



# COMMONWEALTH of VIRGINIA

## *Department of Medical Assistance Services*

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**March 20, 2023**

### **MEMORANDUM**

**TO:** The Honorable Barry D. Knight  
Chair, House Appropriations Committee

The Honorable Janet D. Howell  
Chair, Senate Finance and Appropriations Committee

Michael Maul  
Director, Virginia Department of Planning and Budget

**FROM:** Cheryl J. Roberts  
Director, Virginia Department of Medical Assistance Services

**SUBJECT:** Monthly Medicaid Expenditure Report (February Data)

This report is submitted in compliance with item 308.B.1. of the *2022 Appropriations Act*, which states:

*“The Department of Medical Assistance Services (DMAS) shall submit monthly expenditure reports of the Medicaid program by service that shall compare expenditures to the official Medicaid forecast, adjusted to reflect budget actions from each General Assembly Session. The monthly report shall be submitted to the Department of Planning and Budget and the Chairmen of the House Appropriations and Senate Finance and Appropriations Committees within 20 days after the end of each month.”*

Should you have any questions or need additional information, please feel free to contact me at (804) 664-2660.

CJR

Enclosure

Pc: The Honorable John Littell, Secretary of Health and Human Resources

**Department of Medical Assistance Services  
Detail Report on Medicaid Expenditures -- February FY2023**

Category	Base Medicaid			Medicaid Expansion		
	FY 2023	FY 2023	Actual	FY 2023	FY 2023	Actual
	Official Forecast <sup>3</sup>	Appropriation <sup>3</sup>	Expenditures through February FY 2023	Official Forecast <sup>3</sup>	Appropriation <sup>3</sup>	Expenditures through February FY 2023
<b>General Medical Care: Managed Care</b>	<b>8,616,576,249</b>	<b>8,325,571,429</b>	<b>5,903,607,328</b>	<b>5,080,725,178</b>	<b>4,696,899,982</b>	<b>3,430,658,839</b>
MCO Capitation Payments: Low-Income Adults & Children	3,086,612,886	2,820,625,194	2,056,838,623	3,865,150,003	3,640,327,999	2,548,217,299
MCO Capitation Payments: CCC+ Program	5,878,035,973	5,907,689,615	3,980,756,910	1,603,993,415	1,434,448,681	1,060,171,725
MCO Pharmacy Rebates (Current Year) <sup>1</sup>	-348,072,610	-402,743,380	-133,988,205	-388,418,240	-377,876,697	-177,730,185
<b>General Medical Care: Fee-For-Service</b>	<b>1,462,903,707</b>	<b>1,459,721,635</b>	<b>952,176,756</b>	<b>365,815,828</b>	<b>467,673,241</b>	<b>234,835,373</b>
Inpatient Hospital	116,503,258	145,985,038	80,137,621	188,099,768	244,427,750	105,104,208
Outpatient Hospital	28,363,417	38,668,209	21,395,130	33,869,552	42,732,865	22,836,065
Physician/Practitioner Services	31,650,312	51,040,260	22,107,141	27,175,820	29,437,432	17,202,374
Clinic Services	128,129,769	99,944,954	75,249,267	7,929,103	7,633,185	6,879,761
Pharmacy (Point of Sale Only)	10,542,923	12,346,235	7,213,886	5,492,603	8,292,562	4,755,075
FFS Pharmacy Rebates (Current Year POS, Hospital and Physician)	-10,334,988	-24,434,391	-28,193,005	-7,505,164	-7,301,477	-1,500,682
Medicare Premiums Part A & B	489,841,667	455,557,315	324,440,612	-	-	-
Medicare Premiums Part D	341,324,302	321,315,141	223,507,503	-	-	-
Dental	238,376,112	256,867,479	168,027,002	102,574,567	132,879,516	73,622,403
Transportation	58,453,436	62,513,394	39,218,066	3,296,894	5,686,407	2,394,375
Indian Health Clinics (100% Fed)	8,190,871	8,190,871	2,198,755	-	-	-
All Other (Hospice, HIP Payments, Medical Appliances)	21,862,628	31,727,128	16,874,778	4,882,685	3,885,001	3,541,795
<b>Behavioral Health &amp; Rehabilitative Services: Fee-For-Service</b>	<b>29,447,237</b>	<b>49,580,190</b>	<b>19,932,135</b>	<b>9,260,867</b>	<b>8,004,121</b>	<b>6,903,411</b>
MH Case Management	1,250,675	1,475,853	684,709	-	-	675,258
MH Residential Services	7,083,996	23,647,785	6,976,996	-	-	-
MH Rehabilitative Services	6,047,978	7,332,796	3,893,939	-	-	6,228,153
Early Intervention & EPSDT-Authorized Services	15,064,588	17,123,756	8,376,490	-	-	-
<b>Long-Term Care Services: Fee-For-Service</b>	<b>2,142,034,600</b>	<b>2,256,075,926</b>	<b>1,432,104,034</b>	<b>57,853,460</b>	<b>57,456,927</b>	<b>39,086,633</b>
Nursing Facility	153,689,340	191,867,186	88,477,511	17,775,217	18,603,100	6,984,566
Private ICF/IIDs	126,799,598	129,886,303	90,148,139	-	-	1,771,569
PACE	93,457,424	96,666,700	65,629,679	-	-	3,058,428
HCBS Waivers: Personal Support	313,699,490	365,735,141	214,529,065	-	-	6,713,023
HCBS Waivers: Habilitation	1,304,927,237	1,341,547,320	872,938,903	40,078,243	38,853,827	17,433,337
HCBS Waivers: Nursing, EM/AT, Adult Day Care	68,877,251	47,082,974	46,854,597	-	-	1,471,657
HCBS Waivers: Case Management & Support	80,584,260	83,290,302	53,526,139	-	-	1,654,053
Hospital Payments	591,635,852	569,412,978	389,876,668	149,808,956	107,090,714	53,254,092
Supplemental Rate Assessment Payments	1,192,717,754	855,418,240	1,008,353,400	1,199,434,546	876,637,530	957,971,240
<b>Total Forecasted Medicaid Expenditures</b>	<b>14,035,315,399</b>	<b>13,515,780,397</b>	<b>9,706,050,319</b>	<b>6,862,898,835</b>	<b>6,213,762,516</b>	<b>4,722,709,589</b>
Federal Funds	7,644,526,795	6,939,068,092	5,358,892,115	6,179,201,074	5,590,734,760	4,251,052,594
Rate Assessment	534,452,774	436,701,157	436,701,156	119,943,455	95,797,123	95,797,122
Coverage Assessment	-	-	-	563,754,307	527,230,629	375,859,873
Virginia Health Care Fund (Includes Tobacco Tax, Pharmacy Rebates, etc.)	626,102,702	626,102,702	405,627,505	-	-	-
State Funds	5,230,233,127	5,513,908,446	3,504,829,542	-	-	-

Unforecasted Medicaid Expenditures			
Mental Health Services CSA	-	79,426,681	49,888,719
Federal Funds	-	48,212,331	28,240,297
State Funds	-	31,214,350	21,648,422
<b>Payments for Graduate Medical Education Residencies (45606)</b>		<b>8,700,000</b>	
Federal Funds		4,350,000	
State Funds		4,350,000	
<b>DBHDS Facility Reimbursements (45607)</b>		<b>53,851,250</b>	<b>17,865,710</b>
Federal Funds		26,925,625	10,094,052
State Funds		26,925,625	7,771,658
<b>Pharmacy Rebate Holding Acct Balance to be Reclassed in the following month<sup>2</sup></b>		<b>-</b>	<b>(6,355,289)</b>

CHIP			
<b>FAMIS Expenditures (446)</b>	<b>310,259,591</b>	<b>316,304,616</b>	<b>200,942,971</b>
Federal Funds	215,156,039	208,058,019	140,041,271
Special Funds	14,065,627	14,065,627	7,032,814
State Funds	81,037,925	94,180,970	53,868,886
<b>M-CHIP Expenditures (466)</b>	<b>259,514,165</b>	<b>248,907,357</b>	<b>169,963,670</b>
Federal Funds	180,722,226	164,227,210	117,072,156
State Funds	78,791,939	84,680,147	52,891,514

Summary of Rebates by Quarter	Base Medicaid				Medicaid Expansion			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
MCO Pharmacy Rebates - Current Year			139,826,718				141,497,877	
FFS Pharmacy Rebates - Current Year			27,990,260				36,529,790	
MCO Pharmacy Rebates - Prior Year	114,375,628	184,121,798	5,927,423		79,632,300	164,161,624	3,380,494	
FFS Pharmacy Rebates - Prior Year	1,306,630	4,904,439	(22,887)		14,483,883	26,185,180	2,891,897	

<sup>1</sup> Pharmacy rebates received in the first half of the year are from prior year invoices and treated as revenue in the Virginia Health Care Fund.

<sup>2</sup> This represents the Pharmacy Rebate receipts currently in the holding account, which will be reclassified in the following month into revenue or expenditure refunds in Base Medicaid or Expansion, MCO or FFS.

<sup>3</sup> Forecast is Official Forecast as of 11/1/2022. Appropriation is per 2022 Appropriation Act, Chapter 2.