from October through December 2023, after which there is no more additional match.

To be eligible to receive the FMAP increase, states must adhere to a set of requirements which include, but are not limited to, not terminating individuals from Medicaid if such individuals were enrolled in the Medicaid program as of the date of the beginning of the emergency period or during the emergency period. Because of this requirement, the Department has seen a steady increase in the dual-eligible caseload reported by CMS on monthly clawback invoices. The Department has assumed that dual-eligible caseload will continue to grow at a more considerable rate through the end of the public health emergency. Following the end of the public health emergency on May 11, 2023, the Department assumes that caseload will decline once the

Department returns to its standard eligibility and determination practices. The Department assumes the dual-eligible caseload will follow a 0.14% annual growth trend, consistent with monthly growth prior to the public health emergency. Rows A through L on tables 2.1, 2.2 and 2.3 of the appendix show the actual and projected caseload for a given month by the calendar year for which the caseload is attributed. Due to a two-month delay between when the Department receives an invoice from CMS and when the invoice is paid, the amount paid in the state fiscal year includes invoices received between May and April. Retroactivity is also considered in this forecast because clients can be retroactively enrolled and disenrolled for up to 36 months. The PMPM rates are adjusted based on changes in the FMAP rate which occur on a federal fiscal year (October 1st through September 30th timespan) as follows:

- FFY 2021: 56.20%
- FFY 2022: 56.20%
- FFY 2023: 55.9%*
- FFY 2024: 51.00%*
- FFY 2025: 50.00%
- FFY 2026: 50.00%

*Average FMAP

The changes in the PMPM rate are based on a prescribed methodology established by CMS. Table 3.1 shows the actual CY 2022 PMPM for January through December 2022 at an enhanced FMAP. The estimated PMPM rates for CY 2023, CY 2024, CY 2025, and CY 2026 are calculated in tables 3.2, 3.3, and 3.4, respectively. The CY 2023 final percentage change in rate prior to applying the phasedown is calculated by adding the annual percentage increase (API) with the prior year revisions, found in table 3.2, rows A and B, respectively. For CY 2024, CY 2025, and CY 2026, the Department uses the average of the last eight years of the API in average per capita Part D expenditures from CY 2014 to CY 2022 to project the percentage change in the rate. The final percentage change in the PMPM rate is calculated in row C of tables 3.2, 3.3, and 3.4.

Table 4.1 provides actual caseload history from FY 2006-07 through FY 2022-23 and caseload projections based on current trends for FY 2023-24 through FY 2025-26. Table 4.2 provides actual and projected aggregate monthly caseload history by number of member months and average monthly caseload. Table 4.3 shows the PMPM rate history from CY 2014 to CY 2022 and projected PMPM rates for CY 2023 to CY 2026. Table 4.4 shows the actual PMPM rate history by each quarter of the calendar year from CY 2006 to CY 2022 and projected PMPM rates for CY 2023 to CY 2026.

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Table 1.2 FY 2023-24 Summary of Incremental Funding Request LBG (6) Other Medical Services, Medicare Modernization Act State Contribution Payment Line Item				
Row	Item	Total Funds	General Fund	Source
A	FY 2023-24 Spending Authority	\$257,069,930	\$257,069,930	FY 2023-24 S-4 Request
B	Projected FY 2023-24 Expenditures	\$251,754,405	\$251,754,405	Table 2.1, Row O
C	FY 2023-24 Estimated Change from Appropriation	(\$5,315,525)	(\$5,315,525)	Row B - Row A

Table 1.3 FY 2024-25 Summary of Incremental Funding Request LBG (6) Other Medical Services, Medicare Modernization Act State Contribution Payment Line Item				
Row	Item	Total Funds	General Fund	Source
A	FY 2024-25 Spending Authority	\$257,069,930	\$257,069,930	FY 2023-24 S-4 Request
B	Projected FY 2024-25 Expenditures	\$254,045,148	\$254,045,148	Table 2.2, Row O
C	FY 2024-25 Estimated Change from Appropriation	(\$3,024,782)	(\$3,024,782)	Row B - Row A

Table 1.3 FY 2025-26 Summary of Incremental Funding Request				
Row	Item	Total Funds	General Fund	Source
A	FY 2025-26 Spending Authority	\$257,069,930	\$257,069,930	FY 2023-24 S-4 Request
B	Projected FY 2024-25 Expenditures	\$273,035,761	\$273,035,761	Table 2.3, Row O
C	FY 2024-25 Estimated Change from Appropriation	\$15,965,831	\$15,965,831	Row B - Row A

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Row	Month	CY 2020	CY 2021	CY 2022	CY 2023	CY 2024	FY 2023-24 TOTAL
A	May 2023	(254)	(445)	(343)	115,327	0	114,285
B	June 2023	16	45	134	114,206	0	114,401
C	July 2023	7	44	211	112,697	0	112,959
D	August 2023	0	(24)	(29)	110,516	0	110,463
E	September 2023	0	(18)	(42)	109,452	0	109,392
F	October 2023	0	(11)	(50)	107,998	0	107,937
G	November 2023	0	(6)	(59)	106,541	0	106,476
H	December 2023	0	0	(64)	105,087	0	105,023
I	January 2024	0	0	(65)	776	102,844	103,554
J	February 2024	0	0	(60)	432	101,719	102,091
K	March 2024	0	0	(56)	225	100,453	100,622
L	April 2024	0	0	(49)	96	99,109	99,156
M	CY Client Total	(231)	(415)	(472)	883,351	404,126	1,286,358
N	CY PMPM Rate	\$151.18	\$155.49	\$166.86	Varies	\$211.06	
O	Expenditures	(\$34,923)	(\$64,528)	(\$78,758)	\$166,637,878	\$85,294,736	\$251,754,405

Row	Rate Period	Caseload Forecast	Rates	Total	Source
A	Jan - Mar 2023	731	\$175.03	\$127,947	Caseload Forecast * Actual Rate
B	Apr - Jun 2023	230,918	\$179.83	\$41,525,984	Caseload Forecast * Actual Rate
C	Jul - Sep 2023	332,268	\$189.82	\$63,071,073	Caseload Forecast * Actual Rate
D	Oct - Dec 2023	319,434	\$193.82	\$61,912,874	Caseload Forecast * Actual Rate
E	CY 2023 Total	883,351	\$184.63	\$166,637,878	Row A + Row B + Row C + Row D

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Row	Month	CY 2021	CY 2022	CY 2023	CY 2024	CY 2025	FY 2024-25 TOTAL
A	May 2024	0	(45)	43	97,686	0	97,684
B	June 2024	0	(38)	7	97,842	0	97,811
C	July 2024	0	(33)	(16)	97,993	0	97,944
D	August 2024	0	(25)	(33)	98,144	0	98,086
E	September 2024	0	(18)	(48)	98,291	0	98,225
F	October 2024	0	(14)	(53)	98,433	0	98,366
G	November 2024	0	(7)	(60)	98,578	0	98,511
H	December 2024	0	0	(70)	98,719	0	98,649
I	January 2025	0	0	(66)	715	98,144	98,793
J	February 2025	0	0	(64)	401	98,600	98,937
K	March 2025	0	0	(55)	208	98,928	99,081
L	April 2025	0	0	(53)	90	99,187	99,224
M	CY Client Total	0	(180)	(468)	787,100	394,859	1,181,311
N	CY PMPM Rate	\$155.49	\$166.86	Varies	\$211.06	\$222.95	
O	Expenditures	\$0	(\$30,035)	(\$84,055)	\$166,125,424	\$88,033,814	\$254,045,148

Row	Rate Period	Caseload Forecast	Rates	Total	Source
A	Jan - Mar 2023	(176)	\$175.03	(\$30,805)	Caseload Forecast * Actual Rate
B	Apr - Jun 2023	(202)	\$179.83	(\$36,326)	Caseload Forecast * Actual Rate
C	Jul - Sep 2023	(130)	\$189.82	(\$24,677)	Caseload Forecast * Actual Rate
D	Oct - Dec 2023	40	\$193.82	\$7,753	Caseload Forecast * Actual Rate
E	CY 2023 Total	(468)	\$184.63	(\$84,055)	Row A + Row B + Row C + Row D

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Row	Month	CY 2022	CY 2023	CY 2024	CY 2025	CY 2026	FY 2025-26 TOTAL
A	May 2024	0	(44)	38	99,372	0	99,366
B	June 2024	0	(37)	11	99,543	0	99,517
C	July 2024	0	(31)	(15)	99,701	0	99,655
D	August 2024	0	(25)	(28)	99,857	0	99,804
E	September 2024	0	(19)	(39)	100,006	0	99,948
F	October 2024	0	(13)	(48)	100,153	0	100,092
G	November 2024	0	(6)	(55)	100,298	0	100,237
H	December 2024	0	0	(60)	100,445	0	100,385
I	January 2025	0	0	(59)	728	99,859	100,528
J	February 2025	0	0	(54)	405	100,322	100,673
K	March 2025	0	0	(52)	213	100,657	100,818
L	April 2025	0	0	(45)	91	100,920	100,966
M	CY Client Total	0	(175)	(406)	800,812	401,758	1,201,989
N	CY PMPM Rate	\$166.86	Varies	\$211.06	\$222.95	\$235.50	
O	Expenditures	\$0	(\$33,593)	(\$85,690)	\$178,541,035	\$94,614,009	\$273,035,761

Row	Rate Period	Caseload Forecast	Rates	Total	Source
A	Jan - Mar 2023	0	\$175.03	\$0	Caseload Forecast * Actual Rate
B	Apr - Jun 2023	(7)	\$179.83	(\$1,259)	Caseload Forecast * Actual Rate
C	Jul - Sep 2023	(57)	\$189.82	(\$10,820)	Caseload Forecast * Actual Rate
D	Oct - Dec 2023	(111)	\$193.82	(\$21,514)	Caseload Forecast * Actual Rate
E	CY 2023 Total	(175)	\$184.63	(\$33,593)	Row A + Row B + Row C + Row D

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Table 3.1 CY 2022 PMPM Rate			
Row	Item	Rate	Source
A	CY 2022 PMPM Rate (October through December 2022 with 56.20% FMAP)	\$166.86	Centers for Medicare and Medicaid Services (CMS)

Table 3.2 Estimated CY 2023 PMPM Rate Calculation			
Row	Item	Rate	Source
A	Projected Annual percentage trend for CY 2022	5.80%	CMS Announcement
B	Projected Prior Year Revisions of the Annual Percentage Trend	-0.17%	CMS Announcement
C	FINAL Percentage Change in Rate Prior to Applying Phasedown for CY 2023	4.90%	CMS Announcement
D	CY 2022 PMPM Rate Prior to FMAP and Phasedown	\$507.95	Actual
E	Projected CY 2023 PMPM Rate Prior to FMAP and Phasedown	\$532.84	Row C * (1 + Row D)
F	Ongoing Phasedown Percentage Rate	75.00%	Statutory rate : Sec. 1935. (C) (5) [42 U.S.C. 1396u-5]
G	Projected FFY 23 FMAP State Share January - March	43.80%	Enhanced FMAP January - March 2023
H	Projected PMPM Rate January - March	\$175.03	Row E * Row F * Row G
I	Projected FFY 23 FMAP State Share April - June	45.00%	Enhanced FMAP April - June 2023
J	Projected PMPM Rate April - June	\$179.83	Row E * Row F * Row I
K	Projected FFY 23 FMAP State Share July - September	47.50%	Enhanced FMAP July - September 2023
L	Projected PMPM Rate July - September	\$189.82	Row E * Row F * Row K
M	Projected FFY 23 FMAP State Share October - December	48.50%	Enhanced FMAP October - December 2023
N	Projected PMPM Rate October - December	\$193.82	Row E * Row F * Row M

Table 3.3 Estimated CY 2024 PMPM Rate Calculation			
Row	Item	Rate	Source
A	Projected Annual percentage trend for CY 2023	5.80%	Average from CY 2014 to CY 2021
B	Projected Prior Year Revisions of the Annual Percentage Trend	-0.17%	Average from CY 2014 to CY 2021
C	FINAL Percentage Change in Rate Prior to Applying Phasedown for CY 2024	5.63%	Row A + Row B
D	CY 2023 PMPM Rate Prior to FMAP and Phasedown	\$532.84	Table 3.3 Row E
E	Projected CY 2024 PMPM Rate Prior to FMAP and Phasedown	\$562.84	Row C * (1 + Row D)
F	Projected FFY 24 FMAP State Share	50.00%	Estimated FFY 24 FMAP is 50.00%
G	Projected CY 2024 PMPM Rate Prior to Phasedown	\$281.42	Row E * Row F
H	Ongoing Phasedown Percentage Rate	75.00%	Statutory rate : Sec. 1935. (C) (5) [42 U.S.C. 1396u-5]
I	Estimated CY 2024 PMPM Rate (January through December 2024 with 50.00% FMAP)	\$211.06	Row G * Row H

Table 3.4 Estimated CY 2025 PMPM Rate Calculation			
Row	Item	Rate	Source
A	Projected Annual percentage trend for CY 2024	5.80%	Average from CY 2014 to CY 2021
B	Projected Prior Year Revisions of the Annual Percentage Trend	-0.17%	Average from CY 2014 to CY 2021
C	FINAL Percentage Change in Rate Prior to Applying Phasedown for CY 2025	5.63%	Row A + Row B
D	CY 2024 PMPM Rate Prior to FMAP and Phasedown	\$562.84	Table 3.3 Row E
E	Projected CY 2025 PMPM Rate Prior to FMAP and Phasedown	\$594.53	Row C * (1 + Row D)
F	Projected FFY 25 FMAP State Share	50.00%	Estimated FFY 24 FMAP is 50.00%
G	Projected CY 2025 PMPM Rate Prior to Phasedown	\$297.26	Row E * Row F
H	Ongoing Phasedown Percentage Rate	75.00%	Statutory rate : Sec. 1935. (C) (5) [42 U.S.C. 1396u-5]
I	Estimated CY 2025 PMPM Rate (January through December 2025 with 50.00% FMAP)	\$222.95	Row G * Row H

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Appendix A: Calculations and Assumptions

Table 3.5 Estimated CY 2026 PMPM Rate Calculation			
Row	Item	Rate	Source
A	Projected Annual percentage trend for CY 2025	5.80%	Average from CY 2014 to CY 2021
B	Projected Prior Year Revisions of the Annual Percentage Trend	-0.17%	Average from CY 2014 to CY 2021
C	FINAL Percentage Change in Rate Prior to Applying Phasedown for CY 2026	5.63%	Row A + Row B
D	CY 2025 PMPM Rate Prior to FMAP and Phasedown	\$594.53	Table 3.3 Row E
E	Projected CY 2026 PMPM Rate Prior to FMAP and Phasedown	\$628.00	Row C * (1 + Row D)
F	Projected FFY 26 FMAP State Share	50.00%	Estimated FFY 24 FMAP is 50.00%
G	Projected CY 2026 PMPM Rate Prior to Phasedown	\$314.00	Row E * Row F
H	Ongoing Phasedown Percentage Rate	75.00%	Statutory rate : Sec. 1935. (C) (5) [42 U.S.C. 1396u-5]
I	Estimated CY 2026 PMPM Rate (January through December 2026 with 50.00% FMAP)	\$235.50	Row G * Row H

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Appendix A: Calculations and Assumptions

Table 4.1 Invoice Caseload History		
Item	Total Member Months Caseload	Average Monthly Caseload
FY 2006-07	611,212	50,934
FY 2007-08	642,840	53,570
% Change from FY 2006-07	5.17%	5.18%
FY 2008-09	651,968	54,331
% Change from FY 2007-08	1.42%	1.42%
FY 2009-10	664,292	55,358
% Change from FY 2008-09	1.89%	1.89%
FY 2010-11	697,817	58,151
% Change from FY 2009-10	5.05%	5.05%
FY 2011-12	725,075	60,423
% Change from FY 2010-11	3.91%	3.91%
FY 2012-13	750,509	62,542
% Change from FY 2011-12	3.51%	3.51%
FY 2013-14	812,812	62,542
% Change from FY 2012-13	8.30%	0.00%
FY 2014-15	865,253	72,104
% Change from FY 2013-14	6.45%	15.29%
FY 2015-16	877,707	73,405
% Change from FY 2014-15	1.44%	1.80%
FY 2016-17	882,749	73,911
% Change from FY 2015-16	0.57%	0.69%
FY 2017-18	897,632	74,689
% Change from FY 2016-17	1.69%	1.05%
FY 2018-19	919,107	77,896
% Change from FY 2017-18	2.39%	1.05%
FY 2019-20	959,778	79,978
% Change from FY 2018-19	4.43%	4.29%
FY 2020-21	1,044,981	89,054
% Change from FY 2019-20	8.88%	11.35%
FY 2021-22	1,340,909	113,565
% Change from FY 2020-21	28.32%	27.52%
FY 2022-23	1,291,785	107,113
% Change from FY 2021-22	-3.66%	-5.68%
FY 2023-24 Projection	1,286,358	104,431
% Change from FY 2022-23	-0.42%	-2.50%
FY 2024-25 Projection	1,181,311	98,725
% Change from FY 2023-24 Projection	-8.17%	-5.46%
FY 2025-26 Projection	1,201,989	100,456
% Change from FY 2024-25 Projection	1.75%	1.75%

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Appendix A: Calculations and Assumptions

Item	Total Member Months Caseload	Average Monthly Caseload
FY 2006-07	618,862	51,572
FY 2007-08	630,715	52,560
% Change from FY 2006-07	1.92%	1.92%
FY 2008-09	649,533	54,128
% Change from FY 2007-08	2.98%	2.98%
FY 2009-10	665,732	55,478
% Change from FY 2008-09	2.49%	2.49%
FY 2010-11	693,267	57,772
% Change from FY 2009-10	4.14%	4.13%
FY 2011-12	728,875	60,740
% Change from FY 2010-11	5.14%	5.14%
FY 2012-13	757,424	63,119
% Change from FY 2011-12	3.92%	3.92%
FY 2013-14	803,259	66,938
% Change from FY 2012-13	6.05%	6.05%
FY 2014-15	863,207	71,934
% Change from FY 2013-14	7.46%	7.46%
FY 2015-16	866,920	72,243
% Change from FY 2014-15	0.43%	0.43%
FY 2016-17	896,690	74,724
% Change from FY 2015-16	3.43%	3.43%
FY 2017-18	918,742	76,562
% Change from FY 2016-17	2.46%	2.46%
FY 2018-19	977,400	81,450
% Change from FY 2017-18	6.38%	6.38%
FY 2019-20	1,000,241	83,353
% Change from FY 2018-19	2.34%	2.34%
FY 2020-21	1,084,096	90,341
% Change from FY 2019-20	8.38%	8.38%
FY 2021-22	1,202,234	100,186
% Change from FY 2020-21	10.90%	10.90%
FY 2022-23	1,335,446	111,287
% Change from FY 2021-22	11.08%	11.08%
FY 2023-24 Projection	1,252,651	104,388
% Change from FY 2022-23	-6.20%	-6.20%
FY 2024-25 Projection	1,184,798	98,733
% Change from FY 2023-24 Projection	-5.42%	-5.42%
FY 2025-26 Projection	1,205,505	100,459
% Change from FY 2025-26 Projection	1.75%	1.75%

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Row	Year	Rate	FMAP	Source
A	Jan-Sept 2014	\$125.50	50.00%	Actual CMS
B	Oct-Dec 2014	\$122.97	51.01%	Actual CMS
C	Jan-Sept 2015	\$124.68	51.01%	Actual CMS
D	Oct-Dec 2015	\$125.42	50.72%	Actual CMS
E	Jan-Sept 2016	\$139.98	50.72%	Actual CMS
F	Oct-Dec 2016	\$141.97	50.02%	Actual CMS
G	Jan-Sept 2017	\$158.91	50.02%	Actual CMS
H	Oct-Dec 2017	\$158.97	50.00%	Actual CMS
I	Jan-Dec 2018	\$160.92	50.00%	Actual CMS
J	Oct-Dec 2018	\$160.92	50.00%	Actual CMS
K	Jan-Dec 2019	\$164.04	50.00%	Actual CMS
L	Jan-Dec 2020	\$151.18	56.20%	Actual CMS
M	Jan-Dec 2021	\$155.49	56.20%	Actual CMS
N	Jan-Sept 2022	\$166.86	56.20%	Actual CMS
O	Oct-Dec 2022	\$166.86	56.20%	Actual CMS
P	Estimated Jan - Mar 2023	\$175.03	56.20%	Table 3.2 Row H
Q	Estimated Apr - Jun 2023	\$179.83	55.00%	Table 3.2 Row J
R	Estimated Jul - Sep 2023	\$189.82	52.50%	Table 3.2 Row L
S	Estimated Oct - Dec 2023	\$193.82	51.50%	Table 3.2 Row N
T	Estimated Jan-Dec 2024	\$211.06	50.00%	Table 3.3 Row I
U	Estimated Jan-Dec 2025	\$222.95	50.00%	Table 3.4 Row I
U	Estimated Jan-Dec 2026	\$235.50	50.00%	Table 3.5 Row I

R-4 Medicare Modernization Act State Contribution Payment
Appendix A: Calculations and Assumptions

Table 4.4 Quarterly PMPM Rate History					
Item	Q1	Q2	Q3	Q4	Average PMPM Rate
CY 2006	\$114.71	\$114.71	\$114.71	\$114.71	\$114.71
CY 2007	\$120.30	\$120.30	\$120.30	\$120.30	\$120.30
% Change from CY 2006					4.87%
CY 2008	\$120.03	\$120.03	\$120.03	\$98.95	\$114.76
% Change from CY 2007					-4.61%
CY 2009	\$106.03	\$98.81	\$98.81	\$98.81	\$100.62
% Change from CY 2008					-12.33%
CY 2010	\$101.49	\$101.49	\$101.49	\$101.49	\$101.49
% Change from CY 2009					0.87%
CY 2011	\$107.07	\$111.97	\$129.84	\$129.84	\$119.68
% Change from CY 2010					17.92%
CY 2012	\$132.41	\$132.41	\$132.41	\$132.41	\$132.41
% Change from CY 2011					10.64%
CY 2013	\$133.62	\$133.62	\$133.62	\$133.62	\$133.62
% Change from CY 2012					0.91%
CY 2014	\$125.50	\$125.50	\$125.50	\$122.97	\$124.87
% Change from CY 2013					-6.55%
CY 2015	\$124.68	\$124.68	\$124.68	\$125.42	\$124.87
% Change from CY 2014					0.00%
CY 2016	\$139.98	\$139.98	\$139.98	\$141.97	\$140.48
% Change from CY 2015					12.50%
CY 2017	\$158.91	\$158.91	\$158.91	\$158.97	\$158.93
% Change from CY 2016					13.13%
CY 2018	\$160.92	\$160.92	\$160.92	\$160.92	\$160.92
% Change from CY 2017					1.26%
CY 2019	\$164.04	\$164.04	\$164.04	\$164.04	\$164.04
% Change from CY 2018					1.94%
CY 2020	\$151.18	\$151.18	\$151.18	\$151.18	\$151.18
% Change from CY 2019					-7.84%
CY 2021	\$155.49	\$155.49	\$155.49	\$155.49	\$155.49
% Change from CY 2020					2.85%
CY 2022	\$166.86	\$166.86	\$166.86	\$166.86	\$166.86
% Change from CY 2021					7.31%
CY 2023	\$175.03	\$179.83	\$189.82	\$193.82	\$184.63
% Change from CY 2022					10.65%
CY 2024 Projection	\$211.06	\$211.06	\$211.06	\$211.06	\$211.06
% Change from CY 2023					14.32%
CY 2025 Projection	\$222.95	\$222.95	\$222.95	\$222.95	\$222.95
% Change from CY 2024 Projection					5.63%
CY 2026 Projection	\$235.50	\$235.50	\$235.50	\$235.50	\$235.50
% Change from CY 2025 Projection					5.63%