

## Medicaid /PeachCare Program Cost Management Initiatives

YEAR	INITIATIVES
FY 2004 - 2005	<p><b>Pharmacy Program Management</b></p> <ul style="list-style-type: none"> <li>- Preferred Drug List</li> <li>- Supplemental Rebates</li> <li>- Quantity Limits</li> </ul> <p><b>Outpatient hospital reimbursement reduced</b></p> <p><b>Radiology Services Review</b></p>
FY 2006	<p><b>Medicaid Eligibility, Disease Management...</b></p> <ul style="list-style-type: none"> <li>- CMO Care Management Organizations Statewide capitated program for Low Income Medicaid - June 2006</li> <li>- Disease Management for select Aged, Blind, and Disabled member</li> <li>- Eligibility Criteria more stringently applied</li> <li>- Emergency Medical Assistance</li> <li>- Katie Beckett (FY 2005)</li> <li>- Proof of Citizenship and Income Verification</li> <li>- Asset Transfer for Long Term Care</li> <li>- Medicare Part D implementation</li> </ul>
FY 2007	<p><b>Medicaid &amp; Peach Care Managed Care</b></p> <p><b>Administrative Services for non-CMO members</b></p> <ul style="list-style-type: none"> <li>- Level of Care Determination</li> <li>- Clinical Reviews</li> </ul> <p><b>Medicaid Program Integrity</b></p> <ul style="list-style-type: none"> <li>- Fraud and Abuse Detection.</li> <li>- False Claims Act</li> </ul> <p><b>Peach Care enrollment freeze in effect between March 2007 to June 2007</b></p>
FY 2008	<p><b>Review and removal of duplicate Medicaid IDs</b></p> <p><b>PeachCare</b></p> <ul style="list-style-type: none"> <li>- Instituted enrollment cap of 295,000 members</li> <li>- Eligibility Criteria more stringently applied</li> <li>- Proof of Citizenship and Income</li> <li>- Renegotiated lower CMO rates</li> </ul>

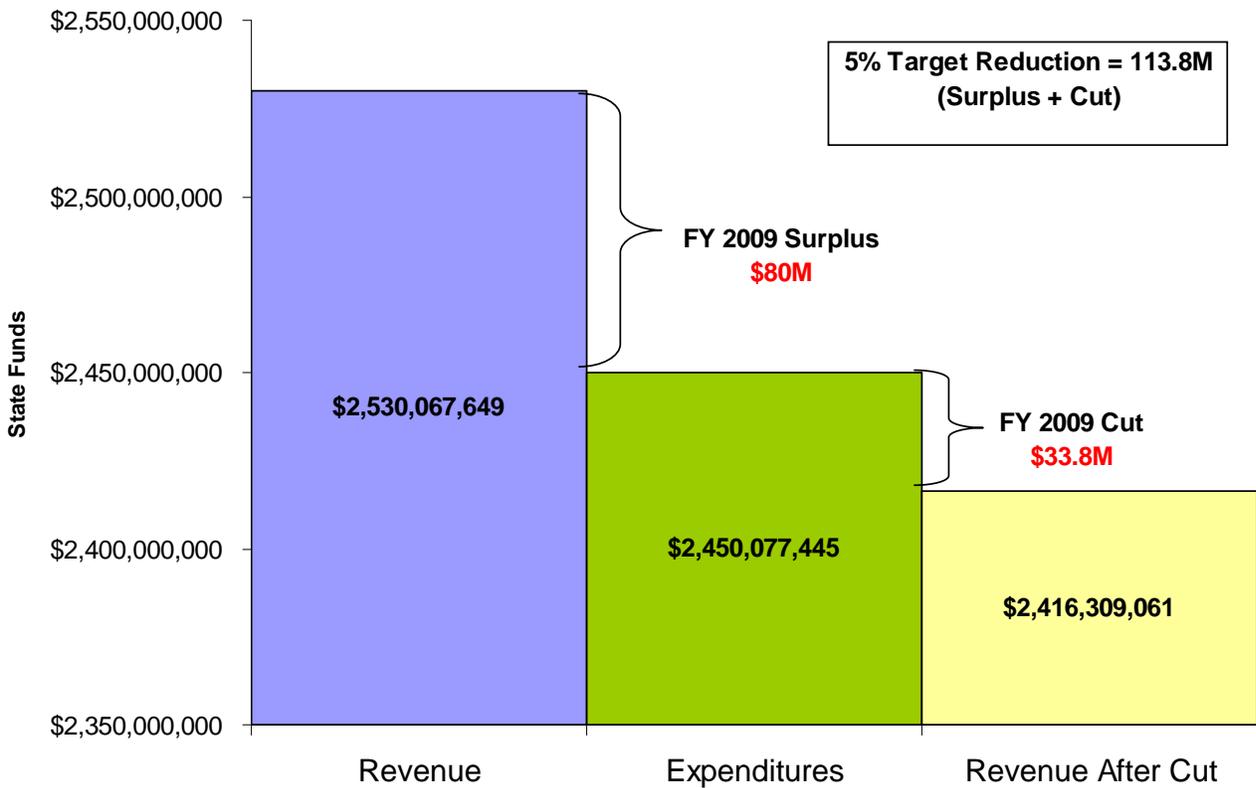
### Medicaid State Fund Expenditure Growth & Funds Returned to the Treasury

	Growth in Expense	Funds Returned to Treasury
FY 2007	0.3%	\$36,000,000
FY 2008 Projected	5.8%	\$131,174,528
	Growth in Expense	Projected Surplus/Deficit Before 5% Cuts
FY 2009 Projected	9.5%	\$66,148,355
FY 2010 Projected	6.3%	(\$224,470,640)
		Projected Surplus/Deficit After 5% Cuts
FY 2009 Projected		(\$42,676,586)
FY 2010 Projected		(\$104,506,350)

### PeachCare State Fund Expenditure Growth and Funds Returned to the Treasury

	Growth in Expense	Funds Returned to Treasury
FY 2007	53.2%	\$17,500,000
FY 2008 Projected	-18.8%	\$11,650,181
	Growth in Expense	Projected Surplus/Deficit Before 5% Cuts
FY 2009 Projected	-0.7%	\$13,841,848
FY 2010 Projected	14.0%	\$1,658,821
		Projected Surplus/Deficit After 5% Cuts
FY 2009 Projected		\$8,908,202
FY 2010 Projected		\$2,288,182

**FY 2009  
Medicaid and PeachCare State Fund Target for Reduction**



<b>MEDICAID AND PEACHCARE FUNDS RETURNED TO THE TREASURY</b>	
<b>Funds Returned to Treasury</b>	
<b>FY 2007</b>	<b>\$53,500,000</b>
<b>FY 2008 Projected</b>	<b>\$142,824,709</b>
<b>Projected Surplus/Deficit Before 5% Cuts</b>	
<b>FY 2009 Projected</b>	<b>\$79,990,203</b>
<b>FY 2010 Projected</b>	<b>(\$222,811,819)</b>
<b>Projected Surplus/Deficit After 5% Cuts</b>	
<b>FY 2009 Projected</b>	<b>(\$33,768,384)</b>
<b>FY 2010 Projected</b>	<b>(\$102,218,168)</b>

