Model Budget Neutrality Worksheet for : ALL COSTS

SFY		2007 Base Year	2011	2012	2013	2014	2015	TOTAL
WITHOUT DEMONSTRATION								
FAMILY PLANNING SERVICES	Persons	3,188	3,347	3,515	3,691	3,875	4,069	
UNDER MEDICAID STATE PLAN --	Cost/Person	$ 741	$ 767.68	$ 795.31	$ 823.94	$ 853.61	$ 884.34	
All current Medicaid	Total	$ 2,362,308	$ 2,569,719	$ 2,795,340	$ 3,040,771	$ 3,307,750	$ 3,598,171	$ 15,311,751
DELIVERIES UNDER MEDICAID	Persons	4,433	4,508	4,585	4,663	4,742	4,823	
STATE PLAN (include costs for	Cost/Person	$ 6,518	$ 6,752.65	$ 6,995.74	$ 7,247.59	$ 7,508.50	$ 7,778.81	
prenatal care, deliveries, and 60-	Total	$ 28,894,294	$ 30,443,375	$ 32,075,505	$ 33,795,137	$ 35,606,962	$ 37,515,922	$ 169,436,901
FIRST YEAR INFANT COSTS	Persons	4,478	4,554	4,631	4,710	4,790	4,871	
UNDER MEDICAID STATE PLAN	Cost/Person	$ 6,630.00	$ 7,751.00	$ 8,066.00	$ 8,393.00	$ 8,734.00	$ 9,034.00	
	Total	$ 29,687,196	$ 35,296,719	$ 37,355,605	$ 39,530,812	$ 41,836,241	$ 44,008,899	$ 198,028,276
TOTAL WITHOUT-WAIVER COSTS		$ 60,943,798	$ 68,309,813	$ 72,226,450	$ 76,366,720	$ 80,750,953	$ 85,122,992	$ 382,776,929
WITH DEMONSTRATION								
FAMILY PLANNING SERVICES	Persons	3,188	3,347	3,515	3,691	3,875	4,069	
UNDER MEDICAID STATE PLAN --	Cost/Person	$ 741.00	$ 767.68	$ 795.31	$ 823.94	$ 853.61	$ 884.34	
All current Medicaid	Total	$ 2,362,308	$ 2,569,719	$ 2,795,340	$ 3,040,771	$ 3,307,750	$ 3,598,171	$ 15,311,751
DELIVERIES UNDER MEDICAID STATE	Persons	4,433	4,508	4,356	4,430	4,505	4,582	
PLAN ADJUSTED FOR EFFECTS OF THE	Cost/Person	$ 6,518.00	$ 6,752.65	$ 6,995.74	$ 7,247.59	$ 7,508.50	$ 7,778.81	
DEMONSTRATION (include costs for prenatal care, deliveries, and 60- days	Total	$ 28,894,294	$ 30,443,375	$ 30,471,730	$ 32,105,380	$ 33,826,614	$ 35,640,126	$ 162,487,225
FIRST YEAR INFANT COSTS	Persons	4,478	4,554	4,400	4,474	4,551	4,628	
ADJUSTED FOR EFFECTS OF	Cost/Person	$ 6,630.00	$ 7,751.00	$ 8,066.00	$ 8,393.00	$ 8,734.00	$ 9,034.00	
THE DEMONSTRATION	Total	$ 29,687,196	$ 35,296,719	$ 35,487,825	$ 37,554,271	$ 39,744,429	$ 41,808,454	$ 189,891,698
FAMILY PLANNING SERVICES	Persons	4,000	1,500	4,000	4,000	4,000	4,000	
FOR DEMONSTRATION	Cost/Person	$ 541.00	$ 560.48	$ 580.65	$ 601.56	$ 623.21	$ 645.65	
PARTICIPANTS	Total	$ 2,164,000	$ 840,714	$ 2,322,613	$ 2,406,227	$ 2,492,851	$ 2,582,593	$ 10,644,997
TOTAL WITH DEMONSTRATION COSTS		$ 63,107,798	$ 69,150,527	$ 71,077,507	$ 75,106,649	$ 79,371,644	$ 83,629,345	$ 378,335,672
DIFFERENCE		$ (2,164,000)	$ (840,714)	$ 1,148,943	$ 1,260,071	$ 1,379,309	$ 1,493,648	**$ 4,441,257**
PARAMETER ASSUMPTIONS								
FP FMAP			90.00%	90.00%	90.00%	90.00%	90.00%	90.00%
REGULAR FMAP			74.73%	74.73%	66.81%	62.17%	62.17%	62.17%

Assumes that 1500 would be enrolled by the end of the first year and full enrollment would be reached and capped at the end of the second year. Assumes that savings would be in the form of forgone services for women who avoided pregnacy. These cost savings would not begin until 9 months after the enrollment of the mother. This model envisions no reduction in births or infant costs in the first year.

EXHIBIT 3
DATE 1/14/2011
HB