

*Legislative Service Commission*

**Table 1  
Health Care Spending (ALI 600-525 Only)**

Service Category	FY 2002		FY 2003		FY 2004		FY 2005	
	Actual	Estimated	% Change	Estimated	% Change	Estimated	% Change	
<b>Long Term Care</b>	\$2,878,316,825	\$3,024,976,773	5.10%	\$3,248,195,781	7.38%	\$3,451,093,207	6.25%	
Nursing Facilities	\$2,461,762,040	\$2,596,064,392	5.46%	\$2,805,688,257	8.07%	\$2,995,283,698	6.76%	
ICF/MRs	\$416,554,785	\$428,912,381	2.97%	\$442,507,524	3.17%	\$455,809,509	3.01%	
<b>Hospitals</b>	\$1,554,044,390	\$1,820,573,670	17.15%	\$1,990,081,813	9.31%	\$2,148,841,376	7.98%	
Inpatient	\$1,099,011,540	\$1,277,960,563	16.28%	\$1,386,721,177	8.51%	\$1,490,664,297	7.50%	
Outpatient	\$455,032,850	\$542,613,107	19.25%	\$603,360,636	11.20%	\$658,177,079	9.09%	
<b>Physicians</b>	\$469,970,680	\$535,319,136	13.90%	\$580,577,934	8.45%	\$621,092,799	6.98%	
<b>Prescription Drugs</b>	\$1,244,229,690	\$1,532,573,525	23.17%	\$1,792,480,566	16.96%	\$2,071,799,097	15.58%	
<b>HMO</b>	\$597,202,743	\$744,290,140	24.63%	\$847,662,110	13.89%	\$894,047,728	5.47%	
<b>Medicare Buy-In</b>	\$133,386,397	\$153,625,209	15.17%	\$165,929,687	8.01%	\$176,873,732	6.60%	
<b>Waiver</b>	\$162,482,168	\$172,607,524	6.23%	\$211,147,666	22.33%	\$248,011,947	17.46%	
<b>All Other Care</b>	\$662,893,933	\$788,713,629	18.98%	\$873,786,148	10.79%	\$954,508,974	9.24%	
<b>CHIP II</b>	\$47,900,786							
<b>DA Medical</b>	\$67,868,259	\$91,500,000	34.82%	\$106,500,000	16.39%	\$131,500,000	23.47%	
<b>Claims FY04 53rd Week</b>				\$92,000,000				
<b>Total</b>	<b>\$7,818,295,871</b>	<b>\$8,864,179,605</b>	<b>13.38%</b>	<b>\$9,908,361,703</b>	<b>11.78%</b>	<b>\$10,697,768,860</b>	<b>7.97%</b>	
<b>Other Revenue Offset</b>	\$691,685,505	\$1,177,785,346		\$797,334,402		\$852,811,600		
<b>Total Net GRF Expenditures</b>	<b>\$7,126,610,366</b>	<b>\$7,686,394,259</b>	<b>7.85%</b>	<b>\$9,111,027,301</b>	<b>18.53%</b>	<b>\$9,844,957,260</b>	<b>8.06%</b>	
<b>Federal Share</b>	\$4,163,365,776	\$4,485,779,690		\$5,337,239,793		\$5,767,175,963		
<b>State Share</b>	\$2,963,244,590	\$3,200,614,570		\$3,773,787,508		\$4,077,781,297		

Note:

1. This table only includes health care spending through Department of Job and Family Services' 600-525 line item. It includes spending for Medicaid, CHIP I, CHIP II, and DA Medical.
2. The forecast is the LSC baseline forecast, which assumes no change in the state health care policies and program for the upcoming biennium.
3. "Other Revenue Offset" includes revenue from drug rebates, franchise fees, DSH payments, and Budget Stabilization Fund. Expenditures of CHIP II and DA Medical are included in the Other Revenue Offset for FY 2002 since CHIP II was funded through line item 600-426 and DA Medical was funded through line item 600-511 prior to FY 2003.
4. The growth rate for FY 2003 for Hospitals, Physicians, Prescription Drugs, HMO, and All Other Care includes the growth of CHIP II spending.
5. "All Other Care" includes services such as dental care, home health care, and other practitioners, and includes various contracts.
6. The FMAP rate used here is a blended FMAP.