

**ND Department of Human Services
White House / Congressional Leadership Reconciliation Bill
Preliminary Estimate of Health Care Reform Impacts on ND Medicaid
May 27, 2010**

Estimates should be used with caution, as amounts will change when additional guidance and policy decisions are made at the federal level.

	Estimated "STATE" Costs										
	CY 2010	CY 2011	CY 2012	CY 2013	CY 2014	CY 2015	CY 2016	CY 2017	CY 2018	CY 2019	Total
Administrative Costs:											
Salary/Benefits and Related Operating Costs											
Medical Services Division (18 FTEs) Coding Specialist, Provider Relations/Utilization Review (2), Claims Processing (2), Pharmacy Technician, Nurse (2), Program Integrity (2), Children's Health/Dental, Support Staff (2), Managed Care, Eligibility Policy (2), Medicaid Expansion Implementation Manager, Medical Services Mailroom Staff	14,295	100,830	165,762	536,229	589,004	589,004	589,004	589,004	589,004	589,004	4,351,140
Economic Assistance Policy (3 FTEs) Quality Assurance, Help Desk, Trainer				59,623	104,672	104,672	104,672	104,672	104,672	104,672	687,655
Administration & Technology Support (9 FTEs) Accountant (2), Account Tech, Fiscal Mailroom Staff, Data Entry (3), Attorney, Technology Business Analyst	40,248	50,920	50,920	178,795	296,696	296,696	296,696	296,696	296,696	296,696	2,101,059
Vendor Contracts & Mailing Costs Medical, Dental and Optometry Consultants, Health Care Review, Health Information Design, Medicaid Identification Cards, Postage and Printing					327,916	327,916	327,916	327,916	327,916	327,916	1,967,496
One Time Technology Costs											
New Eligibility System Development			6,137,500	6,137,500							12,275,000
Implementation of New Business Rules in MMIS				1,375,000							1,375,000
Total Overall Administrative One Time Costs and Annual Ongoing Costs thru CY 2019	54,543	151,750	6,354,182	8,287,147	1,318,288	1,318,288	1,318,288	1,318,288	1,318,288	1,318,288	22,757,350
Grant Costs:											
Newly Eligible - Medicaid Expansion								9,100,000	11,600,000	14,600,000	35,300,000
Costs Associated with Other Provisions	671,399	846,884	869,172	869,172	5,276,800	7,090,357	7,603,913	7,917,469	8,231,026	8,544,582	47,920,774
Total Grant Costs	671,399	846,884	869,172	869,172	5,276,800	7,090,357	7,603,913	17,017,469	19,831,026	23,144,582	83,220,774
OVERALL ESTIMATE OF ADMINISTRATIVE AND GRANT COSTS (STATE SHARE) THROUGH CY 2019											
	725,942	998,634	7,223,354	9,156,319	6,595,088	8,408,645	8,922,201	18,335,757	21,149,314	24,462,870	105,978,124

NOTES:

This estimate only includes 6 years of state costs because benefits do not start until 2014.
The estimate does not include the 5% income disregard.

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	Estimated "TOTAL" Costs										
	CY 2010	CY 2011	CY 2012	CY 2013	CY 2014	CY 2015	CY 2016	CY 2017	CY 2018	CY 2019	Total
Administrative Costs:											
Salary/Benefits and Related Operating Costs											
Medical Services Division (18 FTEs) Coding Specialist, Provider Relations/Utilization Review (2), Claims Processing (2), Pharmacy Technician, Nurse (2), Program Integrity (2), Children's Health/Dental, Support Staff (2), Managed Care, Eligibility Policy (2), Medicaid Expansion Implementation Manager, Medical Services Mailroom Staff	28,590	201,660	331,524	1,072,458	1,178,008	1,178,008	1,178,008	1,178,008	1,178,008	1,178,008	8,702,280
Economic Assistance Policy (3 FTEs) Quality Assurance, Help Desk, Trainer				119,246	209,344	209,344	209,344	209,344	209,344	209,344	1,375,310
Administration & Technology Support (9 FTEs) Accountant (2), Account Tech, Fiscal Mailroom Staff, Data Entry (3), Attorney, Technology Business Analyst	80,496	101,840	101,840	357,530	593,392	593,392	593,392	593,392	593,392	593,392	4,202,118
Vendor Contracts & Mailing Costs					655,832	655,832	655,832	655,832	655,832	655,832	3,934,992
Medical, Dental and Optometry Consultants, Health Care Review, Health Information Design, Medicaid Identification Cards, Postage and Printing											
One Time Technology Costs											
New Eligibility System Development			12,275,000	12,275,000							24,550,000
Implementation of New Business Rules in MMIS				5,500,000							5,500,000
Total Overall Administrative One Time Costs and Annual Ongoing Costs thru CY 2019	109,086	303,500	12,708,364	19,324,294	2,636,576	2,636,576	2,636,576	2,636,576	2,636,576	2,636,576	48,264,700
Grant Costs:											
Newly Eligible - Medicaid Expansion							182,000,000	193,300,000	208,600,000	583,900,000	
Costs Associated with Other Provisions	2,234,268	2,135,904	2,192,112	2,192,112	12,594,014	17,224,040	18,609,947	19,184,824	20,030,044	20,875,264	117,272,529
Total Grant Costs	2,234,268	2,135,904	2,192,112	2,192,112	12,594,014	17,224,040	18,609,947	201,184,824	213,330,044	229,475,264	701,172,529
OVERALL ESTIMATE OF ADMINISTRATIVE AND GRANT COSTS THROUGH CY 2019											
	2,343,354	2,439,404	14,900,476	21,516,406	15,230,590	19,860,616	21,246,523	203,821,400	215,966,620	232,111,840	749,437,229

NOTES:

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The estimate does not include the 5% income disregard.