



I. The DCH request reflects the following increase in State Funds:

A. DCH – Increase in State Funds = \$336,554,626

1. **\$166.5 million state funds** to replace prior year reserves no longer available to offset Medicaid Benefits and administrative costs.
 - Low Income Medicaid (LIM) = \$79.8 million state funds
 - Aged, Blind and Disabled Medicaid (ABD) = \$72.6 million state funds
 - Administration (Contracts – RSM, Eligibility, CMO) = \$14.1 million state funds
2. **\$101.4 million state funds** to fund projected Benefits growth in Low-Income Medicaid (LIM) and Aged Blind and Disabled Medicaid (ABD).
 - LIM = \$29.9 million state funds
 - ABD = \$71.5 million state funds
3. **\$23.3 million state funds** to fund projected Benefits growth in PeachCare for Kids due to enrollment growth and medical inflation.
4. **\$45.1 million state funds** to reflect an increase in CMO Fees to be earned during FY 2008 to offset expenditures for Low Income Medicaid (LIM) and PeachCare for Kids Benefits.
 - LIM = \$18 million state funds
 - PeachCare = \$27.1 million state funds

***Note: CMO Fees are remitted to the Indigent Care Trust Fund.*
5. **\$124,844 state funds** to annualize the FY 2007 pay increase for twelve months in FY 2008

B. Attached Agencies – Increase in State Funds = \$21,519

1. **\$21,519 state funds** to annualize the FY 2007 pay increase for twelve months in FY 2008

II. The DCH request reflects the following change in Other Funds:

A. DCH – Decrease in Other Funds = (\$139,498,592)

1. **\$215 million other funds** to reflect projected employer and employee premiums for the State Health Benefit Plan.
2. **\$343.1 million other funds reduction** to reflect the loss of prior year reserves.
 - LIM = (\$111.4) million other funds
 - ABD = (\$188.3) million other funds
 - PCK = (\$22.3) million other funds
 - ICTF = (\$7.0) million other funds
 - Admin = (\$14.1) million other funds

**Department of Community Health
FY 2008 Budget Request – Highlights (continued)**

3. **\$11.3 million other funds reduction** to reflect adjustments to state matching funds received from other entities.
 - LIM = (\$7.0) million other funds
 - ABD = \$7.6 million other funds
 - PCK = (\$0.3) million other funds
 - ICTF = (\$11.6) million other funds

III. The DCH request reflects the following changes in Federal Funds:

A. DCH – Increase in Federal Funds = \$291,172,764

1. **\$243.7 million federal funds** to reflect the increase in Federal Financial Participation (FFP) for Medicaid from 0.6197 to 0.6326.
 - LIM = \$87.6 million federal funds
 - ABD = \$141.0 million federal funds
 - Nursing Home Provider Fee = \$9.1 million federal funds
 - Indigent Care Trust Fund = \$6.0 million federal funds
2. **\$8.8 million federal funds** to reflect the increase in FFP for PeachCare for Kids from 0.7338 to 0.7428 (contingent on SCHIP funds made available to Georgia).
3. **\$347.3 million federal funds** to reflect projected Benefits growth.
 - LIM = \$38.9 million federal funds
 - ABD = \$134.3 million federal funds
 - ICTF = \$108.2 million federal funds
 - PCK = \$65.9 million federal funds

- D. **\$308.7 million federal funds reduction** to federal funds associated with the loss of prior year reserves
 - LIM = (\$50.7) million federal funds
 - ABD = (\$185.8) million federal funds
 - PCK = (\$61.0) million federal funds
 - ICTF = (\$11.2) million federal funds