

Dirigo Health Agency Proposed SFY 2013 Budget

Revenues

	SFY 2012 Projected	SFY 2013 Proposed Budget
Employer & Individual Contributions	\$ 35,613,351	\$ 39,769,555
Membership Fees	\$ 509,389	\$ 552,742
HRSA Grant	\$ 749,732	\$ 518,724
Access Payments	\$ 38,827,158	\$ 34,051,625
Allocation of Healthy ME Funding PL 2007 629	\$ 1,161,648	\$ 1,161,647
Pre-Existing Condition Funding	\$ 4,750,604	\$ 4,857,143
Totals	\$ 81,611,882	\$ 80,911,436

Expenses

	SFY 2012 Projected	SFY 2013 Proposed Budget
Employer/Individual Cost of Coverage	\$ 35,733,015	\$ 39,769,555
DC Coverage	\$ 26,023,934	\$ 28,798,647
Voucher	\$ 499,271	\$ 518,724
Parent Expansion (150-200)	\$ 4,700,000	\$ 1,175,000
Parents (under 150)	\$ 1,155,211	\$ 1,229,390
Other Medicaid	\$ 10,472,800	\$ 4,954,820
Operating Expenses:	\$ 2,153,260	\$ 2,153,260
Quality – Key Initiatives		
• patient experience of care surveys		
• shared decision making demonstration		
• patient centered medical home pilot (including Medicare Advanced Primary Care pilot)	\$ 382,974	\$ 2,000,000 \$ 1,117,026
Pre-Existing Condition Plan	\$ 4,750,604	\$ 4,857,143
Totals	\$ 86,988,095	\$ 86,573,565
Net Operating Margin (Loss)	\$ (4,259,187)	\$ (5,662,129)
Balance	\$ 15,240,227	\$ 9,578,098

- Projected net operating loss(es) absorbed through existing Agency cash balance – end of SFY 2011, \$19,499,414
- SFY 2012 projected values based on actuals through February, 2012. March financials will be available week of April 9th, 2012.
- Projected ending DirigoChoice membership as of June 30, 2012, 8,400 assuming enrollment is consistent with prior 8 months (i.e., flat).
- Proposed budget allows subsidized membership to stay open through some point between July 1, 2012 and December 1, 2012. The Agency will monitor enrollment and costs and recommend to the Board when subsidized enrollment should close in that period.
- Ending SFY 2013 balance based on projected SFY 2012 ending balance - \$15,240,227.
- Ending SFY 2013 balance will be used to offset final reduction in access payment effective July 1, 2013.
- The Board previously approved a \$1,500,000 budget for quality initiatives in FY 2012. The expense for patient experience care surveys budgeted in FY 2012, \$1,117,026, will be incurred in FY 2013.
- Current supplemental (LD 1903) includes additional \$5,877,676 allocation for Exchange Level One Establishment grant. If passed as proposed, the Agency will revise its 2013 budget to reflect this expense.