Department of Community Health

FY 2003

PA 519 of 2002 Boilerplate Report

Section 428(4): Committee Findings: Medicaid Capitation Rate Distribution Formula

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A committee made up of Michigan Department of Community Health (MDCH) representatives and representative Community Mental Health Services Programs (CMHSP) met in December 2003 to discuss proposed amendments to the distribution formula for local match used in FY 2002 for implementation in FY 2003. The revised distribution formula was based upon an analysis of recipient characteristics, comparative needs, actuarial trends, equitable adjustments between funding sources, and other relevant considerations. The department issued an amendment to the FY 2003 Specialty Supports and Services contract with Community Mental Health Services Programs (now affiliated into 18 Prepaid Health Plans [PHP]) to implement the revised distribution formula for local match.

The CMHSP local match is from internal resources and is a bona fide source of state match required under the federal Medicaid program. The funds did not include state funds received by a community mental health services program for services provided to non-Medicaid recipients or the state matching portion of the Medicaid capitation payments made to a CMHSP/PHP.

Upon full execution of the contract amendment and receipt of local funds, the department will issue an intensity factor adjustment to the CMHSP/PHP as noted in the attached listing. Payments will be retroactive to October 1, 2002 and paid thereafter on a monthly basis in each CMHSP/PHP capitation payment. Local matching funds will be provided quarterly.

Michigan Department of Community Health
FY 03 Proposed Distribution Formula - Funding Formula

CMHSP	Decrease Funding Formula - Trade for Medicaid	Increase Funding Formula - Based on Need	Increase Funding Formula - Distribute to CMHSP's - Low End of FF	Total Funding Formula Increase
Allegan	$ -	$ -	$ 150,000	$ 150,000
Antrim-Kalkaska	(150,000)	-	-	-
Ausable Valley	-	-	50,000	50,000
Barry	-	-	-	-
Bay Arenac	-	-	-	-
Berrien	-	-	50,000	50,000
Central Michigan	-	-	800,000	800,000
Clinton-Eaton-Ingham	-	-	-	-
Copper Country	-	-	50,000	50,000
Detroit-Wayne	(500,000)	-	-	-
Genesee	-	-	-	-
Gogebic	-	-	-	-
Gratiot	-	-	100,000	100,000
Great Lakes	(225,000)	-	-	-
Hiawatha	-	-	-	-
Huron	-	-	265,000	265,000
Ionia	-	204,957	50,000	254,957
Kalamazoo	(150,000)	-	-	-
Kent	-	-	-	-
Lapeer	-	-	-	-
Lenawee	-	-	200,000	200,000
Lifeways	-	-	150,000	150,000
Livingston	(225,000)	-	-	-
Macomb	(400,000)	-	-	-
Manistee-Benzie	-	244,342	-	244,342
Monroe	-	-	-	-
Montcalm	-	-	-	-
Muskegon	-	-	-	-
Newaygo	-	-	125,000	125,000
North Central	-	218,498	200,000	418,498
Northeast	-	243,347	475,000	718,347
Northern	-	-	-	-
Northpointe	-	-	-	-
Oakland	(4,154,849)	-	-	-
Ottawa	-	405,264	650,000	1,055,264
Pathways	-	-	250,000	250,000
Pines Behavioral	-	-	-	-
Saginaw	-	-	-	-
Sanilac	-	255,166	-	255,166
Shiawassee	-	-	75,000	75,000
St. Clair	-	-	-	-
St. Joseph	-	-	-	-
Summit Pointe	-	-	-	-
Tuscola	-	182,933	-	182,933
Van Buren	-	235,342	225,000	460,342
Washtenaw	-	-	100,000	100,000
West Michigan	(150,000)	-	-	-
Woodlands	-	-	-	-
Total	**$ (5,954,849)**	**$ 1,989,849**	**$ 3,965,000**	**$ 5,954,849**

Michigan Department of Community Health
FY 03 Proprosed Distribution Formula - Local Match - CMHSPS Medicaid
February 24, 2003

CMHSP	Local	Federal 55.42%	Total	Distribute Across CMHSP's	Trade FF for Medicaid	Increase Medicaid Based on Need	Proposed Enhanced Total	Gross Med Increase
Allegan	$ 250,906.00	$ 311,916.00	$ 562,822.00	$ 135,231.00	$ -	$ 200,000.00	$ 335,231.00	$ 586,137.00
Antrim-Kalkaska	128,483.00	159,725.00	288,208.00	69,249.00	150,000.00	110,000.00	329,249.00	457,732.00
	150,070.00	186,561.00	336,631.00	80,884.00	-		280,884.00	
	62,208.00	77,334.00	139,542.00	33,528.00	-	-		
	545,158.00	677,718.00	1,222,876.00	293,825.00	-		393,825.00	
	384,498.00	477,992.00	862,490.00	207,234.00	-	-	207,234.00	
Central Michigan	845,805.00	1,051,470.00	1,897,275.00	455,866.00	-	300,000.00		
	868,372.00	1,079,524.00	1,947,896.00	468,029.00	-			
	191,989.00	238,673.00	430,662.00	103,477.00	-	-		
	5,050,189.00					3,800,000.00		
						-		
	128,000.00	159,124.00	287,124.00	68,988.00	-	-		
kes	291,649.00	362,566.00	654,215.00	157,191.00	225,000.00	210,000.00		
Hiawatha	243,128.00	302,247.00	545,375.00	131,039.00	-	-		
	168,799.00	209,844.00	378,643.00	90,978.00	-	-		
	203,106.00	252,493.00	455,599.00	109,469.00	-			
Kalamazoo	774,124.00	962,359.00	1,736,483.00	417,232.00	150,000.00			
Kent	1,018,797.00	1,266,526.00	2,285,323.00	549,104.00	-	600,000.00	1,149,104.00	
	213,481.00	265,391.00	478,872.00	115,060.00	-	150,000.00	265,060.00	
	152,631.00	189,745.00	342,376.00	82,264.00	-	-	82,264.00	
Lifeways	426,192.00	529,824.00	956,016.00	229,706.00	-	-	229,706.00	
	251,232.00	312,321.00	563,553.00	135,407.00	225,000.00	180,000.00	540,407.00	
	1,790,281.00	2,225,603.00	4,015,884.00	964,912.00	400,000.00	1,040,000.00	2,404,912.00	
	253,201.00	314,769.00	567,970.00	136,468.00	-	-	136,468.00	
Monroe	483,969.00	601,650.00	1,085,619.00	260,846.00	-	-	260,846.00	
Montcalm	94,937.00	118,022.00	212,959.00	51,168.00	-	100,000.00	151,168.00	
Muskegon	591,000.00	734,707.00	1,325,707.00	318,533.00	-	-	318,533.00	
Newaygo	124,496.00	154,768.00	279,264.00	67,100.00	-	-	67,100.00	
North Central	283,198.00	352,060.00	635,258.00	152,636.00	-	-	152,636.00	
Northeast	250,089.00	310,900.00	560,989.00	134,791.00	-	-	134,791.00	
Northern	302,552.00	376,120.00	678,672.00	163,067.00	-	100,000.00	263,067.00	
Northpointe	192,326.00	239,092.00	431,418.00	103,658.00	-	-	103,658.00	
Oakland	2,377,121.00	2,955,138.00	5,332,259.00	1,281,203.00	4,154,849.00	2,430,970.00	7,867,022.00	
Ottawa	478,656.00	595,045.00	1,073,701.00	257,982.00	-	-	257,982.00	
	577,953.00	718,487.00	1,296,440.00	311,501.00	-	-	311,501.00	
	110,459.00	137,318.00	247,777.00	59,534.00	-	-	59,534.00	
	509,649.00	633,574.00	1,143,223.00	274,687.00	-	200,000.00	474,687.00	
	223,146.00	277,406.00	500,552.00	120,270.00	-	-	120,270.00	
	163,739.00	203,554.00	367,293.00	88,251.00	-	-		
	659,281.00	819,591.00	1,478,872.00	355,334.00	-	-		
	163,739.00	203,554.00	367,293.00	88,251.00	-	-		
	335,290.00	416,819.00	752,109.00	180,712.00	-	-		
	282,805.00	351,571.00	634,376.00	152,424.00	-	-		
	218,294.00	271,374.00	489,668.00	117,654.00	-	-		
	689,949.00	857,716.00	1,547,665.00	371,864.00	-	200,000.00		
	217,013.00	269,782.00	486,795.00	116,964.00	150,000.00	160,000.00	426,964.00	
	114,400.00	142,217.00	256,617.00	61,658.00	-	-	61,658.00	
Total	$ 25,228,878.00	$ 31,363,491.00	$ 56,592,369.00	$ 13,597,672.00	$ 5,954,849.00	$ 11,810,970.00	$ 31,363,491.00	$ 56,592,369.00

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