

**Summary of Funding Changes in LIP Program and Exemptions from Ceilings
Changes from State Fiscal Year 2006-2007 to 2007-2008**

	State Fiscal Year 2006-2007 FMAP @ 58.77%	State Fiscal Year 2007-2008 FMAP @ 56.83%	Variance	Additional Funds Required Due to FMAP Changes & Increase in Exemptions	
Low Income Pool Funding Sources					MODEL 1 MODEL 2
Local Funds	\$ 404,741,157	\$ 424,141,157	\$ 19,400,000	\$ 19,400,000	\$ 19,400,000
General Revenue	\$ 7,558,843	\$ 7,558,843	\$ -		
Federal Matching Funds	\$ 587,700,000	\$ 568,300,000	\$ (19,400,000)		
	<u>\$ 1,000,000,000</u>	<u>\$ 1,000,000,000</u>	<u>\$ -</u>		
Disproportionate Share Hospital (DSH) Program					
Local Funds	\$ 82,173,761	\$ 89,208,544	\$ 7,034,783		
General Revenue	\$ 750,000	\$ 750,000	\$ -		
Federal Matching Funds	\$ 118,201,054	\$ 118,423,535	\$ 222,481		
	<u>\$ 201,124,815</u>	<u>\$ 208,382,079</u>	<u>\$ 7,257,264</u>	\$ 7,257,264	\$ 7,257,264
Exemptions from Ceilings & Liver Global Fee					
<u>Liver Global Fee</u>					
Local Funds	\$ 4,094,964	\$ 4,094,964	\$ -		\$ 77,072
General Revenue	\$ -	\$ 192,680	\$ 192,680	\$ 192,680 GR	\$ 115,608 GR
Federal Matching Funds	\$ 5,837,036	\$ 5,644,356	\$ (192,680)		
	<u>\$ 9,932,000</u>	<u>\$ 9,932,000</u>	<u>\$ (192,680)</u>		
Exemptions from Ceilings - Base Year					
Local Funds	\$ 165,176,129	\$ 165,176,129	\$ (0)		\$ 3,227,389
General Revenue	\$ 13,675,000	\$ 21,743,472	\$ 8,068,472	\$ 8,068,472 GR	\$ 4,841,083 GR
Federal Matching Funds	\$ 254,937,687	\$ 246,869,215	\$ (8,068,472)		
	<u>\$ 433,788,816</u>	<u>\$ 433,788,816</u>	<u>\$ -</u>		
Exemptions from Ceilings - Growth					
Local Funds		\$ 165,176,129			
General Revenue		\$ 109,519,492			
Federal Matching Funds		\$ 362,797,118			
		<u>\$ 637,492,739</u>			
Increase in Ceilings from Base (Net Base FMAP Change)					
Local Funds		\$ 0			\$ 35,110,408
General Revenue		\$ 87,776,020		\$ 87,776,020 GR	\$ 52,665,612 GR
Federal Matching Funds		\$ 115,927,903			
		<u>\$ 203,703,923</u>			
Total Additional Local Funds Required Due to FMAP Changes and Growth in Exemptions				<u>\$ 122,694,436</u>	<u>\$ 122,694,436</u>
Local Governments Total				26,657,264	65,072,133
General Revenue Total				96,037,172	57,622,303
Grand Total Additional Funds Required				<u>122,694,436</u>	<u>122,694,436</u>

*- For 2007-08 the blended federal matching rate (56.91%) was used for ceilings since claims are processed across the federal fiscal year beginning October 1.