

	SFY 2012 DHA			SFY 2013 DHA		
	Proposed Budget	SFY 2012 Revised	% reduction	Proposed Budget	SFY 2013 Revised	% reduction
Revenue						
Employer & Individual's Contributions	\$35,265,747.00	\$27,191,631.00	-23%	\$35,837,198.00	\$14,791,494.80	-59%
Membership Fees	\$857,407.00	\$650,883.00	-24%	\$857,407.00	\$354,062.34	-59%
HRSA Grant	\$8,329,880.00	\$6,663,904.00	-20%	\$8,329,880.00	\$6,663,904.00	-20%
Access Payments	\$43,565,936.00	\$35,627,880.00	-18%	\$45,066,646.00	\$26,327,469.00	-42%
Allocation of Healthy ME Funding PL 2007 629	\$4,291,311.00	\$0.00	-100%	\$4,291,311.00	\$0.00	-100%
Pre-Existing Condition Funding	\$4,857,143.00	\$4,857,143.00	0%	\$4,857,143.00	\$4,857,143.00	0%
Total	\$97,167,424.00	\$74,991,441.00	-23%	\$99,239,585.00	\$52,994,073.14	-47%
Expenses						
Staff	\$1,321,204.00	\$1,329,604.00	1%	\$1,361,436	\$1,369,836	1%
Contracts	\$1,057,897.00	\$1,057,897.00	0%	\$984,822	\$984,822	0%
Other Operating	\$441,120.00	\$441,120.00	0%	\$422,518	\$422,518	0%
Quality Contract Work	\$1,000,000.00	\$1,000,000.00	0%	\$1,000,000	\$1,000,000	0%
DirigoChoice Subsidy	\$38,827,944.00	\$29,457,600.00	-24%	\$39,457,117	\$16,024,119	-59%
Employer & Individual Premium Costs	\$35,265,747.00	\$27,191,631.00	-23%	\$35,837,198	\$14,791,495	-23%
Parents	\$5,460,163.00	\$4,550,280.00	-17%	\$6,383,145	\$4,550,280	-29%
HRSA Voucher	\$8,936,206.00	\$7,474,206.00	-16%	\$8,936,206	\$7,474,206	-16%
Pre Existing	\$4,857,143.00	\$4,857,143.00	0%	\$4,857,143	\$4,857,143	0%
Totals	\$97,167,424	\$77,359,481	-20%	\$99,239,585	\$51,474,419	-48%
Year End Membership						
DirigoChoice	10600	8750	-17%	10600	0	-100%
HCTC	394	175	-56%	394	0	-100%
PCIP	900	100	-89%	900	0	-100%
Voucher	2,500	2,500	0%	2,500	2500	0%
Parent Expansion	8,967	7,000	-22%	10361	0	
Totals	23361	18525	-21%	24755	2500	-90%

Notes

"Revised" columns include Governor's initiatives in 02/11/2011 Budget Proposal.

Figures are preliminary. The Agency will continue to refine the financial and membership projections as it receives further clarification during the budget process.

The above assumes a 9,025 member cap on DirigoChoice enrollment effective July 1, 2011, including HCTC, PCIP, and standard DirigoChoice.

The above assumes that as of July 1, 2012, the Agency will begin to terminate contracts on anniversary dates so that by June 30, 2013 the entire program has run out, consistent with the end of the access payment.

The above also assumes, per 24-A MRSA §6914, the Agency will set its annual contribution to DHHS \$4.55 million for the Parent Expansion.

Reduction in HRSA funding is consistent with the 20% reduction from HRSA in second year of HRSA grant (September 2010 – August 2011). This reduction is already acknowledged in DHA SFY 2011 operating budget.

Numbers in this presentation reflect the following:

- 1) Parent Expansion expenses (not detailed as an allocation in the Budget as under State's books it is counted as a cash transfer).
- 2) Agency reductions in Member / Employer contributions and expenses due to reductions in membership due to reductions in available subsidy.

Key Issues

- 1) The State will need to decide whether to establish an alternative HCTC certified plan by July 1, 2012, so that HCTC members who are terminated from DirigoChoice can enroll. The State will need to investigate what structure this plan must have.
- 2) The State will need to establish an alternative PCIP plan or exit the PCIP contract by July 1, 2012.
- 3) The State will need to determine if the HRSA employer part-time worker voucher program should continue through December 31, 2013 (its funding period).
- 4) The DHA will terminate activities June 30, 2013. The Maine Quality Forum activities will also terminate effective June 30, 2013.
- 5) How to utilize the funds equity at the end of SFY11 in SFY12-13.