

SeniorCare Waiver Application Attachment A Budget Neutrality

Table 1B Hypothetical Without Waiver Medicaid Aged Expenditures

	Re-estimated Base Numbers Using updated model for diversion split and PMPM adjustment			Re-estimated Base Numbers using actuals and new models to adjust prior projections			Projections for CYs 2019-2028 Waiver Request Period										10-year Waiver Total
	CY13	CY14	CY15	CY16	CY17	CY18	CY19	CY20	CY21	CY22	CY23	CY24	CY25	CY26	CY27	CY28	
Member Months ¹	925,583	942,013	962,605	991,238	1,019,007	1,049,577	1,082,114	1,116,741	1,153,594	1,191,662	1,230,987	1,271,610	1,313,573	1,356,921	1,401,699	1,447,955	9,214,407
Members 65+ ²	77,132	78,501	80,217	82,603	84,917	87,465	90,176	93,062	96,133	99,305	102,582	105,967	109,464	113,077	116,808	120,663	767,867
Member Months Change	2.1%	1.8%	2.2%	3.0%	2.8%	3.0%	3.1%	3.2%	3.3%	3.3%	3.3%	3.3%	3.3%	3.3%	3.3%	3.3%	
Total Member Months Diverted ³	30,767	33,997	37,465	41,354	45,363	49,644	54,183	59,001	64,121	69,505	75,166	81,113	87,362	93,923	100,812	108,041	615,922
Total Diversion Rate	3.3%	3.6%	3.9%	4.2%	4.5%	4.7%	5.0%	5.3%	5.6%	5.8%	6.1%	6.4%	6.7%	6.9%	7.2%	7.5%	
Rate of Diversion from Medicaid due to Part D ⁴	2.15%	2.37%	2.60%	2.84%	3.08%	3.30%	3.51%	3.72%	3.93%	4.13%	4.34%	4.55%	4.76%	4.97%	5.18%	5.39%	
Rate of Diversion from Medicaid due to ACA changes (included in percentage above) ⁵	0.10%	0.10%	0.09%	0.10%	0.10%	0.09%											
Adjusted Members 65+ after Diversion	75,472	76,639	78,129	80,257	82,306	84,580	87,007	89,600	92,357	95,199	98,127	101,144	104,252	107,455	110,754	114,154	731,085
Number of Member Months Diverted	19,920	22,342	25,052	28,160	31,340	34,620	38,024	41,546	45,304	49,273	53,464	57,885	62,549	67,466	72,648	78,107	441,391
Adjusted Member Months after Diversion	905,663	919,672	937,553	963,078	987,666	1,014,957	1,044,090	1,075,195	1,108,289	1,142,389	1,177,523	1,213,725	1,251,024	1,289,455	1,329,051	1,369,848	8,773,016
Cost per Member Per Month (PMPM) ⁵	\$1,919	\$1,896	\$1,880	\$1,876	\$1,895	\$1,914	\$1,933	\$1,953	\$1,972	\$1,992	\$2,012	\$2,032	\$2,052	\$2,073	\$2,093	\$2,114	
PMPM Change		-1.2%	-0.9%	-0.2%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	
Net Expenditures	\$1,737,866,775	\$1,743,776,553	\$1,762,561,704	\$1,806,468,130	\$1,871,745,858	\$1,942,699,025	\$2,018,446,473	\$2,099,365,939	\$2,185,623,614	\$2,275,398,553	\$2,368,833,228	\$2,466,075,854	\$2,567,280,616	\$2,672,607,912	\$2,782,224,598	\$2,896,304,254	\$18,028,725,015
Intervention-based Services MTM Initiative ⁷	\$0	\$0	\$0	\$0	\$0	\$0											
Comprehensive Medication Review (CMR) Initiative ⁷	\$0	\$0	\$0	\$0	\$0	\$0											
Net Expenditures with Initiatives	\$1,737,866,775	\$1,743,776,553	\$1,762,561,704	\$1,806,468,130	\$1,871,745,858	\$1,942,699,025	\$2,018,446,473	\$2,099,365,939	\$2,185,623,614	\$2,275,398,553	\$2,368,833,228	\$2,466,075,854	\$2,567,280,616	\$2,672,607,912	\$2,782,224,598	\$2,896,304,254	\$18,028,725,015

¹ Member Months CYs 2014-2018 were recalculated in order to reflect updates to models for diversion split between Part D and SC and updates to PMPM adjustment. Also, Member Months CYs 2016 to 2017 were adjusted to reflect actual experience in the Medicaid Program. Member months for CYs 2014-2018 and projected CYs 2019-2028 were calculated by increasing the prior year's member months by the actual growth rate experienced in Wisconsin plus 0.3%. The added 0.3% per year is to reflect further diversions from Medicare Part D and SeniorCare compared to the without waiver scenario.

² Members calculated by dividing member months by 12.

³ Total Member Months diverted in CYs 2014-2028 are calculated by subtracting actual and projected Medicaid member months (Table 2B) from the Medicaid without waiver member months (Table 1B).

⁴ The availability of Medicare Part D is assumed to divert persons from enrolling in Medicaid since the availability of pharmacy coverage will result in better maintenance of health and postponing the need for long term care under Medicaid. Total Member Months diverted in CYs 2014-2018 were calculated utilizing the diversion level assumed in the previous approved waiver request for CY 2012 and using the footnote 1 assumption.

⁵ Both CYs 2014-2018 and the renewal period CYs 2019-2028 used the PMPM from the actual/projected Medicaid member expenditures (Table 2B) with one adjustment. This PMPM assumes savings from having healthier members in Medicaid due to SeniorCare participation in earlier years. Comparing current Medicaid members to SeniorCare members in previous years, there are approximately 15,000 Medicaid members that previously participated in SeniorCare. It is assumed that these 15,000 prior SC members have costs that are 10% less than they would have been without the benefit of SC prescription drug coverage.