

MaineCare Program Expenditure History

STATE FISCAL YEAR	GENERAL FUND (GF)	ANNUAL % CHG	% of TOTAL GF	FUND FOR A HEALTHY MAINE (FHM)	OTHER SPECIAL REVENUE (OSR) FUNDS ¹	STATE FUNDS TOTAL	ANNUAL % CHG	FEDERAL EXPEND. FUNDS	FEDERAL BLOCK GRANT FUNDS	FEDERAL ARR A FUNDS	TOTAL FEDERAL FUNDS	ANNUAL % CHG	TOTAL ALL FUNDS	ANNUAL % CHG
1994	\$226,469,468			\$0	\$118,293,223	\$344,762,690		\$524,678,608	\$0	\$0	\$524,678,608		\$869,441,299	
1995	\$234,765,968	3.7%	13.9%	\$0	\$101,768,887	\$336,534,855	-2.4%	\$606,263,577	\$0	\$0	\$606,263,577	15.5%	\$942,798,432	8.4%
1996	\$220,034,610	-6.3%	13.1%	\$0	\$123,154,525	\$343,189,135	2.0%	\$605,979,614	\$0	\$0	\$605,979,614	0.0%	\$949,168,748	0.7%
1997	\$232,572,193	5.7%	13.1%	\$0	\$139,455,851	\$372,028,043	8.4%	\$658,001,950	\$0	\$0	\$658,001,950	8.6%	\$1,030,029,993	8.5%
1998	\$256,075,045	10.1%	13.5%	\$0	\$127,593,970	\$383,669,015	3.1%	\$708,405,752	\$0	\$0	\$708,405,752	7.7%	\$1,092,074,767	6.0%
1999	\$377,735,735	47.5%	17.5%	\$0	\$0	\$377,735,735	-1.5%	\$743,618,685	\$231,647	\$0	\$743,850,332	5.0%	\$1,121,586,067	2.7%
2000	\$416,464,306	10.3%	18.0%	\$0	\$0	\$416,464,306	10.3%	\$789,153,813	\$8,373,161	\$0	\$797,526,973	7.2%	\$1,213,991,279	8.2%
2001	\$442,827,243	6.3%	17.2%	\$3,500,000	\$0	\$446,327,243	7.2%	\$856,780,077	\$10,436,327	\$0	\$867,216,404	8.7%	\$1,313,543,647	8.2%
2002	\$476,477,914	7.6%	18.4%	\$15,800,128	\$1,909,961	\$494,188,003	10.7%	\$934,884,181	\$13,392,657	\$0	\$948,276,837	9.3%	\$1,442,464,840	9.8%
2003	\$500,674,001	5.1%	19.8%	\$18,488,955	\$23,586,924	\$542,749,880	9.8%	\$1,121,271,762	\$17,897,814	\$0	\$1,139,169,576	20.1%	\$1,681,919,456	16.6%
2004	\$518,712,898	3.6%	20.1%	\$18,510,215	\$47,416,800	\$584,639,913	7.7%	\$1,393,282,526	\$19,628,828	\$0	\$1,412,911,354	24.0%	\$1,997,551,267	18.8%
2005	\$595,212,790	14.7%	21.7%	\$18,181,320	\$126,177,717	\$739,571,827	26.5%	\$1,324,225,493	\$18,117,002	\$0	\$1,342,342,496	-5.0%	\$2,081,914,323	4.2%
2006	\$658,402,583	10.6%	23.3%	\$8,101,979	\$157,081,315	\$823,585,876	11.4%	\$1,371,171,554	\$18,438,747	\$0	\$1,389,610,301	3.5%	\$2,213,196,177	6.3%
2007	\$619,221,147	-6.0%	20.5%	\$11,675,647	\$157,054,249	\$787,951,043	-4.3%	\$1,268,901,593	\$24,663,347	\$0	\$1,293,564,940	-6.9%	\$2,081,515,983	-5.9%
2008	\$622,394,105	0.5%	20.2%	\$10,645,553	\$167,153,841	\$800,193,498	1.6%	\$1,326,423,798	\$23,961,829	\$0	\$1,350,385,627	4.4%	\$2,150,579,125	3.3%
2009	\$573,895,547	-7.8%	19.0%	\$8,506,150	\$174,432,230	\$756,833,927	-5.4%	\$1,576,881,805	\$27,780,417	\$162,473,129	\$1,767,135,351	30.9%	\$2,523,969,279	17.4%
2010	\$452,298,284	-21.2%	15.8%	\$6,456,845	\$168,776,440	\$627,531,569	-17.1%	\$1,536,627,525	\$28,813,827	\$272,103,850	\$1,837,545,203	4.0%	\$2,465,076,772	-2.3%
2011	\$497,619,444	10.0%	17.4%	\$6,215,038	\$198,684,993	\$702,519,476	11.9%	\$1,501,419,470	\$26,629,117	\$198,997,107	\$1,727,045,694	-6.0%	\$2,429,565,170	-1.4%
2012	\$736,927,582	48.1%	23.9%	\$9,190,222	\$221,053,088	\$967,170,893	37.7%	\$1,450,291,829	\$26,229,321	(\$4,420,541)	\$1,472,100,609	-14.8%	\$2,439,271,502	0.4%
2013	\$742,839,261	0.8%	24.4%	\$20,822,322	\$227,747,289	\$991,408,872	2.5%	\$1,502,176,342	\$27,977,762	(\$1,726,385)	\$1,528,427,719	-11.5%	\$2,519,836,590	3.3%
2014 ²	\$752,829,000	1.3%	23.9%	\$27,294,092	\$419,599,702	\$1,199,722,794	21.0%	\$1,756,311,912	\$21,233,628	(\$420,461)	\$1,777,125,079	20.7%	\$2,976,847,873	18.1%
Avg. Annual % vs. 1994		6.2%					Avg. Annual % vs. 1994	6.4%				Avg. Annual % vs. 1994	6.3%	
Avg. Annual % vs. 2004		3.8%					Avg. Annual % vs. 2004	7.5%				Avg. Annual % vs. 2004	4.1%	
Avg. Annual % vs. 2009		5.6%					Avg. Annual % vs. 2009	9.7%				Avg. Annual % vs. 2009	3.4%	
MaineCare Appropriations/Allocations														
2015	\$730,678,028	-2.9%	22.9%	\$26,528,876	\$223,895,617	\$981,102,521	-18.2%	\$1,708,445,022	\$27,808,379	\$0	\$1,736,253,401	-2.3%	\$2,717,355,922	-8.7%

MaineCare and Related Program History ³

STATE FISCAL YEAR	GENERAL FUND (GF)	ANNUAL % CHG	% of TOTAL GF	FUND FOR A HEALTHY MAINE (FHM)	OTHER SPECIAL REVENUE (OSR) FUNDS ^{1/}	STATE FUNDS TOTAL	ANNUAL % CHG	FEDERAL EXPEND. FUNDS	FEDERAL BLOCK GRANT FUNDS	FEDERAL ARR A FUNDS	TOTAL FEDERAL FUNDS	ANNUAL % CHG	TOTAL ALL FUNDS	ANNUAL % CHG
MaineCare and Related Expenditures														
2008	\$639,175,094			\$22,714,737	\$167,688,399	\$829,578,230		\$1,326,423,798	\$23,961,829	\$0	\$1,350,385,627		\$2,179,963,857	
2009	\$590,994,537	-7.5%	19.6%	\$19,994,332	\$175,109,785	\$786,098,654	-5.2%	\$1,576,881,805	\$27,780,417	\$162,473,129	\$1,767,135,351	30.9%	\$2,553,234,005	17.1%
2010	\$467,433,179	-20.9%	16.3%	\$19,295,952	\$168,776,440	\$655,505,571	-16.6%	\$1,536,627,525	\$28,813,827	\$272,103,850	\$1,837,545,203	4.0%	\$2,493,050,774	-2.4%
2011	\$526,068,963	12.5%	18.4%	\$18,567,372	\$198,684,994	\$743,321,329	13.4%	\$1,501,419,470	\$26,629,117	\$198,997,107	\$1,727,045,694	-6.0%	\$2,470,367,023	-0.9%
2012	\$774,332,747	47.2%	25.1%	\$20,948,169	\$221,892,000	\$1,017,172,917	36.8%	\$1,450,291,829	\$26,229,321	(\$4,420,541)	\$1,472,100,609	-14.8%	\$2,489,273,526	0.8%
2013	\$771,684,091	-0.3%	25.4%	\$31,006,875	\$227,839,553	\$1,030,530,519	1.3%	\$1,502,176,342	\$27,977,762	(\$1,726,385)	\$1,528,427,719	3.8%	\$2,558,958,238	2.8%
2014 ²	\$772,883,954	0.2%	24.5%	\$34,097,942	\$419,599,702	\$1,226,581,598	19.0%	\$1,756,311,912	\$21,233,628	(420,461)	\$1,777,125,079	16.3%	\$3,003,706,677	17.4%
Avg. Annual % vs. 2009		5.5%					Avg. Annual % vs. 2009	9.3%				Avg. Annual % vs. 2009	3.3%	
MaineCare and Related Appropriations/Allocations														
2015	\$754,658,317	-2.4%	23.7%	\$33,426,745	\$223,895,617	\$1,011,980,679	-17.5%	\$1,708,445,022	\$27,808,379	\$0	\$1,736,253,401	-2.3%	\$2,748,234,080	-8.5%

¹ Other Special Revenue (OSR) Funds consist of :

- o 1994-1998 - the original hospital assessment;
- o 2002 - Healthy Maine Prescription (HMP) rebates;
- o Beginning in 2003 - NF and ICFs/MR taxes and in 2004, a new hospital tax that was subsequently rebased in 2009, 2011 and 2014;
- o Beginning in 2005 - the PNMI service provider tax, expanded in 2006 to include community support services and MR day habilitation, residential training and personal support services. Provider tax funded expenditures include both increased payments to providers and MaineCare program spending previously paid for with General Funds;
- o Beginning in 2005, Dirigo Health Fund revenue transferred for the state share of MaineCare costs of the Dirigo Health program; and MaineCare prescription drug rebates that had previously been accounted for in the General Fund;
- o Beginning in 2011, expenditures charged to Earned Federal Revenue;
- o Beginning in 2012, school-based services expenditures under new payment procedures; and
- o For 2014 only includes \$183.5 million in settlement payments to hospitals authorized under PL 2013, c. 269.

² Includes funding authorized for MaineCare to make \$490.2 million in settlement payments to hospitals as authorized under PL 2013, c. 269. The \$183.5 million Other Special Revenue Funds state share of these payments was made from bond proceeds from the sale of liquor operation revenue bonds that were then matched by \$306.7 million in federal funds.

³ For the purposes of this presentation, "MaineCare" includes programs: 0147, 0960, 0148, 0705, 0978, 0987, 2006, 0731, 0732, 0844, 0948 (MaineCare seed only), Z042, 0733, 0734, Z159, Z160 and Z171. "MaineCare and Related Programs" also include programs: 0202, Z015, Z008, Z009.

Technical Notes\Milestones (state fiscal years unless otherwise noted):

- 1999** -- The elimination of the hospital assessment is offset by a significant increase in General Fund appropriations for Medicaid programs.
- 2001** -- Tobacco settlement funds (Fund for a Healthy Maine) are first available to help fund Medicaid and related program (e.g., DEL) expenses.
- 2003** -- Provider taxes on nursing homes and ICFs/MR are implemented with revenue used for increased payments to providers and to fund MaineCare costs previously funded by General Fund appropriations.
- 2003** -- Federal fiscal relief legislation provides enhanced Federal Medical Assistance Percentages (FMAP) for the final quarter of SFY 03.
- 2004** -- Provider tax on hospitals of 0.74% implemented with revenue used to pay for increased payments to providers and to fund MaineCare costs previously funded by General Fund appropriations.
- 2004** -- Federal fiscal relief legislation provides enhanced Federal Medical Assistance Percentages (FMAP) for all quarters of SFY 04
- 2004** -- Administration identifies inappropriate charges to Federal Expenditure Funds in 2003 and previous years that should have been state-funded expenses -- \$38.8 million in General Funds are appropriated to restore funding to the Federal Expenditures Fund.
- 2005** -- Federal fiscal relief legislation's enhanced Federal Medical Assistance Percentages (FMAP)ends beginning with SFY 05.
- 2005** -- Provider tax on hospitals is increased to 2.23% and PNMI service provider tax of 5% begins.
- 2005 (February)** -- DHHS implements new claims processing system (MECMS). Results in significant problems in paying claims for the remainder of fiscal year 2005 and for fiscal year 2006.
- 2005-2014** -- MaineCare hospital settlement payments:

	State (GF)	State (OSR)	Total
2005	\$57,035,279	\$0	\$178,122,867
2006	\$46,714,986	\$0	\$132,433,693
2007	\$18,722,789	\$0	\$50,848,945
2008	\$5,347,473	\$0	\$15,145,107
2009	\$59,023,846	\$0	\$222,254,659
2010	\$36,130,911	\$0	\$144,118,623
2011	\$69,513,035	\$0	\$248,527,119
2012	\$0	\$0	\$0
2013	\$9,688,205	\$0	\$26,332,279
2014	\$0	\$183,481,860	\$490,200,000

2006 -- Service provider tax of 5% expanded to include community support services and MR day habilitation, residential training and personal support services.

2009 -- Hospital tax base year modified to hospital fiscal years ending during calendar year 2006.

2009 (October) -- American Recovery and Reinvestment Act of 2009 (ARRA, P.L. 111-5) Federal Medical Assistance Percentages (FMAP) increases begin.

FFY	2006	2007	2008	2009	2010	Oct-10	Jan-11	Apr-11	Jul-11	Oct-11	Oct-12	Oct-13	Oct-14
Regular FMAP	62.90%	63.27%	63.31%	64.41%	64.99%	63.80%	63.80%	63.80%	63.80%	63.27%	62.57%	61.55%	61.88%
ARRA Enhanced				74.35%	74.86%	74.86%	72.03%	70.15%					

2011 -- American Recovery and Reinvestment Act of 2009 (ARRA, P.L. 111-5) Federal Medical Assistance Percentages (FMAP) increases are phased out.

2011 -- Hospital tax base year modified to hospital fiscal years ending during calendar year 2008.

2012 -- First full fiscal year without enhanced ARRA FMAP funds since 2008.

2013 -- Reflects an \$11.6 million shift in MaineCare seed from the General Fund to the Fund for a Healthy Maine.

2014 -- Hospital tax base year modified to hospital fiscal years ending during calendar year 2012.

2014 -- Reflects a \$7.5 million shift in MaineCare seed from the General Fund to the Fund for a Healthy Maine.

2014 -- Includes funding authorized for MaineCare to make \$490.2 million in settlement payments to hospitals as authorized under PL 2013, c. 269. The \$183.5 million Other Special Revenue Funds state share of these payments was made from bond proceeds from the sale of liquor operation revenue bonds that were then matched by \$306.7 million in federal funds.