

Healthy Louisiana Rate Certification Addendum

Effective January 1, 2023 through
June 30, 2023

Louisiana Department of Health

December 16, 2022

Mr. Daniel Cocran
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Bureau of Health Services Financing
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Subject: Healthy Louisiana Program — Full Risk-Bearing Managed Care Organization Rate Development and Actuarial Certification Addendum for the Period January 1, 2023 through June 30, 2023

December 19, 2022

Dear Mr. Cocran:

The Louisiana Department of Health (LDH) has contracted with Mercer Government Human Services Consulting (Mercer), part of Mercer Health & Benefits LLC, to develop actuarially sound¹ capitation rates for the State of Louisiana's (State's) Healthy Louisiana program for the period of July 1, 2022 through June 30, 2023, or rate year 2023 (RY23). This certification amends the previous RY23 certification issued on August 24, 2022.

The previous certification letter presents a detailed overview of the methodology used in Mercer's managed care rate development for the purpose of satisfying the requirements of the Center for Medicare & Medicaid Services (CMS). This rate certification includes the impact of program change and fee schedule updates effective January 1, 2023, as well as adjustments for certain pharmacy costs not reflected in the existing RY capitation rates. Based on emerging experience, updates to rating assumptions have also been made for certain populations and services for the rates effective January 1, 2023. Last, this addendum reflects the impact of new contracts to be implemented effective January 1, 2023, which includes an additional managed care organization (MCO) in the Healthy Louisiana program. The final capitation rates are summarized in Appendix A and represent payment in full for the covered services.

¹ Actuarially sound/Actuarial soundness — Medicaid capitation rates are "actuarially sound" if, for business for which the certification is being prepared and for the period covered by the certification, projected capitation rates and other revenue sources provide for all reasonable, appropriate, and attainable costs. For purposes of this definition, other revenue sources include, but are not limited to, expected reinsurance and governmental stop-loss cash flows, governmental risk adjustment cash flows, and investment income. For purposes of this definition, costs include, but are not limited to, expected health benefits, health benefit settlement expenses, administrative expenses, cost of capital, and government-mandated assessments, fees, and taxes.

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Section 1

Prospective Rating Adjustments

Prospective rating adjustments recognize the impact of new benefits or other changes not reflected or not fully reflected in the base period. CMS requires that the rate-setting methodology used to determine actuarially sound rates incorporate the results of any program changes that have taken place, or are anticipated to take place, between the start of the base data period and the conclusion of the contract period.

For the prospective rating adjustments described in this section, all were developed for the state fiscal year (SFY) 2023 time period, with the exception of new adjustments impacting the rates effective January 1, 2023. As a result, the impact of most program changes is consistent between the certification submitted on August 24, 2022, for the contract period of July 1, 2022 through June 30, 2023, and this rate certification addendum, effective starting January 1, 2023.

Fee Schedule Changes

Inpatient Services

Inpatient claims were adjusted to reflect changes in the fee schedule between the base period and the contract period using the fee schedule effective July 1, 2022. The certification submitted on August 24, 2022, included the fee schedule effective July 1, 2021, which was the most recent available at the time of rate development. The non-graduate medical education (GME) portion of the per diems were used in this fee adjustment process to be consistent with LDH's intention to continue paying GME amounts directly to the teaching hospitals. The total impact of the inpatient fee schedule changes is summarized in Table 1A.

Table 1A

Inpatient Fee Schedule Change					
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	FMP Impact	Percentage Impact of Adjusted Cost
CY 2019	\$1,127,743,020	\$123,131,932	10.92%	N/A	N/A

FMP = Full Medicaid Pricing

Outpatient Services

Outpatient claims as of this certification date reflect the most recent charge-to-cost ratios (CCRs) available. The CCRs were reported according to each hospital's fiscal year end, which varied by hospital from December 31, 2019 to March 31, 2022. The certification submitted on August 24, 2022, had used the most recent CCRs available at the time of rate development. The adjustment also included estimation of cost settlements and reflected the most up-to-date cost settlement percentages for each facility.

Effective January 1, 2021, House Concurrent Resolution 2 adjusted reimbursement rates for surgery/operation services for all hospitals, except rural hospitals and Our Lady of the Lake. The rates for the affected facilities increased by 3.2%. Cost settlement percentages remain

unchanged from those effective January 1, 2020, except for the New Orleans East Hospital. New Orleans East Hospital has a cost settlement percentage of 95.0%, effective October 5, 2022. Rural facilities are cost settled at 110.0%. The total impact of the outpatient fee schedule changes is summarized in Table 1B.

Table 1B

Outpatient Fee Schedule Change					
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	FMP Impact	Percentage Impact of Adjusted Cost
CY 2019	\$1,043,528,757	\$122,816,469	11.77%	N/A	N/A

Federally Qualified Health Center and Rural Health Clinic Fee Schedule Change

Federally qualified health center (FQHC) and rural health clinic (RHC) claims were adjusted to reflect changes in the fee schedule between the base period and the contract period, using the fee schedule effective July 1, 2022, which can be located on LDH's website. The certification submitted on August 24, 2022, included the fee schedule effective July 1, 2021, which was the most recent available at the time of rate development. The total impact of the fee schedule changes is summarized in Table 1C.

Table 1C

FQHC and RHC Fee Schedule Change					
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	FMP Impact	Percentage Impact of Adjusted Cost
CY 2019	\$204,121,896	\$21,315,281	10.44%	N/A	N/A

Hospice Fee Schedule Change

Effective July 15, 2022, LDH released a new fee schedule for the Hospice Program, which can be located on LDH's website.² The certification submitted on August 24, 2022, included the fee schedule effective October 1, 2021, which was the most recent available at the time of rate development. The total impact of the fee schedule changes is summarized in Table 1D.

Table 1D

Hospice Fee Schedule Change					
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	FMP Impact	Percentage Impact of Adjusted Cost
CY 2019	\$7,907,760	\$460,834	5.83%	N/A	N/A

² https://www.lamedicaid.com/provweb1/fee_schedules/Hospice_Fee.htm

Louisiana State University Physician Fee Schedule Change

Effective January 1, 2023, LDH released a new fee schedule for Louisiana State University (LSU) Enhanced Professional Services, which can be located on LDH’s website.³ The total impact of the fee schedule changes is summarized in Table 1E.

Table 1E

LSU Physician Fee Schedule Change					
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	FMP Impact	Percentage Impact of Adjusted Cost
CY 2019	\$84,887,618	\$51,847,805	61.08%	N/A	N/A

Hospital-Based Physician Services

Mercer calculated the FMP payments for hospital-based physician services provided at participating facilities by participating physicians according to the State Plan methodology. This methodology is designed to bring the payments for the physician services up to the community rate level. The community rate is defined as the rate paid by commercial payers for the same service. For State-owned or operated entities and for non-State owned or operated entities, Mercer calculated the FMP payments according to the State Plan using the units of service from the base data, the most currently available Medicare fees, and the Medicare-to-commercial conversion factors provided by LDH. The conversion factors are maintained by LDH and updated annually for State-owned or operated entities, and triennially for non-State owned or operated entities. The certification submitted on August 24, 2022, included community rate calculations as of August 26, 2021. The refreshed results contain an update to the community rate calculations for some of the participating physicians.

Table 1F

Hospital-Based Physician FMP					
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	FMP Impact	Percentage Impact of Adjusted Cost
CY 2019	\$260,467,076	N/A	N/A	\$570,200,921	218.91%

³ https://www.lamedicaid.com/provweb1/fee_schedules/LSU_Enhanced_Pro_Serv_Fee.htm

Aggregate Fee Schedule Adjustments

The prospective aggregate fee adjustment as a percent impact of base expenses is 4.87% as shown in Table 1G.

Table 1G

Aggregate Fee Schedule Changes					
Time Period	All Services Cost	Fee Schedule Change Impact	Percentage Impact of All Services Cost	FMP Impact	Percentage Impact of Adjusted Base
CY 2019	\$5,590,133,302	\$319,813,381	5.72%	\$610,483,819	10.33%

Other Fee Schedule Updates

Psychiatric Residential Treatment Facilities Reimbursement

Effective January 1, 2023, LDH is adjusting the reimbursement rates for three specific psychiatric residential treatment facilities (PRTFs). The specific PRTF entities are identified as Louisiana Methodist Children’s Home of Greater New Orleans, Louisiana Methodist Children’s Home of Ruston, and Louisiana Methodist Children’s Home of Southwest Louisiana. Mercer identified the affected services and estimated the impact of the reimbursement changes. The impact of this adjustment is summarized in Table 2.

Table 2

PRTF Reimbursement				
Time Period	Historical Cost	Fee Schedule Change Impact	Percentage Impact of Historical Cost	Percentage Impact of Base Expenses
CY 2019	\$15,671,698	\$1,112,398	7.10%	0.02%

Tobacco Cessation

Effective February 20, 2020, LDH began covering tobacco cessation counseling and pharmacotherapy for pregnant women. The period of coverage for these services includes the prenatal period through one year postpartum. Mercer identified the affected services and estimated the impact of the changes to develop adjustments to the maternity kick payments.

Effective April 1, 2023, LDH is expanding coverage to all adult Medicaid beneficiaries. Mercer identified the affected services and estimated the impact of the changes to develop adjustments to the adult rate cells.

All eligible members may receive four face-to-face counseling sessions with the appropriate health care professional per quit attempt and up to two quit attempts per calendar year (CY). The impact of this adjustment is summarized in Table 3.

Table 3

Tobacco Cessation				
Category of Aid (COA)	Rate Cell	SFY 2023 Projected MMs	Total Adjustment	PMPM
SSI	Adult 21+ Years	976,171	\$27,407	\$0.03
F&C	Adult 21+ Years	1,078,378	\$30,277	\$0.03
Maternity Kick Payment	Maternity Kick Payment	25,587	\$179,982	\$7.03
Medicaid Expansion	Age 19–64	7,221,829	\$202,763	\$0.03
Medicaid Expansion — Maternity Kick Payment	Maternity Kick Payment	13,527	\$95,154	\$7.03

MMs = member months

PMPM = per member per month

COVID-19 Pandemic Testing and Treatment Costs

Uncertainty exists regarding the impact of COVID-19 during the contract period due to the changing situation with regionalized infection rates, the impact of variants, and vaccination rates to name a few factors. January 2023 through June 2023 capitation rates were adjusted to reflect the impact of COVID-19 testing and treatment costs during the rating period. The certification submitted on August 24, 2022, also included this adjustment, but more recent data was available regarding testing utilization and costs. As a result of this, the testing component of this adjustment was updated for the January 2023 through June 2023 capitation rates.

Aggregate COVID-19 Testing and Treatment Costs Adjustment

The PMPM impact of these adjustments is included in Table 4.

Table 4

COVID-19 PHE Testing and Treatment Costs	
Region	PMPM Adjustment
Gulf	\$2.75
Capital	\$2.67
South Central	\$2.65
North	\$2.67

House Bill No.1 Impact

Effective July 1, 2022, a number of provider rate increases were included in the 2022 Regular Session under House Bill No. 1 that was signed into legislation. The services impacted by this legislation include:

- Pediatric day health care

- Emergency/non-emergency transportation
- Applied behavioral analysis

The certification submitted on August 24, 2022, included this adjustment. However, the applied behavioral analysis services impact was clarified by LDH, and Mercer has reduced the adjustment accordingly. The combined impact of these adjustments by rate cell is shown in Table 5.

Table 5

House Bill No. 1 Rate Increases				
COA	Rate Cell	RY23 Projected MMs	Total Adjustment	PMPM
SSI	0–2 Months	727	\$744	\$1.02
SSI	3–11 Months	5,018	\$269,523	\$53.71
SSI	Child 1–20 Years	404,828	\$4,763,490	\$11.77
SSI	Adult 21+ Years	976,171	\$826,933	\$0.85
F&C	0–2 Months	107,113	\$37,041	\$0.35
F&C	3–11 Months	375,410	\$159,640	\$0.43
F&C	Child 1–20 Years	7,677,287	\$2,932,834	\$0.38
F&C	Adult 21+ Years	1,078,378	\$222,775	\$0.21
FCC	All Ages Male & Female	176,828	\$313,625	\$1.77
BCC	BCC, All Ages	4,156	\$1,148	\$0.28
LAP	LAP, All Ages	22,376	\$25,764	\$1.15
HCBS	Child 1–20 Years	12,846	\$542,824	\$42.26
HCBS	Adult 21+ Years	27,950	\$24,183	\$0.87
CCM	CCM, All Ages	48,912	\$2,193,447	\$44.84
SBH – CCM	SBH – CCM, All Ages	21,484	\$403,257	\$18.77
SBH – Duals	SBH – Dual Eligible, All Ages	1,422,992	\$96,849	\$0.07
SBH – HCBS	Child 1–20 Years	18,868	\$238,192	\$12.62
SBH – HCBS	Adult 21+ Years	34,276	\$15,108	\$0.44
SBH – Other	SBH – All Ages	31,664	\$56,606	\$1.79
Maternity Kick Payment	Maternity Kick Payment	25,587	\$44,288	\$1.73
Medicaid Expansion	Age 19–64	7,221,829	\$1,298,609	\$0.18
Medicaid Expansion	High Needs	1,880	\$1,905	\$1.01

House Bill No. 1 Rate Increases				
COA	Rate Cell	RY23 Projected MMs	Total Adjustment	PMPM
Medicaid Expansion – Maternity Kick Payment	Maternity Kick Payment	13,527	\$22,898	\$1.69

Genetic Testing of Critically Ill Infants

Effective April 1, 2023, the State will include Medicaid coverage for rapid whole genome sequencing testing for critically ill infants with no diagnosis. The impact for this adjustment by rate cell is shown in Table 6.

Table 6

Infant Genetic Testing Coverage				
COA	Rate Cell	SFY23 Projected MMs	Total Adjustment	PMPM
SSI	0–2 Months	727	\$11,421	\$15.70
F&C	0–2 Months	107,113	\$1,681,656	\$15.70

Pharmacy Adjustments

Six-Month Supply of Contraceptives

Effective January 1, 2023, the State will cover up to a six-month supply of contraceptive drugs. This change is expected to reduce the frequency of contraceptive prescription refills and will contribute to a reduction in pharmacy dispensing fees. The impact for this adjustment is shown in Table 7.

Table 7

Six-Month Supply of Contraceptives				
COA	Rate Cell	SFY 2023 Projected MMs	Total Adjustment	PMPM
SSI	Child 1–20 Years	404,828	–\$1,672	–\$0.00
SSI	Adult 21+ Years	976,171	–\$3,508	–\$0.00
F&C	Child 1–20 Years	7,677,287	–\$31,609	–\$0.00
F&C	Adult 21+ Years	1,078,378	–\$23,251	–\$0.02
FCC	All Ages Male & Female	176,828	–\$865	–\$0.00
LAP	LAP, All Ages	22,376	–\$118	–\$0.01
HCBS	Adult 21+ Years	27,950	–\$235	–\$0.01
CCM	CCM, All Ages	48,912	–\$104	–\$0.00
Medicaid Expansion	Age 19–64	7,221,829	–\$73,450	–\$0.01

Special Considerations for Contract Changes Effective January 1, 2023

Concurrent with the implementation of the new MCO contracts effective January 1, 2023, the State intended to implement a single pharmacy benefit manager (PBM). Due to delays in the PBM procurement, the single PBM will not be implemented on January 1, 2023. For the incumbent MCOs, administration of the pharmacy benefit will be consistent with prior contract years, and no adjustment to the rates is necessary. For the incoming MCO, the State has decided to carve out the pharmacy benefit until the single PBM is implemented. As a result, an adjustment was necessary to remove the pharmacy benefit and pharmacy administrative component from the capitation rates for this MCO. Appendix A includes both sets of capitation rates for the contract period from January 2023 through June 2023.

Impact of Additional Gene Therapy Drugs

Since the rate certification submitted on August 24, 2022, more information has become available regarding the approval and testing of certain gene therapy drugs. At the time of rate development, limited information was available and uncertainty existed around the timing of approvals for these drugs and the cost of these drugs. Since the initial capitation rate development, additional drugs have received approval, and pricing information has become available. There are also additional gene therapy drugs expected to receive approval prior to July 2023. For future rate periods, LDH may consider adding these gene therapy drugs to the high-cost risk pool, which currently only includes Zolgensma®. As a result of limitations in 42 CFR 438.6(b)(1), LDH and Mercer are not able to include these additional drugs in the risk pool during this certification period. Since consideration was not made for these drugs in the initial trend assumptions, an adjustment was necessary to reflect the expected cost of these drugs in the January 2023 through June 2023 time period.

Table 8 reflects the impact of adjustments made for these drugs.

Table 8

Other Gene Therapy Drugs				
COA	Rate Cell	SFY23 Projected MMs	Total Adjustment	PMPM
SSI	Adult 21+ Years	976,171	\$ 841,685	\$0.86
F&C	Adult 21+ Years	1,078,378	\$ 929,811	\$0.86
EXP	Ages 19-64	7,221,829	\$6,226,883	\$0.86
EXP	High Needs	1,880	\$ 1,621	\$0.86

Adjustment for Emerging Experience

Based on emerging experience, Mercer and LDH noted that emerging experience for the Family & Child rate cells was higher than expected based on initial rate development assumptions. This is likely the result of a faster return of utilization than originally anticipated as a result of the pandemic, changes in acuity of the population, or other utilization changes. Mercer and LDH reviewed emerging encounter experience through June 2022, as well as additional financial reports in 2022. As a result of this review, Mercer has made adjustments to some categories of service within various rate cells. The impact of these adjustments is shown in Table 9, below.

Table 9

Adjustment for Emerging Experience						
COA	F&C 0–2 Months	F&C 3–11 Months	F&C Child 1–20 Years	F&C Adult 21+ Years	FCC All Ages	LAP All Ages
Inpatient	\$50.54	\$1.25	\$0.18	\$2.56	\$0.59	\$0.06
Outpatient	\$3.53	\$3.69	\$2.03	\$3.87	\$2.79	\$2.34
Physician	\$43.03	\$10.58	\$4.54	\$0.84	\$6.68	\$6.56
Rx	\$1.98	\$0.81	\$0.31	\$ -	\$0.83	\$0.37
Other	\$0.45	\$0.10	\$0.05	\$ -	\$0.17	\$0.03
Transportation	\$0.24	\$0.82	\$1.18	\$5.28	\$0.00	\$0.00
SBH – Inpatient	\$0.00	\$0.00	\$0.23	\$(0.47)	\$2.34	\$0.16
SBH – Other	\$0.01	\$0.01	\$0.13	\$(2.85)	\$0.92	\$0.08

Section 2

Special Contract Provisions Related to Payment

Withhold Arrangement

No changes have been made to the withhold arrangement, as described in the August 24, 2022, certification. However, as a result of the new MCO contracts, effective January 1, 2023, LDH has determined that the measurement period will remain on a CY basis. No changes are necessary to the capitation rates as a result of this decision.

Incentive Arrangement

No changes have been made to the incentive payments, as described in the August 24, 2022, certification. However, as a result of the new MCO contracts, effective January 1, 2023, LDH has determined that the measurement period will remain on a CY basis. No changes are necessary to the capitation rates as a result of this decision.

Section 3

Projected Non-Benefit Costs

Administrative Expense Load

Additional information on the provision for MCO administration and other non-medical expenses is included in the certification from August 24, 2022. As a result of the difference in administration of the pharmacy benefit for the incoming MCO starting January 1, 2023, the administration PMPM varies between the incumbent MCOs and the incoming MCO for the remaining six months of this certification period.

Administrative expense load assumptions are summarized by program in Table 10a and Table 10b for the incumbent MCOs and the incoming MCO, respectively.

Table 10a

Incumbent MCOs Administrative PMPM by Program	
Non-Expansion PH	\$32.66
Non-Expansion SBH	\$5.36
Maternity Kick Payment	\$410.86
Expansion	\$42.74

Table 10b

Incoming MCO Administrative PMPM by Program	
Non-Expansion PH	\$31.19
Non-Expansion SBH	\$5.36
Maternity Kick Payment	\$410.86
Expansion	\$40.27

The load for each rate cell was determined using a fixed and variable cost model. Under this model, a fixed administrative expense is attributed to each rate cell, which reflects program requirements such as State-mandated staffing and other indirect operational expenses. For the rates effective January 1, 2023, additional consideration was made for new contractual requirements determined to have a cost impact to the MCOs under the new contract. Based on information provided by the MCOs and review with LDH, the fixed administrative expense included an additional \$0.12 PMPM for all non-maternity kick payment rate cells.

Additionally, the cost for Community Case Management, as required by the Department of Justice settlement, is projected to have an increased cost during this certification period. The fixed administrative expense was updated to reflect this additional cost in the capitation rates effective January 1, 2023, as that information was not known at the time of the original certification on August 24, 2022. Added to this is a variable administrative amount based on claims volume. This methodology results in administrative expense loads that vary as a

percentage by rate cell. The resulting variance in administrative expense determined using this methodology results in a higher allocation of administrative expenses on the rate cells with higher utilization, which is more accurate in reflecting the drivers of plan administration requirements.

Section 4

Risk Adjustment

This section provides a high-level description of the risk adjustment process that will be utilized for the January 2023 through June 2023 period, which is referred to as the 2023a risk adjustment period. For this period, there is a significant amount of uncertainty regarding MCO acuity due to the planned member redistribution to support the new MCO entering the program, along with other enrollment policy revisions. To address these uncertainties, the MCO risk profiles will be measured after the close of the period to reflect the actual enrollment for the period and to adjust the MCO capitation rates accordingly.

Risk adjustment will be applied to the rates in Appendix A to reflect differences in health status of the members served in each MCO using the University of California, San Diego's combined Chronic Illness and Disability Payment System and Medicaid Rx (CDPS+Rx) risk adjustment model selected by LDH. The CDPS+Rx risk adjustment model will use available information from claims, encounters, and eligibility data to assign members into categories to estimate their health risk. Members will then be assigned to MCOs based on their enrollment in the January 2023 through June 2023 time period to estimate the health risk for each of the participating MCOs.

The application of the CDPS+Rx risk adjustment model will be tailored to the Healthy Louisiana program by using State cost experience to determine the relative costs associated with each model category. This step produces State-specific cost weights that will be used to assign a risk score to each member with sufficient experience (six or more months of enrollment with an MCO). When members lack sufficient experience, an age/gender risk assumption will be utilized. This experience will be aggregated by MCO, and appropriate adjustments will be made to ensure resulting rates are budget neutral — not increasing or decreasing overall program costs — as outlined in 42 CFR §438.5(g).

One unique aspect of the 2023a risk adjustment period is the difference in benefit package between the five incumbent MCOs and the new entrant (Humana) that will be joining the Healthy Louisiana program on January 1, 2023. To account for this, two sets of universal rates and Louisiana-specific cost weights will be developed to align with the different benefit packages.

To help the MCOs and CMS understand the impact of the enrollment policies that are redistributing membership from the five incumbent MCOs to Humana, the selected risk adjustment model will be used to calculate the following population acuity adjustments:

- For the incumbent MCOs, the combined risk profile of the five incumbent MCOs will be compared to the entire program (including Humana) using the cost weights **inclusive** of pharmacy to create a uniform adjustment factor for the five incumbent MCOs.
- For Humana, its risk profile will be compared to the entire program using cost weights **exclusive** of pharmacy.

In addition to the population acuity adjustment, the MCO-specific relative risk will be measured for incumbent MCOs by comparing each of the five incumbent MCOs' risk profiles to the combined risk for all of the incumbent MCOs, where the risk profiles are measured

using cost weights inclusive of pharmacy. To determine the final risk score for each of the incumbent MCOs, the existing MCO population acuity adjustment will be multiplied by the MCO-specific relative risk score.

Humana’s final risk score will be set equal to its population acuity adjustment because this factor is already MCO-specific.

The final risk scores will be applied to the universal capitation rates, excluding the FMP component, which is not risk adjustment. The FMP component is added to the risk-adjusted rate to produce the final rate. Table 11 shows the rate cells that will be risk adjusted.

Table 11

Risk-Adjusted Rate Cells	
SSI	Child 1–20 Years
	Adult 21+ Years
F&C	Child 1–20 Years
	Adult 21+ Years
FCC	All Ages
LAP	All Ages
Medicaid Expansion	Age 19–64

Separate sets of risk scores are developed for each rate cell and region, except for FCC and LAP, in which the risk scores are developed on a statewide basis.

For more detail regarding the risk adjustment process, please reference the separate risk adjustment methodology report that corresponds with each risk adjustment period.

Section 5

Certification of Final Rates

This certification assumes items in the Medicaid State Plan or waiver, as well as the Healthy Louisiana MCO contract, have been approved by CMS.

In preparing the rates shown in Appendix A, Mercer has used and relied upon enrollment, FFS claims, encounter data, reimbursement level, benefit design, and other information supplied by LDH and its fiscal agent. LDH, its fiscal agent, and the Healthy Louisiana MCOs are responsible for the validity and completeness of the data supplied. Mercer has reviewed the data and information for internal consistency and reasonableness, but did not audit them. In Mercer's opinion, they are appropriate for the intended purposes. The data reliance attestation will be provided in the final rate certification, and its purpose is to certify the accuracy, completeness, and consistency of the base data. However, if the data and information are incomplete/inaccurate, the values shown in this report may differ significantly from values that would be obtained with accurate and complete information; this may require a later revision to this report.

Because modeling all aspects of a situation or scenario is not possible or practical, Mercer may use summary information, estimates, or simplifications of calculations to facilitate the modeling of future events in an efficient and cost-effective manner. Mercer may also exclude factors or data that are immaterial in its judgment. Use of such simplifying techniques does not, in Mercer's judgment, affect the reasonableness, appropriateness, or attainability of the results for the Medicaid program. Actuarial assumptions may also be changed from one certification period to the next because of changes in mandated requirements, program experience, changes in expectations about the future, and other factors. A change in assumptions is not an indication that prior assumptions were unreasonable, inappropriate, or unattainable when they were made.

Mercer certifies the rates in Appendix A, including any risk-sharing mechanisms, were developed in accordance with generally accepted actuarial practices and principles and are appropriate for the Medicaid covered populations and services under the Healthy Louisiana MCO contract. The undersigned actuaries are members of the American Academy of Actuaries and meet its qualification standards to certify to the actuarial soundness of Medicaid managed care capitation rates.

Rates and ranges developed by Mercer are actuarial projections of future contingent events. All estimates are based upon the information and data available at a point in time, and are subject to unforeseen and random events. Therefore, any projection must be interpreted as having a likely, and potentially wide, range of variability from the estimate. Any estimate or projection may not be used or relied upon by any other party or for any other purpose than for which it was issued by Mercer. Mercer is not responsible for the consequences of any unauthorized use. Actual Healthy Louisiana MCO costs will differ from these projections. Mercer has developed these rates on behalf of LDH to demonstrate compliance with the CMS requirements under 42 CFR §438.4 and accordance with applicable law and regulations. Use of these rate ranges for any purpose beyond that stated may not be appropriate.

Healthy Louisiana MCOs are advised that the use of these rates may not be appropriate for their particular circumstance, and Mercer disclaims any responsibility for the use of these rates by Healthy Louisiana MCOs for any purpose. Mercer recommends that any MCO considering contracting with LDH should analyze its own projected medical expense, administrative expense, and any other premium needs for comparison to these rate ranges before deciding whether to contract with LDH.

LDH understands that Mercer is not engaged in the practice of law or in providing advice on taxation matters. This report, which may include commenting on legal or taxation issues or regulations, does not constitute and is not a substitute for legal or taxation advice. Accordingly, Mercer recommends that LDH secure the advice of competent legal and taxation counsel with respect to any legal or taxation matters related to this report or otherwise.

This certification letter assumes the reader is familiar with the Healthy Louisiana Program, Medicaid eligibility rules, and actuarial rate-setting techniques. It has been prepared exclusively for LDH and CMS, and should not be relied upon by third parties. Other readers should seek the advice of actuaries or other qualified professionals competent in the area of actuarial rate projections to understand the technical nature of these results. Mercer is not responsible for, and expressly disclaims liability for, any reliance on this report by third parties.

LDH agrees to notify Mercer within 30 days of receipt of this report if it disagrees with anything contained in this report or is aware of any information or data that would affect the results of this report that has not been communicated or provided to Mercer or incorporated herein. The report will be deemed final and acceptable to LDH if nothing is received by Mercer within such 30-day period.

If you have any questions on any of the above, please feel free to contact Adam Sery at +1 612 802 0780 or Rogelio Figueroa at +1 470 548 8862 at your convenience.

Sincerely,



Adam Sery, FSA, MAAA
Principal



Rogelio Figueroa, FSA, MAAA
Senior Associate

Copy: Tara LeBlanc, Medicaid Executive Director – LDH
Bogdan Constantin, Managed Care Finance – LDH
Karen Stubbs, Assistant Secretary – OBH/LDH
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Rachel Butler, ASA, MAAA, Principal – Mercer
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Appendix A

January 2023–June 2023 Healthy Louisiana Capitation Rates

Region Description	Category of Aid Description	Rate Cell Description	Projected Member Months/Deliveries	Incumbent MCOs Certified Rates	Incoming MCO Certified Rates
Gulf	SSI	0-2 Months	225	\$ 29,156.65	\$ 29,066.61
Gulf	SSI	3-11 Months	1,362	\$ 4,892.44	\$ 4,405.72
Gulf	SSI	Child 1-20 Years	112,081	\$ 819.68	\$ 593.48
Gulf	SSI	Adult 21+ Years	285,554	\$ 1,683.64	\$ 1,071.23
Gulf	F&C	0-2 Months	29,056	\$ 3,073.13	\$ 3,065.56
Gulf	F&C	3-11 Months	102,424	\$ 351.76	\$ 330.40
Gulf	F&C	Child 1-20 Years	2,109,226	\$ 201.50	\$ 171.59
Gulf	F&C	Adult 21+ Years	297,547	\$ 480.99	\$ 336.42
Gulf	FCC	All Ages Male & Female	31,457	\$ 522.26	\$ 435.93
Gulf	BCC	BCC, All Ages	1,036	\$ 2,803.77	\$ 1,900.99
Gulf	LAP	LAP, All Ages	5,642	\$ 260.31	\$ 199.78
Gulf	HCBS	Child 1-20 Years	3,263	\$ 2,493.07	\$ 2,069.49
Gulf	HCBS	Adult 21+ Years	6,992	\$ 1,876.40	\$ 1,088.94
Gulf	CCM	CCM, All Ages	14,827	\$ 1,502.54	\$ 1,211.94
Gulf	SBH - CCM	SBH - CCM, All Ages	5,370	\$ 204.37	\$ 204.37
Gulf	SBH - Duals	SBH - Dual Eligible, All Ages	405,927	\$ 36.81	\$ 36.81
Gulf	SBH - LaHIPP	SBH - LaHIPP, All Ages	193	\$ 36.81	\$ 36.81
Gulf	SBH - HCBS	Child 1-20 Years	4,716	\$ 162.52	\$ 162.52
Gulf	SBH - HCBS	Adult 21+ Years	9,211	\$ 80.69	\$ 80.69
Gulf	SBH - Other	SBH - All Ages	5,861	\$ 188.40	\$ 188.40
Gulf	Act 421, Non-TPL	0-2 Months	-	\$ 28,025.97	\$ 27,905.56
Gulf	Act 421, Non-TPL	3-11 Months	229	\$ 3,981.20	\$ 3,467.26
Gulf	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,302.36	\$ 1,018.93
Gulf	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,283.51	\$ 4,265.46
Gulf	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 778.85	\$ 702.71
Gulf	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 563.83	\$ 527.31
Gulf	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	\$ 18.06
Gulf	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	\$ 10.14
Gulf	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 305.27	\$ 310.25
Gulf	Maternity Kick Payment	Maternity Kick Payment	9,549	\$ 11,704.88	\$ 11,704.88
Gulf	EED Kick Payment	EED Kick Payment	3,797	\$ 5,956.11	\$ 5,956.11
Gulf	Medicaid Expansion	Age 19-64	538	\$ 593.89	\$ 406.78
Gulf	Medicaid Expansion	SBH - Dual Eligible, All Ages	37	\$ 36.81	\$ 36.81
Gulf	Medicaid Expansion	SBH - LaHIPP, All Ages	37	\$ 36.81	\$ 36.81
Gulf	Medicaid Expansion	SBH - Other	183	\$ 188.40	\$ 188.40
Gulf	Medicaid Expansion	SBH - CCM, All Ages	215	\$ 204.37	\$ 204.37
Gulf	Medicaid Expansion	High Needs	1,304	\$ 593.89	\$ 406.78
Gulf	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	3,582	\$ 13,964.24	\$ 13,964.24
Gulf	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 7,911.01	\$ 7,911.01
Capital	SSI	0-2 Months	178	\$ 29,755.62	\$ 29,663.71
Capital	SSI	3-11 Months	1,299	\$ 4,773.22	\$ 4,287.38
Capital	SSI	Child 1-20 Years	90,152	\$ 846.71	\$ 627.53
Capital	SSI	Adult 21+ Years	207,213	\$ 1,800.72	\$ 1,138.56
Capital	F&C	0-2 Months	27,823	\$ 3,526.83	\$ 3,519.32
Capital	F&C	3-11 Months	96,825	\$ 360.64	\$ 339.88
Capital	F&C	Child 1-20 Years	1,936,770	\$ 211.26	\$ 172.69
Capital	F&C	Adult 21+ Years	269,063	\$ 515.68	\$ 359.35
Capital	FCC	All Ages Male & Female	51,230	\$ 476.92	\$ 386.47
Capital	BCC	BCC, All Ages	1,460	\$ 2,775.83	\$ 1,883.30
Capital	LAP	LAP, All Ages	7,213	\$ 258.48	\$ 197.73
Capital	HCBS	Child 1-20 Years	3,552	\$ 2,537.81	\$ 2,107.11
Capital	HCBS	Adult 21+ Years	6,721	\$ 1,881.60	\$ 1,091.70
Capital	CCM	CCM, All Ages	10,827	\$ 1,534.37	\$ 1,244.77
Capital	SBH - CCM	SBH - CCM, All Ages	5,879	\$ 206.61	\$ 206.61
Capital	SBH - Duals	SBH - Dual Eligible, All Ages	320,672	\$ 30.95	\$ 30.95
Capital	SBH - LaHIPP	SBH - LaHIPP, All Ages	152	\$ 30.95	\$ 30.95
Capital	SBH - HCBS	Child 1-20 Years	5,940	\$ 161.21	\$ 161.21
Capital	SBH - HCBS	Adult 21+ Years	8,862	\$ 82.55	\$ 82.55
Capital	SBH - Other	SBH - All Ages	9,038	\$ 179.79	\$ 179.79
Capital	Act 421, Non-TPL	0-2 Months	-	\$ 28,025.97	\$ 27,905.56
Capital	Act 421, Non-TPL	3-11 Months	229	\$ 3,981.20	\$ 3,467.26
Capital	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,302.36	\$ 1,018.93
Capital	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,283.51	\$ 4,265.46
Capital	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 778.85	\$ 702.71
Capital	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 563.83	\$ 527.31
Capital	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	\$ 18.06
Capital	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	\$ 10.14
Capital	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 305.27	\$ 310.25
Capital	Maternity Kick Payment	Maternity Kick Payment	6,430	\$ 10,735.01	\$ 10,735.01
Capital	EED Kick Payment	EED Kick Payment	1	\$ 5,391.45	\$ 5,391.45
Capital	Medicaid Expansion	Age 19-64	1,767,938	\$ 659.23	\$ 461.20
Capital	Medicaid Expansion	SBH - Dual Eligible, All Ages	16,267	\$ 30.95	\$ 30.95
Capital	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 30.95	\$ 30.95
Capital	Medicaid Expansion	SBH - Other	113	\$ 179.79	\$ 179.79
Capital	Medicaid Expansion	SBH - CCM, All Ages	235	\$ 206.61	\$ 206.61
Capital	Medicaid Expansion	High Needs	638	\$ 659.23	\$ 461.20
Capital	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	3,428	\$ 13,703.55	\$ 13,703.55
Capital	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 7,641.84	\$ 7,641.84

Region Description	Category of Aid Description	Rate Cell Description	Projected Member Months/Deliveries	Incumbent MCOs Certified Rates	Incoming MCO Certified Rates
South Central	SSI	0-2 Months	183	\$ 28,719.09	\$ 28,628.48
South Central	SSI	3-11 Months	1,145	\$ 4,764.87	\$ 4,277.23
South Central	SSI	Child 1-20 Years	98,051	\$ 747.24	\$ 546.16
South Central	SSI	Adult 21+ Years	253,894	\$ 1,535.25	\$ 990.01
South Central	F&C	0-2 Months	29,712	\$ 3,082.46	\$ 3,074.19
South Central	F&C	3-11 Months	103,356	\$ 361.90	\$ 336.85
South Central	F&C	Child 1-20 Years	2,086,258	\$ 205.47	\$ 164.68
South Central	F&C	Adult 21+ Years	299,017	\$ 460.18	\$ 326.07
South Central	FCC	All Ages Male & Female	55,209	\$ 415.96	\$ 333.47
South Central	BCC	BCC, All Ages	816	\$ 2,735.07	\$ 1,835.44
South Central	LAP	LAP, All Ages	5,610	\$ 257.37	\$ 196.95
South Central	HCBS	Child 1-20 Years	3,392	\$ 2,514.01	\$ 2,087.37
South Central	HCBS	Adult 21+ Years	8,178	\$ 1,887.48	\$ 1,089.64
South Central	CCM	CCM, All Ages	12,502	\$ 1,512.62	\$ 1,223.55
South Central	SBH - CCM	SBH - CCM, All Ages	5,460	\$ 211.02	\$ 211.02
South Central	SBH - Duals	SBH - Dual Eligible, All Ages	382,388	\$ 33.66	\$ 33.66
South Central	SBH - LaHIPP	SBH - LaHIPP, All Ages	181	\$ 33.66	\$ 33.66
South Central	SBH - HCBS	Child 1-20 Years	4,958	\$ 158.71	\$ 158.71
South Central	SBH - HCBS	Adult 21+ Years	9,610	\$ 83.57	\$ 83.57
South Central	SBH - Other	SBH - All Ages	8,992	\$ 190.60	\$ 190.60
South Central	Act 421, Non-TPL	0-2 Months	-	\$ 28,025.97	\$ 27,905.56
South Central	Act 421, Non-TPL	3-11 Months	229	\$ 3,981.20	\$ 3,467.26
South Central	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,302.36	\$ 1,018.93
South Central	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,283.51	\$ 4,265.46
South Central	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 778.85	\$ 702.71
South Central	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 563.83	\$ 527.31
South Central	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	\$ 18.06
South Central	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	\$ 10.14
South Central	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 305.27	\$ 310.25
South Central	Maternity Kick Payment	Maternity Kick Payment	7,057	\$ 9,769.38	\$ 9,769.38
South Central	EED Kick Payment	EED Kick Payment	1	\$ 4,397.33	\$ 4,397.33
South Central	Medicaid Expansion	Age 19-64	1,846,491	\$ 572.10	\$ 418.89
South Central	Medicaid Expansion	SBH - Dual Eligible, All Ages	19,921	\$ 33.66	\$ 33.66
South Central	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 33.66	\$ 33.66
South Central	Medicaid Expansion	SBH - Other	89	\$ 190.60	\$ 190.60
South Central	Medicaid Expansion	SBH - CCM, All Ages	187	\$ 211.02	\$ 211.02
South Central	Medicaid Expansion	High Needs	313	\$ 572.10	\$ 418.89
South Central	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	3,754	\$ 11,998.77	\$ 11,998.77
South Central	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 6,122.37	\$ 6,122.37
North	SSI	0-2 Months	141	\$ 28,662.77	\$ 28,573.44
North	SSI	3-11 Months	1,213	\$ 4,707.19	\$ 4,225.63
North	SSI	Child 1-20 Years	104,544	\$ 706.25	\$ 561.83
North	SSI	Adult 21+ Years	229,509	\$ 1,467.05	\$ 998.93
North	F&C	0-2 Months	20,521	\$ 3,014.03	\$ 3,007.29
North	F&C	3-11 Months	72,805	\$ 353.55	\$ 332.10
North	F&C	Child 1-20 Years	1,545,033	\$ 210.60	\$ 181.13
North	F&C	Adult 21+ Years	212,750	\$ 454.83	\$ 340.18
North	FCC	All Ages Male & Female	38,932	\$ 567.74	\$ 507.51
North	BCC	BCC, All Ages	844	\$ 2,733.86	\$ 1,842.95
North	LAP	LAP, All Ages	3,912	\$ 258.44	\$ 198.30
North	HCBS	Child 1-20 Years	2,638	\$ 2,510.11	\$ 2,087.69
North	HCBS	Adult 21+ Years	6,059	\$ 1,892.19	\$ 1,102.66
North	CCM	CCM, All Ages	10,756	\$ 1,513.51	\$ 1,224.27
North	SBH - CCM	SBH - CCM, All Ages	4,776	\$ 208.29	\$ 208.29
North	SBH - Duals	SBH - Dual Eligible, All Ages	314,005	\$ 40.85	\$ 40.85
North	SBH - LaHIPP	SBH - LaHIPP, All Ages	149	\$ 40.85	\$ 40.85
North	SBH - HCBS	Child 1-20 Years	3,254	\$ 159.46	\$ 159.46
North	SBH - HCBS	Adult 21+ Years	6,593	\$ 89.82	\$ 89.82
North	SBH - Other	SBH - All Ages	7,773	\$ 186.58	\$ 186.58
North	Act 421, Non-TPL	0-2 Months	-	\$ 28,025.97	\$ 27,905.56
North	Act 421, Non-TPL	3-11 Months	229	\$ 3,981.20	\$ 3,467.26
North	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,302.36	\$ 1,018.93
North	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,283.51	\$ 4,265.46
North	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 778.85	\$ 702.71
North	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 563.83	\$ 527.31
North	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	\$ 18.06
North	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	\$ 10.14
North	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 305.27	\$ 310.25
North	Maternity Kick Payment	Maternity Kick Payment	4,919	\$ 10,927.53	\$ 10,927.53
North	EED Kick Payment	EED Kick Payment	1	\$ 4,877.22	\$ 4,877.22
North	Medicaid Expansion	Age 19-64	1,434,478	\$ 558.46	\$ 409.40
North	Medicaid Expansion	SBH - Dual Eligible, All Ages	14,390	\$ 40.85	\$ 40.85
North	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 40.85	\$ 40.85
North	Medicaid Expansion	SBH - Other	35	\$ 186.58	\$ 186.58
North	Medicaid Expansion	SBH - CCM, All Ages	140	\$ 208.29	\$ 208.29
North	Medicaid Expansion	High Needs	182	\$ 558.46	\$ 409.40
North	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	2,763	\$ 13,105.16	\$ 13,105.16
North	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 6,651.92	\$ 6,651.92

Appendix B

Rate Comparison

Region Description	Category of Aid Description	Rate Cell Description	7/1/22 Rates			1/1/23 Rates		
			Projected Member Months/Deliveries	Lower Bound PMPM or Cost per Delivery	Upper Bound PMPM or Cost per Delivery	Projected Member Months/Deliveries	Lower Bound PMPM or Cost per Delivery	Upper Bound PMPM or Cost per Delivery
Gulf	SSI	0-2 Months	225	\$ 29,151.32	\$ 30,745.80	225	\$ 29,156.65	\$ 30,752.37
Gulf	SSI	3-11 Months	1,362	\$ 4,863.42	\$ 5,227.85	1,362	\$ 4,892.44	\$ 5,258.75
Gulf	SSI	Child 1-20 Years	112,081	\$ 814.54	\$ 885.71	112,081	\$ 819.68	\$ 891.39
Gulf	SSI	Adult 21+ Years	285,554	\$ 1,669.06	\$ 1,824.63	285,554	\$ 1,683.64	\$ 1,840.15
Gulf	F&C	0-2 Months	29,056	\$ 2,966.63	\$ 3,192.93	29,056	\$ 3,073.13	\$ 3,278.50
Gulf	F&C	3-11 Months	102,424	\$ 326.47	\$ 351.97	102,424	\$ 351.76	\$ 374.32
Gulf	F&C	Child 1-20 Years	2,109,226	\$ 187.81	\$ 201.80	2,109,226	\$ 201.50	\$ 213.66
Gulf	F&C	Adult 21+ Years	297,547	\$ 462.15	\$ 496.70	297,547	\$ 480.99	\$ 510.59
Gulf	FCC	All Ages Male & Female	31,457	\$ 497.57	\$ 541.44	31,457	\$ 522.26	\$ 564.41
Gulf	BCC	BCC, All Ages	1,036	\$ 2,795.03	\$ 3,062.24	1,036	\$ 2,803.77	\$ 3,071.71
Gulf	LAP	LAP, All Ages	5,642	\$ 246.58	\$ 266.18	5,642	\$ 260.31	\$ 278.84
Gulf	HCBS	Child 1-20 Years	3,263	\$ 2,486.92	\$ 2,710.34	3,263	\$ 2,493.07	\$ 2,717.44
Gulf	HCBS	Adult 21+ Years	6,992	\$ 1,853.66	\$ 2,029.56	6,992	\$ 1,876.40	\$ 2,054.05
Gulf	CCM	CCM, All Ages	14,827	\$ 1,513.25	\$ 1,628.30	14,827	\$ 1,502.54	\$ 1,617.97
Gulf	SBH - CCM	SBH - CCM, All Ages	5,370	\$ 215.32	\$ 223.68	5,370	\$ 204.37	\$ 212.68
Gulf	SBH - Duals	SBH - Dual Eligible, All Ages	405,927	\$ 36.63	\$ 40.35	405,927	\$ 36.81	\$ 40.53
Gulf	SBH - LaHIPP	SBH - LaHIPP, All Ages	193	\$ 36.63	\$ 40.35	193	\$ 36.81	\$ 40.53
Gulf	SBH - HCBS	Child 1-20 Years	4,716	\$ 168.89	\$ 174.33	4,716	\$ 162.52	\$ 167.93
Gulf	SBH - HCBS	Adult 21+ Years	9,211	\$ 79.81	\$ 89.01	9,211	\$ 80.69	\$ 90.01
Gulf	SBH - Other	SBH - All Ages	5,861	\$ 184.85	\$ 206.02	5,861	\$ 188.40	\$ 210.13
Gulf	Act 421, Non-TPL	0-2 Months	-	\$ 28,007.45	N/A	-	\$ 28,025.97	N/A
Gulf	Act 421, Non-TPL	3-11 Months	229	\$ 3,956.64	N/A	229	\$ 3,981.20	N/A
Gulf	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,294.12	N/A	2,631	\$ 1,302.36	N/A
Gulf	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,280.72	N/A	-	\$ 4,283.51	N/A
Gulf	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 775.22	N/A	343	\$ 778.85	N/A
Gulf	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 561.61	N/A	3,946	\$ 563.83	N/A
Gulf	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	N/A	-	\$ 18.06	N/A
Gulf	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	N/A	343	\$ 10.09	N/A
Gulf	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 304.83	N/A	3,946	\$ 305.27	N/A
Gulf	Maternity Kick Payment	Maternity Kick Payment	7,180	\$ 11,644.33	\$ 12,067.29	7,180	\$ 11,704.88	\$ 12,129.05
Gulf	EED Kick Payment	EED Kick Payment	1	\$ 5,911.37	\$ 6,079.56	1	\$ 5,956.11	\$ 6,124.78
Gulf	Medicaid Expansion	Age 19-64	2,172,921	\$ 586.45	\$ 633.47	2,172,921	\$ 593.89	\$ 641.28
Gulf	Medicaid Expansion	SBH - Dual Eligible, All Ages	20,906	\$ 36.63	\$ 40.35	20,906	\$ 36.81	\$ 40.53
Gulf	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 36.63	\$ 40.35	1	\$ 36.81	\$ 40.53
Gulf	Medicaid Expansion	SBH - Other	35	\$ 184.85	\$ 206.02	35	\$ 188.40	\$ 210.13
Gulf	Medicaid Expansion	SBH - CCM, All Ages	171	\$ 215.32	\$ 223.68	171	\$ 204.37	\$ 212.68
Gulf	Medicaid Expansion	High Needs	747	\$ 586.45	\$ 633.47	747	\$ 593.89	\$ 641.28
Gulf	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	3,582	\$ 13,889.38	\$ 14,386.89	3,582	\$ 13,964.24	\$ 14,463.37
Gulf	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 7,855.15	\$ 8,084.53	1	\$ 7,911.01	\$ 8,141.14
Capital	SSI	0-2 Months	178	\$ 29,750.29	\$ 31,350.92	178	\$ 29,755.62	\$ 31,357.48
Capital	SSI	3-11 Months	1,299	\$ 4,744.20	\$ 5,107.41	1,299	\$ 4,773.22	\$ 5,138.31
Capital	SSI	Child 1-20 Years	90,152	\$ 842.00	\$ 917.13	90,152	\$ 846.71	\$ 922.34
Capital	SSI	Adult 21+ Years	207,213	\$ 1,787.86	\$ 1,954.49	207,213	\$ 1,800.72	\$ 1,968.17
Capital	F&C	0-2 Months	27,823	\$ 3,384.74	\$ 3,607.76	27,823	\$ 3,526.83	\$ 3,729.73
Capital	F&C	3-11 Months	96,825	\$ 336.40	\$ 361.22	96,825	\$ 360.64	\$ 382.71
Capital	F&C	Child 1-20 Years	1,936,770	\$ 198.67	\$ 213.72	1,936,770	\$ 211.26	\$ 224.13
Capital	F&C	Adult 21+ Years	269,063	\$ 498.04	\$ 536.16	269,063	\$ 515.68	\$ 548.31
Capital	FCC	All Ages Male & Female	51,230	\$ 455.41	\$ 495.60	51,230	\$ 476.92	\$ 516.02
Capital	BCC	BCC, All Ages	1,460	\$ 2,767.09	\$ 3,034.02	1,460	\$ 2,775.83	\$ 3,043.48
Capital	LAP	LAP, All Ages	7,213	\$ 244.76	\$ 264.35	7,213	\$ 258.48	\$ 276.99
Capital	HCBS	Child 1-20 Years	3,552	\$ 2,531.66	\$ 2,755.53	3,552	\$ 2,537.81	\$ 2,762.64
Capital	HCBS	Adult 21+ Years	6,721	\$ 1,858.86	\$ 2,034.81	6,721	\$ 1,881.60	\$ 2,059.30
Capital	CCM	CCM, All Ages	10,827	\$ 1,545.10	\$ 1,660.48	10,827	\$ 1,534.37	\$ 1,650.13
Capital	SBH - CCM	SBH - CCM, All Ages	5,879	\$ 217.55	\$ 225.94	5,879	\$ 206.61	\$ 214.94
Capital	SBH - Duals	SBH - Dual Eligible, All Ages	320,672	\$ 30.76	\$ 33.65	320,672	\$ 30.95	\$ 33.84
Capital	SBH - LaHIPP	SBH - LaHIPP, All Ages	152	\$ 30.76	\$ 33.65	152	\$ 30.95	\$ 33.84
Capital	SBH - HCBS	Child 1-20 Years	5,940	\$ 167.59	\$ 173.02	5,940	\$ 161.21	\$ 166.62
Capital	SBH - HCBS	Adult 21+ Years	8,862	\$ 81.67	\$ 90.89	8,862	\$ 82.55	\$ 91.89
Capital	SBH - Other	SBH - All Ages	9,038	\$ 176.24	\$ 197.33	9,038	\$ 179.79	\$ 201.43
Capital	Act 421, Non-TPL	0-2 Months	-	\$ 28,007.45	N/A	-	\$ 28,025.97	N/A
Capital	Act 421, Non-TPL	3-11 Months	229	\$ 3,956.64	N/A	229	\$ 3,981.20	N/A
Capital	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,294.12	N/A	2,631	\$ 1,302.36	N/A
Capital	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,280.72	N/A	-	\$ 4,283.51	N/A
Capital	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 775.22	N/A	343	\$ 778.85	N/A
Capital	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 561.61	N/A	3,946	\$ 563.83	N/A
Capital	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	N/A	-	\$ 18.06	N/A
Capital	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	N/A	343	\$ 10.09	N/A
Capital	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 304.83	N/A	3,946	\$ 305.27	N/A
Capital	Maternity Kick Payment	Maternity Kick Payment	6,430	\$ 10,744.75	\$ 11,139.63	6,430	\$ 10,735.01	\$ 11,129.43
Capital	EED Kick Payment	EED Kick Payment	1	\$ 5,395.05	\$ 5,552.07	1	\$ 5,391.45	\$ 5,548.28
Capital	Medicaid Expansion	Age 19-64	1,767,938	\$ 653.23	\$ 705.89	1,767,938	\$ 659.23	\$ 712.11
Capital	Medicaid Expansion	SBH - Dual Eligible, All Ages	16,267	\$ 30.76	\$ 33.65	16,267	\$ 30.95	\$ 33.84
Capital	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 30.76	\$ 33.65	1	\$ 30.95	\$ 33.84
Capital	Medicaid Expansion	SBH - Other	113	\$ 176.24	\$ 197.33	113	\$ 179.79	\$ 201.43
Capital	Medicaid Expansion	SBH - CCM, All Ages	235	\$ 217.55	\$ 225.94	235	\$ 206.61	\$ 214.94
Capital	Medicaid Expansion	High Needs	638	\$ 653.23	\$ 705.89	638	\$ 659.23	\$ 712.11
Capital	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	3,428	\$ 13,715.66	\$ 14,216.42	3,428	\$ 13,703.55	\$ 14,203.56
Capital	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 7,645.10	\$ 7,875.97	1	\$ 7,641.84	\$ 7,872.37

Region Description	Category of Aid Description	Rate Cell Description	7/1/22 Rates			1/1/23 Rates		
			Projected Member Months/Deliveries	Lower Bound PMPM or Cost per Delivery	Upper Bound PMPM or Cost per Delivery	Projected Member Months/Deliveries	Lower Bound PMPM or Cost per Delivery	Upper Bound PMPM or Cost per Delivery
South Central	SSI	0-2 Months	183	\$ 28,713.76	\$ 30,303.76	183	\$ 28,719.09	\$ 30,310.32
South Central	SSI	3-11 Months	1,145	\$ 4,735.85	\$ 5,098.97	1,145	\$ 4,764.87	\$ 5,129.87
South Central	SSI	Child 1-20 Years	98,051	\$ 746.28	\$ 811.94	98,051	\$ 747.24	\$ 813.25
South Central	SSI	Adult 21+ Years	253,894	\$ 1,518.07	\$ 1,662.15	253,894	\$ 1,535.25	\$ 1,680.43
South Central	F&C	0-2 Months	29,712	\$ 2,979.98	\$ 3,213.17	29,712	\$ 3,082.46	\$ 3,293.94
South Central	F&C	3-11 Months	103,356	\$ 338.76	\$ 368.83	103,356	\$ 361.90	\$ 388.10
South Central	F&C	Child 1-20 Years	2,086,258	\$ 192.78	\$ 208.47	2,086,258	\$ 205.47	\$ 218.78
South Central	F&C	Adult 21+ Years	299,017	\$ 440.97	\$ 475.17	299,017	\$ 460.18	\$ 490.04
South Central	FCC	All Ages Male & Female	55,209	\$ 397.01	\$ 432.95	55,209	\$ 415.96	\$ 451.15
South Central	BCC	BCC, All Ages	816	\$ 2,726.34	\$ 2,992.84	816	\$ 2,735.07	\$ 3,002.31
South Central	LAP	LAP, All Ages	5,610	\$ 243.66	\$ 263.24	5,610	\$ 257.37	\$ 275.87
South Central	HCBS	Child 1-20 Years	3,392	\$ 2,507.86	\$ 2,731.49	3,392	\$ 2,514.01	\$ 2,738.59
South Central	HCBS	Adult 21+ Years	8,178	\$ 1,864.73	\$ 2,040.74	8,178	\$ 1,887.48	\$ 2,065.24
South Central	CCM	CCM, All Ages	12,502	\$ 1,523.35	\$ 1,638.51	12,502	\$ 1,512.62	\$ 1,628.16
South Central	SBH - CCM	SBH - CCM, All Ages	5,460	\$ 221.96	\$ 230.39	5,460	\$ 211.02	\$ 219.40
South Central	SBH - Duals	SBH - Dual Eligible, All Ages	382,388	\$ 33.46	\$ 36.57	382,388	\$ 33.66	\$ 36.78
South Central	SBH - LaHIPP	SBH - LaHIPP, All Ages	181	\$ 33.46	\$ 36.57	181	\$ 33.66	\$ 36.78
South Central	SBH - HCBS	Child 1-20 Years	4,958	\$ 165.08	\$ 170.48	4,958	\$ 158.71	\$ 164.08
South Central	SBH - HCBS	Adult 21+ Years	9,610	\$ 82.68	\$ 91.91	9,610	\$ 83.57	\$ 92.91
South Central	SBH - Other	SBH - All Ages	8,992	\$ 187.04	\$ 208.24	8,992	\$ 190.60	\$ 212.35
South Central	Act 421, Non-TPL	0-2 Months	-	\$ 28,007.45	N/A	-	\$ 28,025.97	N/A
South Central	Act 421, Non-TPL	3-11 Months	229	\$ 3,956.64	N/A	229	\$ 3,981.20	N/A
South Central	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,294.12	N/A	2,631	\$ 1,302.36	N/A
South Central	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,280.72	N/A	-	\$ 4,283.51	N/A
South Central	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 775.22	N/A	343	\$ 778.85	N/A
South Central	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 561.61	N/A	3,946	\$ 563.83	N/A
South Central	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	N/A	-	\$ 18.06	N/A
South Central	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	N/A	343	\$ 10.09	N/A
South Central	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 304.83	N/A	3,946	\$ 305.27	N/A
South Central	Maternity Kick Payment	Maternity Kick Payment	7,057	\$ 9,695.48	\$ 10,088.38	7,057	\$ 9,769.38	\$ 10,165.81
South Central	EED Kick Payment	EED Kick Payment	1	\$ 4,369.50	\$ 4,525.73	1	\$ 4,397.33	\$ 4,554.96
South Central	Medicaid Expansion	Age 19-64	1,846,491	\$ 562.87	\$ 607.80	1,846,491	\$ 572.10	\$ 617.51
South Central	Medicaid Expansion	SBH - Dual Eligible, All Ages	19,921	\$ 33.46	\$ 36.57	19,921	\$ 33.66	\$ 36.78
South Central	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 33.46	\$ 36.57	1	\$ 33.66	\$ 36.78
South Central	Medicaid Expansion	SBH - Other	89	\$ 187.04	\$ 208.24	89	\$ 190.60	\$ 212.35
South Central	Medicaid Expansion	SBH - CCM, All Ages	187	\$ 221.96	\$ 230.39	187	\$ 211.02	\$ 219.40
South Central	Medicaid Expansion	High Needs	313	\$ 562.87	\$ 607.80	313	\$ 572.10	\$ 617.51
South Central	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	3,754	\$ 11,901.93	\$ 12,382.03	3,754	\$ 11,998.77	\$ 12,483.42
South Central	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 6,078.78	\$ 6,300.13	1	\$ 6,122.37	\$ 6,345.82
North	SSI	0-2 Months	141	\$ 28,657.44	\$ 30,246.86	141	\$ 28,662.77	\$ 30,253.42
North	SSI	3-11 Months	1,213	\$ 4,678.17	\$ 5,040.70	1,213	\$ 4,707.19	\$ 5,071.59
North	SSI	Child 1-20 Years	104,544	\$ 704.08	\$ 767.51	104,544	\$ 706.25	\$ 770.05
North	SSI	Adult 21+ Years	229,509	\$ 1,457.23	\$ 1,593.96	229,509	\$ 1,467.05	\$ 1,604.53
North	F&C	0-2 Months	20,521	\$ 2,900.78	\$ 3,125.79	20,521	\$ 3,014.03	\$ 3,219.16
North	F&C	3-11 Months	72,805	\$ 327.30	\$ 353.72	72,805	\$ 353.55	\$ 377.08
North	F&C	Child 1-20 Years	1,545,033	\$ 197.15	\$ 212.72	1,545,033	\$ 210.60	\$ 224.39
North	F&C	Adult 21+ Years	212,750	\$ 439.33	\$ 472.52	212,750	\$ 454.83	\$ 484.57
North	FCC	All Ages Male & Female	38,932	\$ 542.10	\$ 592.77	38,932	\$ 567.74	\$ 617.22
North	BCC	BCC, All Ages	844	\$ 2,725.12	\$ 2,991.61	844	\$ 2,733.86	\$ 3,001.08
North	LAP	LAP, All Ages	3,912	\$ 244.73	\$ 264.32	3,912	\$ 258.44	\$ 276.94
North	HCBS	Child 1-20 Years	2,638	\$ 2,503.96	\$ 2,727.55	2,638	\$ 2,510.11	\$ 2,734.66
North	HCBS	Adult 21+ Years	6,059	\$ 1,869.42	\$ 2,045.49	6,059	\$ 1,892.19	\$ 2,070.00
North	CCM	CCM, All Ages	10,756	\$ 1,524.25	\$ 1,639.42	10,756	\$ 1,513.51	\$ 1,629.06
North	SBH - CCM	SBH - CCM, All Ages	4,776	\$ 219.23	\$ 227.63	4,776	\$ 208.29	\$ 216.64
North	SBH - Duals	SBH - Dual Eligible, All Ages	314,005	\$ 40.66	\$ 44.54	314,005	\$ 40.85	\$ 44.74
North	SBH - LaHIPP	SBH - LaHIPP, All Ages	149	\$ 40.66	\$ 44.54	149	\$ 40.85	\$ 44.74
North	SBH - HCBS	Child 1-20 Years	3,254	\$ 165.84	\$ 171.25	3,254	\$ 159.46	\$ 164.85
North	SBH - HCBS	Adult 21+ Years	6,593	\$ 88.93	\$ 98.23	6,593	\$ 89.82	\$ 99.23
North	SBH - Other	SBH - All Ages	7,773	\$ 183.03	\$ 204.19	7,773	\$ 186.58	\$ 208.30
North	Act 421, Non-TPL	0-2 Months	-	\$ 28,007.45	N/A	-	\$ 28,025.97	N/A
North	Act 421, Non-TPL	3-11 Months	229	\$ 3,956.64	N/A	229	\$ 3,981.20	N/A
North	Act 421, Non-TPL	Child 1-18 Years	2,631	\$ 1,294.12	N/A	2,631	\$ 1,302.36	N/A
North	Act 421, Non-LaHIPP TPL	0-2 Months	-	\$ 4,280.72	N/A	-	\$ 4,283.51	N/A
North	Act 421, Non-LaHIPP TPL	3-11 Months	343	\$ 775.22	N/A	343	\$ 778.85	N/A
North	Act 421, Non-LaHIPP TPL	Child 1-18 Years	3,946	\$ 561.61	N/A	3,946	\$ 563.83	N/A
North	Act 421, LaHIPP TPL	0-2 Months	-	\$ 18.06	N/A	-	\$ 18.06	N/A
North	Act 421, LaHIPP TPL	3-11 Months	343	\$ 10.09	N/A	343	\$ 10.09	N/A
North	Act 421, LaHIPP TPL	Child 1-18 Years	3,946	\$ 304.83	N/A	3,946	\$ 305.27	N/A
North	Maternity Kick Payment	Maternity Kick Payment	4,919	\$ 10,780.46	\$ 11,221.20	4,919	\$ 10,927.53	\$ 11,375.03
North	EED Kick Payment	EED Kick Payment	1	\$ 4,818.53	\$ 4,993.78	1	\$ 4,877.22	\$ 5,055.16
North	Medicaid Expansion	Age 19-64	1,434,478	\$ 551.47	\$ 595.68	1,434,478	\$ 558.46	\$ 603.05
North	Medicaid Expansion	SBH - Dual Eligible, All Ages	14,390	\$ 40.66	\$ 44.54	14,390	\$ 40.85	\$ 44.74
North	Medicaid Expansion	SBH - LaHIPP, All Ages	1	\$ 40.66	\$ 44.54	1	\$ 40.85	\$ 44.74
North	Medicaid Expansion	SBH - Other	35	\$ 183.03	\$ 204.19	35	\$ 186.58	\$ 208.30
North	Medicaid Expansion	SBH - CCM, All Ages	140	\$ 219.23	\$ 227.63	140	\$ 208.29	\$ 216.64
North	Medicaid Expansion	High Needs	182	\$ 551.47	\$ 595.68	182	\$ 558.46	\$ 603.05
North	Medicaid Expansion - Maternity Kick Payment	Maternity Kick Payment	2,763	\$ 12,929.45	\$ 13,454.66	2,763	\$ 13,105.16	\$ 13,638.43
North	Medicaid Expansion - EED Kick Payment	EED Kick Payment	1	\$ 6,570.58	\$ 6,812.73	1	\$ 6,651.92	\$ 6,897.78



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