

Exhibit EE - Estimate by Eligibility Category

Mental Health Capitation Calculations by Eligibility Category for FY 2008-09							
FY 2008-09 Q1 and Q2 Calculation							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Estimated Capitation Rate ^(1,2)	\$13.78	\$127.10	\$21.09	\$15.89	\$276.94	\$21.09	
Estimated Monthly Caseload ⁽³⁾	37,155	56,839	64,464	225,209	17,968	285	401,920
Number of Months Rate is Effective	6	6	6	6	6	6	
Total Estimated Costs for FY 2008-09 Capitated Payments ⁽⁴⁾	\$3,071,975	\$43,345,421	\$8,157,275	\$21,471,426	\$29,856,348	\$36,064	\$105,938,509
Estimated Percentage of Claims Paid in Current Year with Current Year Dates of Service ⁽⁵⁾	99.52%	96.11%	98.53%	99.69%	99.68%	99.91%	
Estimated Expenditures for Claims Paid in Current Year with Current Year Dates of Service	\$3,057,230	\$41,659,284	\$8,037,363	\$21,404,865	\$29,760,808	\$36,032	\$103,955,582
Estimated Expenditures for Prior Years Dates of Service ⁽⁶⁾	\$17,143	\$2,843,764	\$539,435	\$755,533	\$324,310	\$544	\$4,480,729
Estimated Expenditures in FY 2008-09 Q1 and Q2 Prior to Recoupment	\$3,074,373	\$44,503,048	\$8,576,798	\$22,160,398	\$30,085,118	\$36,576	\$108,436,311
Estimated Proportion of Recoupment Capture ⁽⁷⁾	(\$13,282)	(\$189,678)	(\$33,345)	(\$86,243)	(\$127,314)	(\$138)	(\$450,000)
Total Estimated Expenditures in FY 2008-09 Q1 and Q2	\$3,061,091	\$44,313,370	\$8,543,453	\$22,074,155	\$29,957,804	\$36,438	\$107,986,311
FY 2008-09 Q3 and Q4 Calculation							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Estimated Capitation Rate ^(1,2,8)	\$13.95	\$130.98	\$21.64	\$16.13	\$277.45	\$21.64	
Estimated Monthly Caseload ⁽³⁾	37,155	56,839	64,464	225,209	17,968	285	401,920
Number of Months Rate is Effective	6	6	6	6	6	6	
Total Estimated Costs for FY 2008-09 Capitated Payments ⁽⁴⁾	\$3,109,874	\$44,668,633	\$8,370,006	\$21,795,727	\$29,911,330	\$37,004	\$107,892,574
Estimated Percentage of Claims Paid in Current Year with Current Year Dates of Service ⁽⁵⁾	97.74%	92.69%	92.37%	96.07%	98.67%	98.22%	
Estimated Expenditures for Claims Paid in Current Year with Current Year Dates of Service	\$3,039,591	\$41,403,356	\$7,731,375	\$20,939,155	\$29,513,509	\$36,345	\$102,663,331
Estimated Expenditures for Prior Years Dates of Service ⁽⁶⁾	\$5,405	\$1,509,576	\$137,190	\$71,130	\$139,387	\$27	\$1,862,715
Estimated Expenditures in FY 2008-09 Q3 and Q4 Prior to Recoupment	\$3,044,996	\$42,912,932	\$7,868,565	\$21,010,285	\$29,652,896	\$36,372	\$104,526,046
Estimated Proportion of Recoupment Capture ⁽⁷⁾	(\$13,282)	(\$189,678)	(\$33,345)	(\$86,243)	(\$127,314)	(\$138)	(\$450,000)
Total Estimated Expenditures in FY 2008-09 Q3 and Q4	\$3,031,714	\$42,723,254	\$7,835,220	\$20,924,042	\$29,525,582	\$36,234	\$104,076,046
Total Estimated FY 2008-09 Expenditures	\$6,092,805	\$87,036,624	\$16,378,673	\$42,998,197	\$59,483,386	\$72,672	\$212,062,357

¹ The capitation rate for the first two quarters of FY 2008-09 represents a 3.70% increase on the prior fiscal year's capitation rate as specified in the current actuarial certification letter.

² The capitation rate for each eligibility category is weighted by multiplying each Behavioral Health Organization's (BHO) capitation rate by its proportion of total incurred claims within that category. The totals are then added and the result is multiplied by a claims to caseload adjustment multiplier (see Exhibit FF).

³ The Department projects an average monthly caseload for the duration of the fiscal year, incorporating growth trends and seasonality. As such, there is no reason to believe that the average monthly caseload will vary from the first half to the second half of the fiscal year in any way not already dealt with in the caseload forecast, itself.

⁴ Estimated costs for current year dates of service is the amount the Department expects to pay for services rendered in the current fiscal year regardless of which fiscal year the payment is made.

⁵ See Pages F.EE-2 and F.EE-3

⁶ See Pages F.EE-2 and F.EE-3

⁷ The total estimate of captured recoupment is provided in Exhibit II. The proportion of recoupment assigned to a particular eligibility category is based upon the proportion of eligibility category specific capitation payments made in the previously completed fiscal year to the total capitation payments made in the same year. For FY 2008-09, that proportional estimate is then divided by 2 to derive the first half and second half of the year estimates.

⁸ See Exhibits FF, GG, and HH for claims to caseload adjustment, capitation and claim-based trends, and forecast models, respectively.

Exhibit EE - Request by Eligibility Category

Mental Health Capitation Calculations by Eligibility Category for FY 2009-10							
Service Expenditures	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults	Eligible Children (AFDC-C/BC)	Foster Care	Breast and Cervical Cancer Program	Totals
Estimated Capitation Rate ^(1,2,8)	\$14.64	\$134.98	\$22.20	\$16.60	\$272.26	\$22.20	
Estimated Monthly Caseload ⁽³⁾	37,478	57,387	67,270	233,082	18,682	303	414,202
Number of Months Rate is Effective	12	12	12	12	12	12	
Total Estimated Costs for FY 2009-10 Capitated Payments ⁽⁴⁾	\$6,584,135	\$92,953,167	\$17,920,728	\$46,429,934	\$61,036,336	\$80,719	\$225,005,019
Estimated Percentage of Claims Paid in Current Year with Current Year Dates of Service ⁽⁵⁾	98.63%	94.40%	95.45%	97.88%	99.18%	99.07%	
Estimated Expenditures for Claims Paid in Current Year with Current Year Dates of Service	\$6,493,932	\$87,747,790	\$17,105,335	\$45,445,619	\$60,535,838	\$79,968	\$217,408,482
Estimated Expenditures for Prior Years Dates of Service ⁽⁶⁾	\$0	\$1,687,663	\$0	\$0	\$0	\$0	\$1,687,663
Estimated Expenditures prior to Remaining FY 2008-09 Incurred Expenses and Recoupments	\$6,493,932	\$89,435,453	\$17,105,335	\$45,445,619	\$60,535,838	\$79,968	\$219,096,145
Estimated Remaining FY 2008-09 Incurred Expense ⁽⁶⁾	\$85,028	\$4,863,279	\$758,543	\$923,133	\$493,361	\$691	\$7,124,035
Estimated Percentage of FY 2008-09 Claims Paid by FY 2009-10 Close	100.00%	98.22%	100.00%	100.00%	100.00%	100.00%	
Estimated FY 2008-09 Incurred Expenses Paid by FY 2009-10 Close	\$85,028	\$4,776,712	\$758,543	\$923,133	\$493,361	\$691	\$7,037,468
Estimated Expenditures in FY 2009-10 Prior to Recoupment	\$6,578,960	\$94,212,165	\$17,863,878	\$46,368,752	\$61,029,199	\$80,659	\$226,133,613
Estimated Proportion of Recoupment Capture ⁽⁷⁾	(\$6,641)	(\$94,839)	(\$16,672)	(\$43,121)	(\$63,657)	(\$70)	(\$225,000)
Total Estimated Expenditures in FY 2009-10	\$6,572,319	\$94,117,326	\$17,847,206	\$46,325,631	\$60,965,542	\$80,589	\$225,908,613

¹ The capitation rate for the first two quarters of FY 2008-09 represents a 3.70% increase on the prior fiscal year's capitation rate as specified in the current actuarial certification letter.

² The capitation rate for each eligibility category is weighted by multiplying each Behavioral Health Organization's (BHO) capitation rate by its proportion of total incurred claims within that category. The totals are then added and the result is multiplied by a claims to caseload adjustment multiplier (see Exhibit FF).

³ The Department projects an average monthly caseload for the duration of the fiscal year, incorporating growth trends and seasonality. As such, there is no reason to believe that the average monthly caseload will vary from the first half to the second half of the fiscal year in any way not already dealt with in the caseload forecast, itself.

⁴ Estimated costs for current year dates of service is the amount the Department expects to pay for services rendered in the current fiscal year regardless of which fiscal year the payment is made.

⁵ See Pages F.EE-2 and F.EE-3

⁶ See Pages F.EE-2 and F.EE-3

⁷ The total estimate of captured recoupment is provided in Exhibit II. The proportion of recoupment assigned to a particular eligibility category is based upon the proportion of eligibility category specific capitation payments made in the previously completed fiscal year to the total capitation payments made in the same year. For FY 2008-09, that proportional estimate is then divided by 2 to derive the first half and second half of the year estimates.

⁸ See Exhibits FF, GG, and HH for claims to caseload adjustment, capitation and claim-based trends, and forecast models, respectively.

Exhibit EE - Estimated Percentage of FY 2008-09 Incurred But Not Reported Claims by Eligibility Category ⁽¹⁾

Month of Incursion	Additional Months Until End FY 2008-09	Additional Months Until End FY 2009-10	Adults 65 and Older (OAP-A)		Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB) ⁽²⁾		Categorically Eligible Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults		Eligible Children (AFDC-C/BC)		Foster Care		Breast and Cervical Cancer Program	
			Paid FY 2008-09	Paid FY 2009-10	Paid FY 2008-09	Paid FY 2009-10	Paid FY 2008-09	Paid FY 2009-10	Paid FY 2008-09	Paid FY 2009-10	Paid FY 2008-09	Paid FY 2009-10	Paid FY 2008-09	Paid FY 2009-10
July	11	23	99.69%	100.00%	96.89%	99.10%	99.11%	100.00%	99.85%	100.00%	99.76%	100.00%	99.99%	100.00%
August	10	22	99.64%	100.00%	96.61%	98.97%	98.93%	100.00%	99.81%	100.00%	99.74%	100.00%	99.96%	100.00%
September	9	21	99.57%	100.00%	96.32%	98.84%	98.73%	100.00%	99.75%	100.00%	99.71%	100.00%	99.91%	100.00%
October	8	20	99.50%	100.00%	95.99%	98.69%	98.48%	100.00%	99.69%	100.00%	99.68%	100.00%	99.87%	100.00%
November	7	19	99.40%	100.00%	95.63%	98.53%	98.17%	100.00%	99.59%	100.00%	99.62%	100.00%	99.87%	100.00%
December	6	18	99.29%	100.00%	95.21%	98.37%	97.78%	100.00%	99.46%	100.00%	99.56%	100.00%	99.87%	100.00%
Q1 and Q2 Average			99.52%		96.11%		98.53%		99.69%		99.68%		99.91%	
January	5	17	99.14%	100.00%	94.73%	98.19%	97.27%	100.00%	99.27%	100.00%	99.49%	100.00%	99.87%	100.00%
February	4	16	98.93%	100.00%	94.17%	98.00%	96.54%	100.00%	98.93%	100.00%	99.38%	100.00%	99.71%	100.00%
March	3	15	98.59%	100.00%	93.50%	97.80%	95.39%	100.00%	98.34%	100.00%	99.24%	100.00%	99.52%	100.00%
April	2	14	98.00%	100.00%	92.65%	97.59%	93.35%	100.00%	97.10%	100.00%	99.02%	100.00%	99.23%	100.00%
May	1	13	96.92%	100.00%	91.51%	97.37%	89.26%	100.00%	94.13%	100.00%	98.43%	100.00%	98.05%	100.00%
June	0	12	94.88%	100.00%	89.60%	97.14%	82.43%	100.00%	88.64%	100.00%	96.46%	100.00%	92.93%	100.00%
Q3 and Q4 Average			97.74%		92.69%		92.37%		96.07%		98.67%		98.22%	
FY Average			98.63%	100.00%	94.40%	98.22%	95.45%	100.00%	97.88%	100.00%	99.18%	100.00%	99.07%	100.00%

¹ Of the estimated costs for the current year dates of service, a portion of those claims will be paid during the same fiscal year in which they were incurred while the rest of the claims will be paid in a future period. In order to estimate how much of the total expenditure incurred in the current year will be paid in the current year, expenditure patterns must be analyzed by month. This is because, for example, a claim incurred in July 2008 has 11 more months to pay during FY 2008-09 (from August 2008 to June 2009), while a claim incurred in May 2009 only has one additional month to pay during FY 2008-09 (June 2009). Thus, more claims from May 2009 will pay in FY 2009-10 than claims from July 2008. Based on the Department's estimate of incurred but not reported (IBNR) claims, the Department estimates in the table below the portion of claims outstanding for any given fiscal year by analyzing estimated IBNR (based on 4 years of data) and averaging the total to provide an estimate of the total percentage of claims that will pay in the same fiscal year that the claim was incurred.

² Over 99% of claims for all eligibility categories except Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB) are paid within 12 months from the date of incursion. Excepting those disabled eligibility categories, the Department assumes that in one additional fiscal year, all of the incurred claims will be paid. For the disabled eligibility categories, it takes 24 months for over 99% of incurred claims to be paid. Therefore, some of the claims incurred by disabled eligibility category participants in FY 2008-09 will not be paid in either FY 2008-09 nor FY 2009-10.

Exhibit EE - Incurred But Not Reported Expenditures by Eligibility Category

Incurred But Not Reported (IBNR) Estimate for Adults 65 and Older (OAP-A) Category Eligibles ⁽¹⁾

Month of Incursion	Claims Paid Through June 2008	Estimated Percent Complete (IBNR Factor)	Estimate of Outstanding Claims to be Paid in FY 2008-09	Estimated Total Incurred	Estimate of FY 2007-08 Claims to be Paid in Q1 and Q2 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in Q3 and Q4 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in FY 2009-10
July 2007	\$131,467	99.69%	\$409	\$131,876	\$229	\$180	\$0
August 2007	\$132,198	99.64%	\$478	\$132,676	\$283	\$195	\$0
September 2007	\$132,665	99.57%	\$573	\$133,238	\$343	\$230	\$0
October 2007	\$132,982	99.50%	\$668	\$133,650	\$410	\$258	\$0
November 2007	\$132,653	99.40%	\$801	\$133,454	\$496	\$305	\$0
December 2007	\$132,394	99.29%	\$947	\$133,341	\$602	\$345	\$0
January 2008	\$134,384	99.14%	\$1,166	\$135,550	\$748	\$418	\$0
February 2008	\$134,417	98.93%	\$1,454	\$135,871	\$968	\$486	\$0
March 2008	\$135,030	98.59%	\$1,931	\$136,961	\$1,360	\$571	\$0
April 2008	\$134,367	98.00%	\$2,742	\$137,109	\$2,061	\$681	\$0
May 2008	\$133,567	96.92%	\$4,245	\$137,812	\$3,451	\$794	\$0
June 2008	\$132,202	94.88%	\$7,134	\$139,336	\$6,192	\$942	\$0
Totals	\$1,598,326		\$22,548	\$1,620,874	\$17,143	\$5,405	\$0

Incurred But Not Reported (IBNR) Estimate for Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB) Category Eligibles ^(1,2)

Month of Incursion	Claims Paid Through June 2008	Estimated Percent Complete (IBNR Factor)	Estimate of Outstanding Claims to be Paid in FY 2008-09 and FY 2009-10	Estimated Total Incurred	Estimate of FY 2006-07 and FY 2007-08 Claims to be Paid in Q1 and Q2 of FY 2008-09	Estimate of FY 2006-07 and FY 2007-08 Claims to be Paid in Q3 and Q4 of FY 2008-09	Estimate of FY 2006-07 and FY 2007-08 Claims to be Paid in FY 2009-10
July 2006	\$6,158,663	99.10%	\$55,931	\$6,214,594	\$34,971	\$17,804	\$3,156
August 2006	\$6,172,709	98.97%	\$64,241	\$6,236,950	\$38,113	\$20,942	\$5,186
September 2006	\$6,189,133	98.84%	\$72,637	\$6,261,770	\$41,759	\$23,928	\$6,950
October 2006	\$6,192,514	98.69%	\$82,199	\$6,274,713	\$45,645	\$26,670	\$9,884
November 2006	\$6,186,430	98.53%	\$92,297	\$6,278,727	\$49,576	\$29,434	\$13,287
December 2006	\$6,179,521	98.37%	\$102,395	\$6,281,916	\$53,613	\$32,164	\$16,618
January 2007	\$6,202,018	98.19%	\$114,326	\$6,316,344	\$58,079	\$35,217	\$21,030
February 2007	\$6,210,917	98.00%	\$126,753	\$6,337,670	\$62,462	\$38,349	\$25,942
March 2007	\$6,208,144	97.80%	\$139,652	\$6,347,796	\$66,570	\$41,887	\$31,195
April 2007	\$6,202,755	97.59%	\$153,178	\$6,355,933	\$70,689	\$45,720	\$36,769
May 2007	\$6,198,819	97.37%	\$167,432	\$6,366,251	\$75,146	\$49,675	\$42,611
June 2007	\$6,194,866	97.14%	\$182,390	\$6,377,256	\$79,780	\$53,746	\$48,864
FY 2006-07 Subtotals	\$74,296,489		\$1,353,431	\$75,649,920	\$676,403	\$415,536	\$261,492
July 2007	\$6,670,783	96.89%	\$214,120	\$6,884,903	\$91,225	\$62,469	\$60,426
August 2007	\$6,669,606	96.61%	\$234,033	\$6,903,639	\$97,575	\$67,075	\$69,383
September 2007	\$6,672,346	96.32%	\$254,924	\$6,927,270	\$105,041	\$71,548	\$78,335
October 2007	\$6,661,877	95.99%	\$278,301	\$6,940,178	\$113,850	\$75,921	\$88,530
November 2007	\$6,641,045	95.63%	\$303,476	\$6,944,521	\$124,271	\$80,507	\$98,698
December 2007	\$6,614,743	95.21%	\$332,787	\$6,947,530	\$137,721	\$85,187	\$109,879
January 2008	\$6,596,224	94.73%	\$366,960	\$6,963,184	\$154,932	\$90,205	\$121,823
February 2008	\$6,557,177	94.17%	\$405,950	\$6,963,127	\$176,346	\$95,930	\$133,674
March 2008	\$6,524,565	93.50%	\$453,579	\$6,978,144	\$204,912	\$102,715	\$145,952
April 2008	\$6,477,761	92.65%	\$513,886	\$6,991,647	\$243,385	\$110,703	\$159,798
May 2008	\$6,418,090	91.51%	\$595,450	\$7,013,540	\$302,142	\$120,099	\$173,209
June 2008	\$6,324,608	89.60%	\$734,106	\$7,058,714	\$415,961	\$131,681	\$186,464
FY 2007-08 Subtotals	\$78,828,825		\$4,687,572	\$83,516,397	\$2,167,361	\$1,094,040	\$1,426,171
Totals	\$153,125,314		\$6,041,003	\$159,166,317	\$2,843,764	\$1,509,576	\$1,687,663

¹ Estimated expenditures for prior dates of service is the amount from the prior year budget that was not paid in the prior year. The Department uses an IBNR model based on the most recent four years of expenditure history to estimate the amount which has been incurred in FY 2007-08 but will be paid in FY 2008-09. The Department only estimates the portion which has not been paid; where possible, actuals are used. For FY 2009-10, the Department uses the estimated total incurred but not reported from the FY 2008-09 calculation.

² Over 99% of claims for all eligibility categories except Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB) are paid within 12 months from the date of incursion. Therefore, excepting those disabled eligibility categories, The Department assumes that in one additional fiscal year, all of the incurred claims will be paid. For the disabled eligibility categories, it takes 24 months for over 99% of incurred claims to be paid. The Department expects claims incurred as far back as FY 2006-07 to affect the FY 2008-09 and 09-10 budgets.

Exhibit EE - Incurred But Not Reported Expenditures by Eligibility Category

Incurred But Not Reported (IBNR) Estimate for Low Income Adults (AFDC-A), Expansion Adults, and Baby Care Program-Adults Category Eligibles ⁽¹⁾

Month of Incursion	Claims Paid Through June 2008	Estimated Percent Complete (IBNR Factor)	Estimate of Outstanding Claims to be Paid in FY 2008-09	Estimated Total Incurred	Estimate of FY 2007-08 Claims to be Paid in Q1 and Q2 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in Q3 and Q4 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in FY 2009-10
July 2007	\$1,208,509	99.11%	\$10,852	\$1,219,361	\$6,658	\$4,194	\$0
August 2007	\$1,209,714	98.93%	\$13,084	\$1,222,798	\$8,210	\$4,874	\$0
September 2007	\$1,202,510	98.73%	\$15,468	\$1,217,978	\$9,982	\$5,486	\$0
October 2007	\$1,197,233	98.48%	\$18,479	\$1,215,712	\$12,148	\$6,331	\$0
November 2007	\$1,192,135	98.17%	\$22,223	\$1,214,358	\$14,774	\$7,449	\$0
December 2007	\$1,168,796	97.78%	\$26,536	\$1,195,332	\$17,855	\$8,681	\$0
January 2008	\$1,169,299	97.27%	\$32,818	\$1,202,117	\$22,368	\$10,450	\$0
February 2008	\$1,164,821	96.54%	\$41,747	\$1,206,568	\$29,231	\$12,516	\$0
March 2008	\$1,150,230	95.39%	\$55,588	\$1,205,818	\$40,793	\$14,795	\$0
April 2008	\$1,144,660	93.35%	\$81,542	\$1,226,202	\$63,807	\$17,735	\$0
May 2008	\$1,114,914	89.26%	\$134,149	\$1,249,063	\$113,310	\$20,839	\$0
June 2008	\$1,051,551	82.43%	\$224,139	\$1,275,690	\$200,299	\$23,840	\$0
Totals	\$13,974,372		\$676,625	\$14,650,997	\$539,435	\$137,190	\$0

Incurred But Not Reported (IBNR) Estimate for Eligible Children (AFDC-C/BC) Category Eligibles ⁽¹⁾

Month of Incursion	Claims Paid Through June 2008	Estimated Percent Complete (IBNR Factor)	Estimate of Outstanding Claims to be Paid in FY 2008-09	Estimated Total Incurred	Estimate of FY 2007-08 Claims to be Paid in Q1 and Q2 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in Q3 and Q4 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in FY 2009-10
July 2007	\$3,075,360	99.85%	\$4,620	\$3,079,980	\$3,166	\$1,454	\$0
August 2007	\$3,099,187	99.81%	\$5,900	\$3,105,087	\$4,231	\$1,669	\$0
September 2007	\$3,094,749	99.75%	\$7,756	\$3,102,505	\$5,531	\$2,225	\$0
October 2007	\$3,083,897	99.69%	\$9,590	\$3,093,487	\$7,199	\$2,391	\$0
November 2007	\$3,086,566	99.59%	\$12,707	\$3,099,273	\$9,523	\$3,184	\$0
December 2007	\$3,060,455	99.46%	\$16,616	\$3,077,071	\$12,732	\$3,884	\$0
January 2008	\$3,068,694	99.27%	\$22,566	\$3,091,260	\$17,958	\$4,608	\$0
February 2008	\$3,077,169	98.93%	\$33,282	\$3,110,451	\$27,151	\$6,131	\$0
March 2008	\$3,087,145	98.34%	\$52,112	\$3,139,257	\$44,488	\$7,624	\$0
April 2008	\$3,099,460	97.10%	\$92,569	\$3,192,029	\$82,933	\$9,636	\$0
May 2008	\$3,056,091	94.13%	\$190,580	\$3,246,671	\$177,999	\$12,581	\$0
June 2008	\$2,952,309	88.64%	\$378,365	\$3,330,674	\$362,622	\$15,743	\$0
Totals	\$36,841,082		\$826,663	\$37,667,745	\$755,533	\$71,130	\$0

¹ Estimated expenditures for prior dates of service is the amount from the prior year budget that was not paid in the prior year. The Department uses an IBNR model based on the most recent four years of expenditure history to estimate the amount which has been incurred in FY 2007-08 but will be paid in FY 2008-09. The Department only estimates the portion which has not been paid; where possible, actuals are used. For FY 2009-10, the Department uses the estimated total incurred but not reported from the FY 2008-09 calculation.

² Over 99% of claims for all eligibility categories except Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB) are paid within 12 months from the date of incursion. Therefore, excepting those disabled eligibility categories, The Department assumes that in one additional fiscal year, all of the incurred claims will be paid. For the disabled eligibility categories, it takes 24 months for over 99% of incurred claims to be paid. The Department expects claims incurred as far back as FY 2006-07 to affect the FY 2008-09 and 09-10 budgets.

Exhibit EE - Incurred But Not Reported Expenditures by Eligibility Category

Incurred But Not Reported (IBNR) Estimate for Foster Care Category Eligibles ⁽¹⁾

Month of Incursion	Claims Paid Through June 2008	Estimated Percent Complete (IBNR Factor)	Estimate of Outstanding Claims to be Paid in FY 2008-09	Estimated Total Incurred	Estimate of FY 2007-08 Claims to be Paid in Q1 and Q2 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in Q3 and Q4 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in FY 2009-10
July 2007	\$4,570,325	99.76%	\$10,995	\$4,581,320	\$4,043	\$6,952	\$0
August 2007	\$4,568,174	99.74%	\$11,908	\$4,580,082	\$4,477	\$7,431	\$0
September 2007	\$4,543,611	99.71%	\$13,215	\$4,556,826	\$5,088	\$8,127	\$0
October 2007	\$4,571,576	99.68%	\$14,676	\$4,586,252	\$6,132	\$8,544	\$0
November 2007	\$4,571,106	99.62%	\$17,436	\$4,588,542	\$7,876	\$9,560	\$0
December 2007	\$4,581,293	99.56%	\$20,247	\$4,601,540	\$10,058	\$10,189	\$0
January 2008	\$4,598,483	99.49%	\$23,572	\$4,622,055	\$12,601	\$10,971	\$0
February 2008	\$4,571,893	99.38%	\$28,523	\$4,600,416	\$16,527	\$11,996	\$0
March 2008	\$4,593,958	99.24%	\$35,181	\$4,629,139	\$22,007	\$13,174	\$0
April 2008	\$4,620,745	99.02%	\$45,731	\$4,666,476	\$30,767	\$14,964	\$0
May 2008	\$4,624,268	98.43%	\$73,759	\$4,698,027	\$56,402	\$17,357	\$0
June 2008	\$4,590,131	96.46%	\$168,454	\$4,758,585	\$148,332	\$20,122	\$0
Totals	\$55,005,563		\$463,697	\$55,469,260	\$324,310	\$139,387	\$0

Incurred But Not Reported (IBNR) Estimate for Breast and Cervical Cancer Program Category Eligibles ⁽¹⁾

Month of Incursion	Claims Paid Through June 2008	Estimated Percent Complete (IBNR Factor)	Estimate of Outstanding Claims to be Paid in FY 2008-09	Estimated Total Incurred	Estimate of FY 2007-08 Claims to be Paid in Q1 and Q2 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in Q3 and Q4 of FY 2008-09	Estimate of FY 2007-08 Claims to be Paid in FY 2009-10
July 2007	\$4,754	99.99%	\$0	\$4,754	\$0	\$0	\$0
August 2007	\$4,943	99.96%	\$2	\$4,945	\$2	\$0	\$0
September 2007	\$5,010	99.91%	\$5	\$5,015	\$4	\$1	\$0
October 2007	\$5,022	99.87%	\$7	\$5,029	\$7	\$0	\$0
November 2007	\$5,102	99.87%	\$7	\$5,109	\$7	\$0	\$0
December 2007	\$5,048	99.87%	\$7	\$5,055	\$7	\$0	\$0
January 2008	\$4,989	99.87%	\$6	\$4,995	\$6	\$0	\$0
February 2008	\$5,007	99.71%	\$15	\$5,022	\$12	\$3	\$0
March 2008	\$5,067	99.52%	\$24	\$5,091	\$20	\$4	\$0
April 2008	\$4,964	99.23%	\$39	\$5,003	\$32	\$7	\$0
May 2008	\$4,988	98.05%	\$99	\$5,087	\$93	\$6	\$0
June 2008	\$4,734	92.93%	\$360	\$5,094	\$354	\$6	\$0
Totals	\$59,628		\$571	\$60,199	\$544	\$27	\$0

¹ Estimated expenditures for prior dates of service is the amount from the prior year budget that was not paid in the prior year. The Department uses an IBNR model based on the most recent four years of expenditure history to estimate the amount which has been incurred in FY 2007-08 but will be paid in FY 2008-09. The Department only estimates the portion which has not been paid; where possible, actuals are used. For FY 2009-10, the Department uses the estimated total incurred but not reported from the FY 2008-09 calculation.

² Over 99% of claims for all eligibility categories except Disabled Adults 60 to 64 (OAP-B) and Disabled Individuals to 59 (AND/AB) are paid within 12 months from the date of incursion. Therefore, excepting those disabled eligibility categories, The Department assumes that in one additional fiscal year, all of the incurred claims will be paid. For the disabled eligibility categories, it takes 24 months for over 99% of incurred claims to be paid. The Department expects claims incurred as far back as FY 2006-07 to affect the FY 2008-09 and 09-10 budgets.