



COMMONWEALTH of VIRGINIA

Department of Medical Assistance Services

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November 1, 2022

The Honorable Janet Howell
Chairman, Finance & Appropriations Committee
Senate of Virginia
Post Office Box 2608
Reston, Virginia 201095-0608

The Honorable Barry Knight
Chairman, Appropriations Committee
Virginia House of Delegates
1852 Mill Landing Road
Virginia Beach, Virginia 23457

Mr. Michael Maul
Director, Department of Planning and Budget
1111 E. Broad Street, Room 5040
Richmond, VA 23219

RE: 2022 Department of Medical Assistance Services Official Medicaid Forecast

Dear Chairman Howell, Chairman Knight, and Director Maul:

Pursuant to Item 308.A. of the 2022 Appropriation Act, I am providing you with the official forecasts for Virginia General Medicaid, Behavioral Health, and Long-Term Care expenditures for fiscal years 2023 through 2025. As required by that Item, I also am providing an enrollment forecast for the same forecast period and a breakout of forecasted expenditures by caseload/utilization, inflation and policy changes. These forecasts include both the base and expansion populations of Medicaid.

The Honorable Janet Howell
The Honorable Barry Knight
Director Michael Maul
November 1, 2022
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If you have any questions or need additional information, please contact my Chief Financial Officer, Mr. Chris Gordon, at (804) 318-7781 or by email chris.gordon@dmas.virginia.gov. I look forward to working with you over the coming year, thank you.

Sincerely,

A handwritten signature in black ink, appearing to read "Cheryl Roberts". The signature is fluid and cursive, with a large, sweeping flourish at the end.

Cheryl Roberts
Director
Department of Medical Assistance Services

Enclosures

cc: The Honorable John Littel
The Honorable Stephen Cummings
Ms. April Kees
Ms. Anne Oman

Expenditures Data for Service Level Forecasts

November 1, 2022

	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2025</u>
Managed Care - Low Income Adults			1,145,489,514	1,123,388,780	1,092,546,519
Managed Care - Low Income Children			1,803,423,214	1,843,545,943	1,879,177,661
Health Insurer Fee (HIF or ACA Tax) Medallion 4.0			0	0	0
M4.0 Performance Withhold Program			19,459,883	30,985,448	30,987,094
M4.0 Clinical Efficiency Withhold Program			7,399,139	7,746,362	7,746,773
Expenditure Refunds			(830,532)	(830,532)	(830,532)
FY Actual/Weekly Delay Adjustment			(103,435)	0	0
Managed Care - LIFC	\$2,595,706,563	\$2,831,880,548	\$2,974,837,781	\$3,004,836,001	\$3,009,627,515
Managed Care - Aged, Blind, Disabled			0	0	0
Managed Care - ALTC/HAP			0	0	0
Managed Care - Foster Care and Adoptive Assistance			111,677,192	115,955,211	120,131,624
ACA Tax - combined in the LIFC line			0	0	0
FY Actual/Weekly Delay Adjustment			97,913	0	0
Managed Care - ABD and Foster Care	\$102,781,197	\$106,377,152	\$111,775,105	\$115,955,211	\$120,131,624
Managed Care - CCC Quality Withholds			0	0	0
FY Actual/Weekly Delay Adjustment			0	0	0
Managed Care - CCC	\$0	\$0	\$0	\$0	\$0
CCC+ DD Waiver			139,851,328	152,011,873	160,203,912
CCC+ Nursing Home			871,529,944	925,948,748	961,119,891
CCC+ NH Eligible Community			2,602,753,239	2,694,637,168	2,739,387,056
CCC+ Non Long Term Care			2,137,964,658	2,211,561,867	2,304,452,227
CCC+ Tech			62,564,335	64,302,461	65,992,301
Value Based Purchasing for Nursing Homes			0	59,311,250	108,100,000
Discrete Incentive Payments			300,000	300,000	300,000
CCC+ Performance Withhold Program			48,425,159	58,863,692	61,225,154
CCC+ Clinical Efficiency Withhold Program			14,647,310	14,715,923	15,306,289
FY Actual/Weekly Delay Adjustment			(1)	0	0
Managed Care - CCC+	\$5,208,840,300	\$5,643,740,581	\$5,878,035,973	\$6,181,652,982	\$6,416,086,830
Pharmacy MCO Rebates			(348,072,610)	(349,211,761)	(349,764,282)
Pharmacy MCO Rebates	(\$359,811,921)	(\$332,193,230)	(\$348,072,610)	(\$349,211,761)	(\$349,764,282)
Inpatient Acute- General Hospital			108,144,854	117,592,795	128,678,018
Inpatient Crossover			4,486,481	4,413,356	4,404,801
Inpatient Acute- Other Facility			1,740,515	1,893,373	2,092,005
Rehabilitation Hospital			883,978	960,741	1,028,483
Expenditure Refunds			(943,237)	(943,237)	(943,237)
FY Actual/Weekly Delay Adjustment			2,190,668	0	0
Inpatient Hospital	\$161,744,285	\$132,510,093	\$116,503,258	\$123,917,029	\$135,260,070
Outpatient			10,332,820	11,582,373	12,335,740
Outpatient - Emergency Department			9,574,871	10,639,101	11,383,076
Outpatient Crossover			6,412,743	6,469,773	6,513,170
Lab/X-ray			1,699,521	1,741,145	1,736,179
FY Actual/Weekly Delay Adjustment			343,461	0	0
Outpatient Hospital	\$26,050,989	\$23,358,828	\$28,363,417	\$30,432,391	\$31,968,165
Physicians			19,681,043	19,789,995	19,802,302
Physician Crossover			5,507,007	5,654,860	5,641,750
EPSDT Screenings			4,297,821	4,239,297	4,237,281
Other Practitioners			1,297,205	1,297,990	1,299,096
FY Actual/Weekly Delay Adjustment			867,236	0	0
Physician/Practitioner Services	\$57,040,050	\$40,693,410	\$31,650,312	\$30,982,143	\$30,980,428
Physical Therapy Clinics			322,144	311,504	312,814
DOE/School Clinics (100% NGF)			44,532,845	44,430,811	45,012,726
FQHC			61,273,833	60,876,959	60,885,970
Other Clinics			19,454,964	18,845,625	18,814,538
Expenditure Refunds			0	0	0
FY Actual/Weekly Delay Adjustment			2,545,983	0	0
Clinic Services	\$111,300,637	\$119,419,184	\$128,129,769	\$124,464,899	\$125,026,048
Pharmacy			10,282,976	10,750,757	11,026,952
FY Actual/Weekly Delay Adjustment			259,947	0	0
Pharmacy	\$9,755,556	\$9,715,594	\$10,542,923	\$10,750,757	\$11,026,952

Pharmacy FFS Rebates			(10,334,988)	(10,334,988)	(10,334,988)
Pharmacy FFS Rebates	(\$9,086,033)	(\$11,583,943)	(\$10,334,988)	(\$10,334,988)	(\$10,334,988)
Categorically Needy, Pt A			32,493,553	33,479,393	35,022,126
Categorically Needy, Pt B			421,168,909	397,575,055	381,906,953
Medically Needy, Pt B (100% GF)			36,145,522	37,344,090	39,635,844
FY Actual/Weekly Delay Adjustment			33,683	0	0
Medicare Premiums Part A & B	\$386,967,865	\$447,252,870	\$489,841,667	\$468,398,538	\$456,564,923
Medicare Part D	\$243,779,497	\$256,654,901	\$341,324,302	\$349,029,023	\$350,842,637
Dental			238,376,112	242,781,636	247,565,708
FY Actual/Weekly Delay Adjustment			(0)	0	0
Dental	\$140,104,341	\$173,436,210	\$238,376,112	\$242,781,636	\$247,565,708
Non-Emergency Transportation			57,867,202	57,827,824	57,825,407
Emergency Transportation			525,712	534,856	535,229
FY Actual/Weekly Delay Adjustment			60,521	0	0
Transportation	\$74,208,795	\$62,583,540	\$58,453,436	\$58,362,680	\$58,360,636
HIPP			8,960,579	8,938,526	8,938,526
Hospice			7,773,108	7,723,290	7,731,480
Home Health			154,547	159,642	170,692
Medical Appliances			4,705,984	4,971,621	5,069,387
FY Actual/Weekly Delay Adjustment			268,409	0	0
All Other	\$28,992,523	\$23,842,639	\$21,862,628	\$21,793,078	\$21,910,084
Nursing Facility			153,987,331	171,125,412	189,408,088
Expenditure Refunds			(189,527)	(189,527)	(189,527)
FY Actual/Weekly Delay Adjustment			(108,464)	0	0
Nursing Facility	\$95,964,049	\$105,508,661	\$153,689,340	\$170,935,885	\$189,218,561
ICF/MR/Private			126,137,284	130,391,382	133,808,197
Expenditure Refunds			(903,289)	(903,289)	(903,289)
FY Actual/Weekly Delay Adjustment			1,565,603	0	0
ICF/MR/Private	\$123,026,063	\$118,652,380	\$126,799,598	\$129,488,093	\$132,904,908
PACE			93,436,501	97,877,274	101,773,023
FY Actual/Weekly Delay Adjustment			20,923	0	0
PACE	\$81,925,956	\$89,852,990	\$93,457,424	\$97,877,274	\$101,773,023
PersCare, Respite, Companion: Agency			62,894,646	64,879,726	65,977,885
PersCare, Respite, Companion: CD			241,889,009	238,092,906	241,624,437
550 + 435 DD Waiver Slots Personal Care Costs			14,358,812	14,358,812	14,358,812
600 DD Waiver Slots Personal Care Costs			7,431,899	7,431,899	7,431,899
Expenditure Refunds			(5,674,528)	(5,674,528)	(5,674,528)
FY Actual/Weekly Delay Adjustment			231,551	0	0
Waiver: Personal Support	\$198,778,834	\$257,196,773	\$313,699,490	\$319,088,816	\$323,718,504
Habilitation - Congregate Residential			681,409,946	693,638,883	695,022,924
Habilitation - Sponsored Residential			254,673,938	259,763,561	264,935,990
Habilitation - InHome Residential			132,162,600	133,812,259	136,893,507
Habilitation - Day Support			152,842,691	165,832,197	172,806,899
Habilitation - Other I/DD Services			31,055,399	31,941,553	32,905,335
550 + 435 DD Waiver Slots			35,928,820	35,928,820	35,928,820
600 DD Waiver Slots			18,596,201	18,596,201	18,596,201
FY Actual/Weekly Delay Adjustment			16,853,843	0	0
Waiver: Habilitation	\$821,495,799	\$951,652,508	\$1,304,927,237	\$1,339,513,475	\$1,357,089,675
Adult Day Care			68,472	66,190	66,190
Skilled Nursing Services			66,077,329	68,291,306	68,319,585
EM/AT/PERS			1,471,317	1,420,380	1,438,336
FY Actual/Weekly Delay Adjustment			1,260,132	0	0
Waiver: Nursing, EM/AT, Adult Day Care	\$38,047,587	\$42,324,351	\$68,877,251	\$69,777,876	\$69,824,111
ID Case Management			66,618,563	66,385,642	66,631,167
DD Case Management			7,996,757	8,427,583	8,726,200
CD Facilitation			5,188,338	5,315,654	5,479,381
FY Actual/Weekly Delay Adjustment			780,603	0	0
Waiver: Case Mgmt & Support Services	\$63,196,636	\$69,753,292	\$80,584,260	\$80,128,879	\$80,836,748

MH Case Management			1,250,674	1,235,623	1,251,994
TBI Case Management			0	3,227,462	3,289,001
FY Actual/Weekly Delay Adjustment			0	0	0
MH Case Management	\$1,314,911	\$1,160,644	\$1,250,675	\$4,463,085	\$4,540,995
Inpatient Residential			7,083,996	7,585,161	7,563,194
FY Actual/Weekly Delay Adjustment			0	0	0
MH Residential	\$17,036,735	\$10,235,089	\$7,083,996	\$7,585,161	\$7,563,194
State Plan Option/MH Rehab			6,049,886	5,725,496	5,702,845
FY Actual/Weekly Delay Adjustment			(1,908)	0	0
MH Rehabilitative	\$6,528,444	\$6,491,288	\$6,047,978	\$5,725,496	\$5,702,845
Early Intervention			232,569	235,103	235,220
EPSDT Authorized Services			15,175,196	15,109,578	15,168,037
FY Actual/Weekly Delay Adjustment			(343,177)	0	0
MH EI/EPSDT Authorized	\$15,789,100	\$12,706,122	\$15,064,588	\$15,344,681	\$15,403,257
DSH			26,870,178	28,855,175	30,551,859
IME			255,735,298	185,278,243	196,172,603
GME			80,568,434	89,635,728	94,906,309
Government and Nonprofit Clinics			48,114	48,114	48,114
Hospital Supplemental Payments			13,288,032	19,368,850	20,507,739
Physician Supplemental Payments			120,380,938	120,380,938	120,380,938
IME CPE- No GF			38,107,576	38,107,576	38,107,576
IGT Funded- DSH CRMC			5,198,293	0	0
IGT Funded- PSP Reg			9,383,680	9,962,274	10,108,475
IGT Funded- HSP			26,842,950	34,348,434	36,368,122
IGT Funded- NSONFSP			4,200,076	3,410,525	3,410,525
IGT Funded- SONFSP			10,970,225	12,902,669	13,202,731
IGT Funded G&N Clinics			42,059	42,059	42,059
Supplemental Payments Medicaid Non-Expansion	\$437,368,552	\$610,466,806	\$591,635,852	\$542,340,583	\$563,807,047
Enhanced Rate Payments Non-Expansion			1,192,717,754	1,223,502,972	1,295,444,947
Enhanced Rate Payments Expansion			1,199,434,546	1,224,915,050	1,296,940,055
Enhanced Rate Payments	1,539,143,788	2,095,648,449	\$2,392,152,300	\$2,448,418,022	\$2,592,385,002
Indian Health Care 100% Federal			8,190,871	8,297,109	8,297,109
			0	0	0
Tribal Clinic 100% Federal	\$0	\$1,920,069	\$8,190,871	\$8,297,109	\$8,297,109
Disallowances			0	0	0
Disallowance	\$0	\$0	\$0	\$0	\$0
ACA Expansion Medallion 4.0			3,865,150,003	3,952,962,519	3,997,154,668
ACA Expansion CCC Plus			1,603,993,415	1,715,739,111	1,799,735,425
ACA Expansion Hospital Fee For Service			221,969,320	238,239,467	254,532,038
ACA Dental			102,574,567	106,225,114	109,402,001
ACA Expansion Other Fee for Service			115,891,432	128,465,815	137,338,579
ACA Expansion Rebates			(395,923,404)	(370,120,011)	(362,105,448)
Physician Supplemental Payments - Expansion			87,604,088	87,604,088	87,604,088
IME - Expansion			36,188,017	25,843,633	27,363,239
Government and Nonprofit Clinics Expansion			95,636	95,636	95,636
IGT Funded- PSP Expansion			25,921,216	31,635,947	33,115,035
			0	0	0
ACA Medicaid Expansion Excluding Enhanced Rates	3,680,611,147	4,577,011,495	\$5,663,464,290	\$5,916,691,318	\$6,084,235,260
Total DMAS Services	\$15,898,602,244	\$18,476,349,225	\$20,898,214,235	\$21,559,485,370	\$22,192,552,587
Total DMAS Services Without Medicaid Expansion	\$10,678,847,309	\$11,803,689,281	\$12,842,597,645	\$13,194,376,031	\$13,515,932,325

