EXHIBIT 8
DATE 1/26/2011
HB

Health Resources Division January 26,2011

PL 11005 FMAP Adj - HRD Medicaid

- This decision package reflects the Federal Medical Assistance Percentage rate change (FMAP).
- Under The American Recovery and Reinvestment Act (ARRA), FMAP was increased to provide relief to state Medicaid programs during the economic downturn. These funds were designed to help support state Medicaid programs, particularly at a time when there is increased demand for Medicaid coverage and when states are least able to afford to pay for their share of the program. This adjustment reflects the reversion to FMAP before ARRA.
- LFD reference is on page **B-238**

Fiscal Year	General Fund	State Special	Federal Funds	Total Request
FY 2012	$2,183,201	$0	-$2,183,201	$0
FY 2013	$3,611,773	$0	-$3,611,773	$0
Biennium Total	$5,794,974	$0	-$5,794,974	$0

NP 11xxx – Health Information Technology Incentive Payments

- The American Recovery and Reinvestment Act of 2009 (ARRA) provides incentive payments to healthcare providers for the adoption and meaningful use of certified electronic health record (EHR) technology.
- The Montana Medicaid EHR Incentive program will provide $35.3 million in federal incentive payments to eligible professionals and hospitals in FY2012 and FY2013, with ongoing incentive payments allowed for up to five total years of participation.
- Participation in the Medicaid EHR incentive program is voluntary.
- Montana's participation in the Medicaid EHR incentive program will contribute millions of dollars in 100% federal funding to the health information technology infrastructure of healthcare providers across Montana.
- The technology advances made available by this funding will also enhance the quality of healthcare available to Montanans through improved access to patient information, e-prescribing capabilities, and enhanced data sharing among providers.
- The State of Montana will be utilizing an existing solution through the existing Medicaid Management Information System (MMIS) fiscal agent for the processing, tracking and issuance of incentives to providers.

Fiscal Year	General Fund	State Special	Federal Funds	Total Request
FY 2012	$	$	$18,853,000	$18,853,000
FY2013	$	$	$16,476,500	$16,476,500
Biennium Total	$	$	$35,329,500	$35,329,500