



# COMMONWEALTH of VIRGINIA

*Department of Planning and Budget*

DANIEL S. TIMBERLAKE  
Director

1111 E. Broad Street  
Room 5040  
Richmond, VA 23219-1922

October 31, 2016

The Honorable Thomas K. Norment, Jr.  
Co-Chairman, Finance Committee  
Senate of Virginia  
Post Office Box 6205  
Williamsburg, Virginia 23188

The Honorable Stephen D. Newman  
Chairman, Education and Health Committee  
Senate of Virginia  
Post Office Box 480  
Forest, Virginia 24551

The Honorable Emmett W. Hanger, Jr.  
Co-Chairman, Finance Committee  
Senate of Virginia  
Post Office Box 2  
Mount Solon, Virginia 22843-0002

Dear Senators Norment, Hanger, and Newman:

Pursuant to Item 310, Paragraph A., Chapter 780, 2016 Acts of Assembly, please find enclosed the official consensus forecast of Virginia General Medicaid, Behavioral Health, and Long-Term Care expenditures through fiscal year 2019. Please note that the current estimates for Medicare Part A, B, and D premiums are subject to change upon the release of the official rates by the Centers for Medicare and Medicaid Services. These rates are not yet available; therefore, this forecast uses proxy rates based on information from a Medicare Trustees Report and the historical rate changes.

If you have any questions or concerns, please let me know.

Sincerely,

A handwritten signature in black ink, appearing to read "D. S. Timberlake", written over a faint, larger signature.

Daniel S. Timberlake

Enclosure

c: The Honorable Richard D. Brown  
The Honorable William A. Hazel, Jr., M.D.  
Ms. Betsey Daley



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October 31, 2016

The Honorable S. Chris Jones  
Chairman, Appropriations Committee  
Virginia House of Delegates  
Post Office Box 5059  
Suffolk, Virginia 23435-0059

The Honorable Robert D. Orrock, Sr., Chairman  
Health, Welfare, and Institutions Committee  
Virginia House of Delegates  
Post Office Box 458  
Thornburg, Virginia 22565

Dear Delegates Jones and Orrock:

Pursuant to Item 310, Paragraph A., Chapter 780, 2016 Acts of Assembly, please find enclosed the official consensus forecast of Virginia General Medicaid, Behavioral Health, and Long-Term Care expenditures through fiscal year 2019. Please note that the current estimates for Medicare Part A, B, and D premiums are subject to change upon the release of the official rates by the Centers for Medicare and Medicaid Services. These rates are not yet available; therefore, this forecast uses proxy rates based on information from a Medicare Trustees Report and the historical rate changes.

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Enclosure

c: The Honorable Richard D. Brown  
The Honorable William A. Hazel, Jr., M.D.  
Mr. Robert Vaughn



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1111 E. Broad Street  
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October 31, 2016

Mr. Hal E. Greer, Director  
Joint Legislative Audit and Review Commission  
Virginia General Assembly Building, Suite 1100  
State Capitol Complex  
Richmond, Virginia 23219

Dear Mr. Greer:

Pursuant to Item 310, Paragraph A., Chapter 780, 2016 Acts of Assembly, please find enclosed the official consensus forecast of Virginia General Medicaid, Behavioral Health, and Long-Term Care expenditures through fiscal year 2019. Please note that the current estimates for Medicare Part A, B, and D premiums are subject to change upon the release of the official rates by the Centers for Medicare and Medicaid Services. These rates are not yet available; therefore, this forecast uses proxy rates based on information from a Medicare Trustees Report and the historical rate changes.

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Enclosure

c: The Honorable Richard D. Brown  
The Honorable William A. Hazel, Jr., M.D.

## Official Consensus Medicaid Forecast

	FY 2017 Consensus Forecast	FY 2018 Consensus Forecast	FY 2019 Consensus Forecast
<b>General Medical Care (45609)</b>	5,634,278,675	5,860,166,551	6,172,095,066
Managed Care			
Capitation Payments: Low-Income Adults & Children	1,721,634,593	1,759,682,093	1,872,083,051
Capitation Payments: Aged, Blind & Disabled	1,421,037,575	1,524,393,347	1,645,903,370
Capitation Payments: Duals/CCC Program	323,975,695	334,575,625	344,910,180
MCO Pharmacy Rebates	(138,578,454)	(145,500,810)	(150,711,456)
Fee-For-Service			
Inpatient Hospital	426,247,580	417,324,306	429,385,089
Indigent Care Payments	538,282,142	541,622,172	535,045,765
Outpatient Hospital	118,389,585	115,592,581	115,559,286
Physician/Practitioner Services	135,360,532	135,848,489	136,082,583
Clinic Services	94,964,057	92,739,507	98,598,770
Pharmacy	127,214,309	136,564,926	142,856,433
FFS Pharmacy Rebates	(47,893,109)	(47,893,109)	(47,893,109)
Medicare Premiums Part A & B	320,816,558	367,429,865	394,750,250
Medicare Premiums Part D	233,395,557	261,803,700	284,628,042
Dental	160,491,222	158,646,098	159,898,814
Transportation	91,493,353	95,233,711	98,513,730
All Other	107,447,461	112,104,049	114,474,270
<b>Behavioral Health &amp; Rehabilitative Services (45608)</b>	833,340,267	885,515,667	936,997,969
MH Case Management	86,466,945	84,041,850	84,197,740
MH Residential Services	29,707,589	27,900,339	27,627,115
MH Rehabilitative Services	596,660,582	642,017,735	684,084,395
Early Intervention & EPSDT-Authorized Services	120,505,151	131,555,943	141,088,719
<b>Long-Term Care Services (45610)</b>	2,717,185,795	2,831,576,579	2,936,865,093
Nursing Facility	814,008,440	808,248,140	830,066,221
Private ICF/MRs	111,816,151	115,937,986	121,715,790
PACE	63,125,700	68,692,848	72,472,139
HCBC Waivers: Personal Support	843,023,223	881,619,598	932,025,907
HCBC Waivers: Habilitation	743,064,184	814,494,475	836,200,941
HCBC Waivers: Case Management & Support	72,622,599	73,745,944	75,091,825
HCBC Waivers: Nursing, EM/AT, Adult Day Care, Alzheimers	69,525,498	68,837,590	69,292,270
<b>Contracts (49601)</b>	57,406,099	59,969,844	63,529,207
Dental PMPM	3,529,432	3,580,347	3,609,746
MMIS Claims Processing	15,000,000	15,000,000	15,000,000
BHSA PMPM	21,569,720	21,573,642	22,576,555
BHSA GAP SMI Assessments	458,849	551,056	658,630
PPL PMPM	16,848,098	19,264,799	21,684,276
<b>Total Medicaid - DMAS</b>	<b>9,242,210,837</b>	<b>9,637,228,640</b>	<b>10,109,487,335</b>
<b>State Funds</b>	<b>4,693,054,635</b>	<b>4,924,454,232</b>	<b>5,170,781,090</b>
<b>Federal Funds</b>	<b>4,549,156,202</b>	<b>4,712,774,409</b>	<b>4,938,706,245</b>
<b>TOTAL Funds</b>	<b>9,242,210,837</b>	<b>9,637,228,640</b>	<b>10,109,487,335</b>