

Actuarial Review of the TennCare and TennCare Partners Programs

Development of Fiscal Year 2008 Per Capita Costs

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Prepared by:

Kenneth C. Vieira, FSA, MAAA, FCA

Joann Hess, FSA, MAAA

Wm. David Mosley, MBA (Clifton Gunderson, LLP)

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SECTION 1 – EXECUTIVE SUMMARY

At the request of the Tennessee Office of the Comptroller, Aon Consulting (Aon) has calculated per capita costs for the TennCare program for State Fiscal Year 2008. As part of our analysis, we have also restated the costs for the State Fiscal Year 2007. The per capita costs shown in this report are calculated to assist in the development of the TennCare budget and to develop medical fund targets for the managed care organizations. TennCare began the process to return to at-risk contracts with managed care organizations in Middle Tennessee on April 1, 2007. For the other regions, these per capita costs could also serve as the basis for developing capitation rates and actuarial certifications.

The purpose of this report is to provide per capita costs for State Fiscal Year 2008 for the TennCare and TennCare Partners programs. These programs represent a large portion of the TennCare budget. These estimates are based on a detailed analysis of data provided by the TennCare Bureau, review of the provider payments and invoices paid to managed care and behavior health organizations and the current program's plan of benefits and eligible groups.

The only material change in the TennCare program implemented over the last 12 months was the implementation of combined MCO/BHO capitated risk contracts in Middle Tennessee. The data in the report shows the impact to the base period data of program changes and disenrollments. For Fiscal Year 2007, we have projected enrollment levels, gradually removing data for those who were disenrolled after the end of the data period. For Fiscal Year 2008 calculations, these plan members are no longer included in the projections. There are only a small number of members who are impacted by this.

We received significant assistance in obtaining data and background information for this report from the TennCare Bureau and the Office of the Comptroller of the Treasury. Aon has relied upon this data and its integrity. Further details of the data received are discussed in Section IV of this report.

Methodology

The per capita costs shown in this report are developed based on actual Fiscal Year 2008 capitation rates for Middle Tennessee and actual TennCare utilization experience subset by key demographic and eligibility categories. Like last year, a medically needy category was included in the analysis to coincide with potential program changes. The majority of the members in this category were pulled from the prior Medicaid and Duals categories. Health plan payments to providers form the primary basis of the calculation of the cost per unit of service.

Aon developed baseline per capita costs using claims incurred between November 1, 2005 and October 31, 2006 and paid through January 2007. Only a small completion factor (less than 3%) was required to develop the baseline data. The current "hard limits" in the pharmacy program were implemented on August 1, 2005, and therefore, the impact is fully reflected in the baseline data. Medicare Part D was implemented on January 1, 2006, removing pharmacy coverage for many SSI and dual eligible members. Aon adjusted the baseline data for November and December 2005 to reflect the benefit reduction before projecting Fiscal Year 2007 experience. The "hard limits" have been replaced by "soft limits" effective February 1, 2007. Emerging data was analyzed and found to require no additional adjustments for this change.

The per capita costs are updated using inflation factors to estimate expected costs during Fiscal Years 2007 and 2008. Fiscal Year 2007 applies historical trends and completion factors to update the baseline data to the current period. The current period is then rolled forward a full year using projected trends to come up with the final Fiscal Year 2008 projection.

Summary

Based on methodologies and assumptions detailed in this report, Aon has developed per capita costs for State Fiscal Years 2007 and 2008. Consistent with last year's methodology, Aon collected data for this year's report directly from the MCOs and BHOs. Pharmacy and dental encounter data was collected directly from TennCare. Aon (in agreement with the TennCare Bureau) decided to define the baseline data as November 2005 through October 2006. The data was based on incurred claims from November 2005 through October 2006, with claims run-out through January 2007. The data used was reconciled to the submitted Medical Fund Target Reports from the MCOs and the Medical Loss Ratio Reports from the BHOs, as well as Invoice Statements received from the State Auditors.

Using the historical encounter data, Aon was able to develop completion factors that needed to be applied to the baseline data. Due to the claims run-out period, the factors were less than 3% for the baseline period.

Aon applied the historical trends to calculate the baseline Fiscal Year 2007 per capita costs. Details of this calculation and the various breakouts are included in the Appendix. We used the projected incurred data and completion factors to estimate the projected claims for Fiscal Year 2007 to date, that is, from July 2006 through March 2007. Reconciliation of these numbers to emerging invoices and MCO payments provided verification of our historical trends and completion factors. The data was then projected to the end of Fiscal Year 2007 and appropriately adjusted and trended to reflect a January 1, 2007 mid-point.

Members in TennCare Select High are not covered by the at-risk capitation programs and therefore have their own statewide definition.

MCO Per Capita Costs – Fiscal Year 2007

MCO Per Capita Costs - Fiscal Year 2007										
Summary By Rate Group										
Aid Category	East		Middle		TennCare Select High		West		Total	
	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy
Medically Needy	\$ 161.18	\$ 201.73	\$ 202.98	\$ 241.60	\$ 168.72	\$ 169.31	\$ 140.09	\$ 167.85	\$ 169.42	\$ 205.53
Medicaid (TANF & Related)	\$ 146.40	\$ 186.41	\$ 166.48	\$ 200.42	\$ 182.94	\$ 247.09	\$ 135.55	\$ 159.92	\$ 149.98	\$ 183.27
Duals	\$ 66.79	\$ 70.04	\$ 145.36	\$ 148.57	\$ 214.14	\$ 217.28	\$ 53.74	\$ 56.50	\$ 88.84	\$ 91.94
Uninsured/Uninsurable	\$ 101.39	\$ 137.41	\$ 120.38	\$ 155.06	\$ 46.22	\$ 46.65	\$ 106.63	\$ 136.38	\$ 109.10	\$ 143.05
Disabled	\$ 523.40	\$ 728.91	\$ 664.27	\$ 860.64	\$ 389.34	\$ 514.66	\$ 552.39	\$ 700.51	\$ 521.55	\$ 690.09
Waiver Duals	\$ 22.12	\$ 24.95	\$ 99.69	\$ 102.06	\$ -	\$ -	\$ 125.89	\$ 128.41	\$ 70.71	\$ 73.33
State Only & Judicial	\$ -	\$ 74.95	\$ -	\$ 88.22	\$ -	\$ -	\$ -	\$ 74.82	\$ -	\$ 79.85
All Eligibility Groups	\$ 174.65	\$ 226.98	\$ 206.88	\$ 250.49	\$ 338.50	\$ 446.28	\$ 167.22	\$ 201.98	\$ 190.21	\$ 237.25

Last year's report projected Fiscal Year 2007 per capita costs to be \$186.59 without pharmacy and \$256.87 with pharmacy. The restated Fiscal Year 2007 estimate of \$190.21 without pharmacy is 1.9% higher than last year. Because of the combined MCO and BHO benefits under the Middle region capitation rates effective April 1, 2007, direct comparison of last year and this year's projected costs is skewed. The increase in Middle MCO costs results in an offsetting companion reduction to the BHO costs in the Middle region (see BHO report). The restated Fiscal Year 2007 pharmacy estimate of \$237.25 is lower by 7.6%, primarily due to lower than expected pharmacy trend.

Overall, actual utilization is slightly lower than projected utilization trends. There could be many reasons for the deviation, such as enrollment shifts, etc. A detailed review of the variations is beyond the scope of this project.

Enrollment and Membership Review

Over the last three fiscal years, the impact of the disenrolled membership has begun to taper off. From the change, it is apparent that many members were re-classified during the process. Below is a summary of the enrollment numbers received from the TennCare detailed eligibility file:

MCO Enrollment Analysis (Average Monthly Enrollees)					
Summary By Rate Group					
	Fiscal Year 2006	Fiscal Year 2007	2006-2007 Change	Fiscal Year 2008	2007-2008 Change
Medically Needy	121,959	79,368	(42,591)	79,027	(341)
Medicaid (TANF & Related)	716,115	731,145	15,030	728,065	(3,079)
Duals	182,250	188,542	6,292	189,800	1,257
Uninsured/Uninsurable	65,367	35,992	(29,375)	33,491	(2,501)
Disabled	158,168	160,452	2,284	161,246	794
Waiver Duals	5,961	501	(5,460)	204	(297)
State Only & Judicials	5,494	5,783	289	6,091	308
All Eligibility Groups	1,255,314	1,201,783	(53,531)	1,197,924	(3,859)

The enrollment has leveled off after the significant disenrollment process that began in August 2005. There were still some residual reductions into 2006 and 2007 due to the appeals process for many members. Aon used the most recent enrollment information as the basis for our projections. The March 2007 membership levels were projected forward at a level rate, for all but the uninsured/uninsurable over 21, to estimate the Fiscal Year 2007 and Fiscal Year 2008 membership levels. The uninsured/uninsurable over 21 rate cell enrollment was significantly reduced for the remainder of Fiscal Year 2007 and Fiscal Year 2008 due to significant activity to process appeals and disenrollments by the Bureau.

The baseline enrollment projection was compared to the enrollment in the most recent TennCare budget forecasts and was within acceptable ranges. From this information, Aon was able to develop projected expenditures for Fiscal Year 2007. Below is a summary:

Region	Fiscal Year 2007 - Projected Expenditures			
	Enrollment	MCO	Pharmacy	Total
East	4,933,852	\$ 861,698,245	\$ 259,588,093	\$ 1,121,286,338
Middle	4,400,401	\$ 910,352,606	\$ 193,019,359	\$ 1,103,371,964
TennCare Select High	693,887	\$ 234,880,689	\$ 74,786,395	\$ 309,667,084
West	4,323,857	\$ 723,015,893	\$ 150,892,207	\$ 873,908,100
Total	14,351,997	\$ 2,729,947,433	\$ 678,286,053	\$ 3,408,233,486

Note that in the table above, the Middle region MCO expenditures include the associated behavioral health expenditures for capitated members.

With our processes and trends validated, we performed a detailed trend analysis, which was required to bring the baseline data up to the projection period.

MCO Per Capita Costs – Fiscal Year 2008

MCO Per Capita Costs - Fiscal Year 2008										
Summary By Rate Group										
Aid Category	East		Middle		TennCare Select High		West		Total	
	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy
Medically Needy	\$ 172.17	\$ 217.13	\$ 277.89	\$ 320.77	\$ 174.63	\$ 175.30	\$ 151.41	\$ 182.23	\$ 202.02	\$ 242.06
Medicaid (TANF & Related)	\$ 153.48	\$ 198.28	\$ 191.01	\$ 229.01	\$ 192.74	\$ 264.50	\$ 144.08	\$ 171.33	\$ 163.35	\$ 200.64
Duals	\$ 72.46	\$ 76.10	\$ 123.24	\$ 126.84	\$ 236.86	\$ 240.37	\$ 58.84	\$ 61.93	\$ 85.92	\$ 89.40
Uninsured/Uninsurable	\$ 72.47	\$ 114.07	\$ 101.66	\$ 141.76	\$ 44.20	\$ 44.69	\$ 72.95	\$ 106.74	\$ 82.54	\$ 121.61
Disabled	\$ 559.92	\$ 790.02	\$ 723.33	\$ 943.13	\$ 420.76	\$ 560.53	\$ 595.30	\$ 761.13	\$ 562.38	\$ 750.83
Waiver Duals	\$ 24.15	\$ 27.32	\$ 80.96	\$ 83.61	\$ -	\$ -	\$ 142.83	\$ 145.65	\$ 69.82	\$ 72.74
State Only & Judicial	\$ -	\$ 83.92	\$ -	\$ 98.77	\$ -	\$ -	\$ -	\$ 83.78	\$ -	\$ 89.31
All Eligibility Groups	\$ 184.14	\$ 242.78	\$ 229.70	\$ 278.65	\$ 365.53	\$ 485.93	\$ 178.34	\$ 217.32	\$ 205.28	\$ 258.05
2007 Current Projection	\$ 174.65	\$ 226.98	\$ 206.88	\$ 250.49	\$ 338.50	\$ 446.28	\$ 167.22	\$ 201.98	\$ 190.21	\$ 237.25
Difference	5.4%	7.0%	11.0%	11.2%	8.0%	8.9%	6.7%	7.6%	7.9%	8.8%

The report indicates that the per capita costs are anticipated to increase 8.8% or \$20.80 per capita over the Fiscal Year 2007 projection; however, some of the increase is due to the addition of BHO costs for Middle Tennessee. As discussed earlier, the Middle BHO costs are now being reported under the Middle MCO capitation contract effective April 1, 2007. This change causes the Middle MCO costs to be inflated by approximately 10%, indicating that the physical health cost alone was nearly flat in Fiscal Year 2008 within this region. Further details can be found in the BHO section of the report, which shows no cost for mental health services paid through the BHO contract in the Middle Region. Medical trends are lower than the overall increase, with per capita costs increasing from \$190.21 to \$205.28 (\$15.07). Pharmacy per capita costs are projected to increase 12%. The absolute level pharmacy reduction over prior fiscal years is due to the impact of Medicare Part D enrollment and implementation of “hard limits” and the PDL. Movement between categories has also impacted the per capita costs. There is also an associated clawback liability on the pharmacy that is budgeted to be \$220 million for Fiscal Year 2007.

Consistent with Fiscal Year 2007, Aon developed aggregate projections for Fiscal Year 2008. Below is a summary of the projections.

Region	Fiscal Year 2008 - Projected Expenditures			
	Enrollment	MCO	Pharmacy	Total
East	4,919,199	\$ 905,845,435	\$ 290,105,673	\$ 1,195,951,108
Middle	4,396,720	\$ 1,009,928,444	\$ 216,511,059	\$ 1,226,439,503
TennCare Select High	699,430	\$ 255,661,819	\$ 84,210,892	\$ 339,872,711
West	4,286,644	\$ 764,470,369	\$ 167,822,838	\$ 932,293,208
Total	14,301,993	\$ 2,935,906,067	\$ 758,650,463	\$ 3,694,556,530

Pharmacy Per Capita Costs

Pharmacy projections were discussed earlier in the report, but below is a brief summary.

Summary of Per Capita Costs Pharmacy				
Aid Category	Fiscal Year 2007		Fiscal Year 2008	
	PMPM		PMPM	
Medically Needy	\$	36.11	\$	40.05
Medicaid (TANF & Related)	\$	33.30	\$	37.30
Duals	\$	3.11	\$	3.48
Uninsured/Uninsurable	\$	33.95	\$	39.07
Disabled	\$	168.54	\$	188.45
Waiver Duals	\$	2.62	\$	2.92
State Only & Judicial	\$	79.85	\$	89.31
All Eligibility Groups	\$	47.03	\$	52.78

Changes to the pharmacy program before and during the baseline period included the implementation of hard script limits on August 1, 2005 (changed to "Soft Limits" February 1, 2007). This change alone resulted in rates dropping 40% from prior levels. Another large impact was the transition to Medicare Part D benefits for dual enrollees effective January 1, 2006. These members had their claims drop significantly in Fiscal Year 2006 and Fiscal Year 2007. TennCare still covers non-Part D drugs, which is a small subset of therapeutic classes, for Medicare dual eligibles.

Consistent with last year's report, Aon developed a breakdown of the pharmacy expenditures by brand and generics. This becomes increasingly important as many highly utilized drugs have gone off patent in 2006. In addition, many more highly utilized drugs will convert to generic in 2007 and 2008. Of the most significant recent conversions are Zithromax (bacterial infections), Zoloft (depression), Zocor (high cholesterol), Plavix (inhibit platelet aggregation), Flonase (rhinitis), Wellbutrin (depression), Pravachol (high cholesterol) and Lamictal (seizures). The savings from generic conversions are offset by the introduction of new therapies to the market, in particular specialty drugs and biological agents.

Below is a summary of Fiscal Year 2007 and Fiscal Year 2008 pharmacy costs:

Summary by Service Category Pharmacy				
Service Category	Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total
Brand	\$ 35.12	\$ 506,437,523	\$ 39.43	\$ 566,805,986
Generic	\$ 10.65	\$ 153,579,287	\$ 11.94	\$ 171,674,516
Non-Drug*	\$ 1.02	\$ 14,707,609	\$ 1.14	\$ 16,431,742
Sub- Total	\$ 46.79	\$ 674,724,418	\$ 52.52	\$ 754,912,244
Admin	\$ 0.25	\$ 3,561,635	\$ 0.26	\$ 3,738,218
Total w/ Admin	\$ 47.03	\$ 678,286,053	\$ 52.78	\$ 758,650,463

* Non-Drugs include medical supplies, bulk chemicals, etc

This breakdown shows that 75% of the pharmacy claims expenditures are due to brand name drugs, even though over half of prescriptions are for generic drugs. This highlights the vast unit cost difference between brand name and generic drugs. Pharmacy trends are anticipated to remain in the 9-12% range for the next few years.

Dental Per Capita Costs

Consistent with the calculation of the per capita costs for the MCOs, Aon developed the cost for the separate dental program. Projected costs for this program are detailed below and include a 3.75% administrative load for Fiscal Year 2007 and Fiscal Year 2008:

Summary of Dental Per Capita Costs		
By Aid Category		
	FY2007	FY2008
Medically Needy	\$ 9.93	\$ 10.28
Medicaid (TANF & Related)	\$ 11.92	\$ 12.52
Duals	\$ 0.04	\$ 0.04
Uninsured	\$ 16.73	\$ 18.96
Disabled	\$ 4.59	\$ 4.81
Waiver Duals	\$ 0.04	\$ -
All Eligibility Groups	\$ 9.07	\$ 9.52
Prior Actuarial Estimate	\$ 9.54	\$ 9.54
Difference	-4.9%	-0.2%

The prior actuarial projection was \$9.54 per capita for Fiscal Year 2007. An increase of 4.9% (\$0.45 per capita) is indicated for Fiscal Year 2008 over Fiscal Year 2007. Using the Fiscal Year 2007 and Fiscal Year 2008 enrollment assumptions outlined earlier, the total dental expense for Fiscal Year 2008 is anticipated to be \$136,122,228.

Consistent with last year's report, the data received was very detailed and was of high quality. Aon was able to develop a further breakdown of the dental expenditures by major service category. Below is a summary:

Summary By Service Category - Dental				
All Eligibility Groups				
Service Category	State			
	Fiscal Year 2008		Fiscal Year 2007	
	Per Capita	Total*	Per Capita	Total**
Diagnostic	\$ 1.42	\$ 20,354,290	\$ 1.36	\$ 19,460,737
Preventive	\$ 1.50	\$ 21,412,534	\$ 1.43	\$ 20,456,770
Restorative	\$ 3.47	\$ 49,599,752	\$ 3.31	\$ 47,460,119
Endodontics	\$ 0.81	\$ 11,536,850	\$ 0.77	\$ 11,044,628
Oral Surgery	\$ 0.82	\$ 11,716,185	\$ 0.78	\$ 11,223,625
Orthodontics	\$ 0.75	\$ 10,686,463	\$ 0.71	\$ 10,234,096
Other	\$ 0.40	\$ 5,711,571	\$ 0.38	\$ 5,466,469
Admin	\$ 0.36	\$ 5,104,584	\$ 0.34	\$ 4,883,628
Total	\$ 9.52	\$ 136,122,228	\$ 9.07	\$ 130,230,072
*FY08 Assumed Average Enrollment 1,191,833				
**FY07 Assumed Average Enrollment 1,196,000				

TennCare Partners - BHO Per Capita Costs

Beginning July 1, 2004, TennCare Partners entered into a risk contract with Tennessee Behavioral Health, Inc. for the East Tennessee Region (TBH East) that pays capitation rates based on demographic group and priority status. The remainder of the state is funded on the basis of a fixed monthly budget. This budget is currently divided between payments for individuals who are classified as priority (SPMI/SED) and non-priority. The following table shows the original Fiscal Year 2007 per capita costs for statewide BHO services and the projected Fiscal Year 2007 per capita costs:

BHO Per Capita Costs - Fiscal Year 2007			
Summary By Rate Group			
	Prior Report	Current Report	%
Priority	\$ 318.38	\$ 265.95	-16.5%
Non-Priority	\$ 6.16	\$ 5.45	-11.5%
State Only & Judicial	\$ -	\$ 447.91	
All Eligibility Groups	\$ 28.16	\$ 26.33	-6.5%

The results show the prior projections to be overstated by \$1.83 per capita or 6.5%. This was due to actual experience developing at a lower trend rate than anticipated. As we have stated earlier, some of this overstatement is due to BHO services being carved into the MCO program, thus reducing stand-alone BHO costs in the last quarter of Fiscal Year 2007. Producing a different rate cell for State Only and Judicial populations has reallocated the costs.

Using projected enrollment and per capita costs, Aon prepared a budget summary for Fiscal Year 2007; see summary below.

BHO Per Capita Costs - Fiscal Year 2007			
Summary By Rate Group			
	Age Group	PMPM	Total
BHO Priority	Ages 0 - 13	\$ 233.59	\$ 38,186,501
	Ages 14 - 18	\$ 283.85	\$ 37,488,822
	Ages 19 - 20	\$ 200.96	\$ 5,037,675
	Age 21+	\$ 273.20	\$ 171,831,985
	Total	\$ 265.95	\$ 252,544,983
BHO Non-Priority	Ages 0 - 13	\$ 2.72	\$ 13,708,198
	Ages 14 - 18	\$ 14.43	\$ 21,111,865
	Ages 19 - 20	\$ 4.93	\$ 2,359,788
	Age 21+	\$ 5.61	\$ 29,893,384
	Total	\$ 5.45	\$ 67,073,235
State Only & Judicials	Ages 0 - 13	\$ 338.69	\$ 49,797
	Ages 14 - 18	\$ 547.92	\$ 237,357
	Ages 19 - 20	\$ 346.29	\$ 474,493
	Age 21+	\$ 449.57	\$ 30,322,587
	Total	\$ 447.91	\$ 31,084,234
All Groups	All Ages	\$ 26.33	\$ 350,702,452

Different from last year's report, enrollment is anticipated to be very stable by rate cell between Fiscal Year 2007 and Fiscal Year 2008, resulting in very little impact on projected per capita costs.

BHO Per Capita Costs – Fiscal Year 2008

The Fiscal Year 2008 per capita costs were developed using a current year trend that varies by payment and service type and includes a 10% administrative load and 2% premium tax. Grants were assumed to remain level on a per member basis. Like the MCO rate development, the historical trend rates were used to develop the Fiscal Year 2007 numbers and reflect additional financial results in the MLR reports. Overall, TennCare would need a 0.8% increase over the revised Fiscal Year 2007 rates. The results in Middle Tennessee reflect the carve-in of BHO services to the MCO contracts as of April 1, 2007. The remaining Middle region BHO per capita cost of \$451.54 is for the State Only and Judicial population. Members in TennCare Select High are not covered by the at-risk capitation programs and therefore have their own statewide definition.

BHO Per Capita Costs - Fiscal Year 2008					
Summary By Rate Group					
	East	Middle	TC Select High	West	Statewide
Priority	\$ 246.71	\$ -	\$ 295.50	\$ 266.07	\$ 260.82
Non-Priority	\$ 6.71	\$ -	\$ 17.64	\$ 3.61	\$ 6.06
State Only & Judicial	\$ 246.69	\$ 451.54	\$ -	\$ 532.19	\$ 392.45
All Eligibility Groups	\$ 24.67	\$ 451.54	\$ 58.14	\$ 20.90	\$ 26.53
2007 Current Projection	\$ 24.12	\$ 31.20	\$ 56.24	\$ 20.33	\$ 26.33
Difference	2.2%	1347.4%	3.4%	2.8%	0.8%

Behavioral health drugs are paid on a fee-for-service basis. Expected Fiscal Year 2008 per capita costs have been developed using encounter data provided by TennCare. The costs for BHO drugs are not included above and can be found in the appendices for pharmacy.

The data received this year by the BHO was reconciled to the MLR reports. Aon was able to develop a further breakdown of the BHO expenditures by major service category within a region; details can be found in the appendices. Below is a summary by priority status and age group.

BHO Per Capita Costs - Fiscal Year 2008				
Summary By Rate Group				
	Age Group	Enrollment	PMPM	Total
BHO Priority	Ages 0 - 13	117,097	\$ 232.32	\$ 27,203,642
	Ages 14 - 18	103,267	\$ 293.39	\$ 30,297,604
	Ages 19 - 20	19,088	\$ 195.04	\$ 3,722,924
	Age 21+	451,984	\$ 263.55	\$ 119,119,577
	Total	691,437	\$ 260.82	\$ 180,343,747
BHO Non-Priority	Ages 0 - 13	3,715,369	\$ 3.30	\$ 12,266,149
	Ages 14 - 18	1,135,553	\$ 16.55	\$ 18,788,394
	Ages 19 - 20	362,713	\$ 5.19	\$ 1,884,258
	Age 21+	4,005,654	\$ 5.72	\$ 22,896,556
	Total	9,219,290	\$ 6.06	\$ 55,835,357
State Only & Judicials	Ages 0 - 13	146	\$ 363.08	\$ 53,051
	Ages 14 - 18	367	\$ 413.69	\$ 151,822
	Ages 19 - 20	1,413	\$ 335.18	\$ 473,616
	Age 21+	71,164	\$ 393.54	\$ 28,006,092
	Total	73,090	\$ 392.45	\$ 28,684,581
All Groups	All Ages	9,983,817	\$ 26.53	\$ 264,863,685

Analysis of Provider Cost

As part of our actuarial report, Aon was required to perform a detailed review of the hospital environment and reimbursement levels under the current Medicaid program. Details of our analysis, with associated methodologies, can be found in Section V. Below is a brief summary of our findings.

Hospital Environment

The percentage of Tennessee's population living below 200% of the Federal Poverty Level (FPL) was 40% in 2005, which is approximately 1% lower than the average for all other CMS Region IV states. However, Tennessee serves a disproportionately high percentage of its population through the Medicaid (TennCare) program.

In Fiscal Year 2005, Tennessee's Medicaid enrollment equaled 28% of the State's total population. By comparison, the average percentage of population enrolled among other Region IV states was 20%. The percent of Tennessee's population enrolled in Medicaid far exceeds that of other states. Mississippi, the second highest state, had 25% of its population enrolled in Medicaid during 2005.

Tennessee's expenditure (non-federal dollars) per Medicaid enrollee, \$2,498.61, is 23% higher than the average for Region IV states. The State's cost for the Medicaid program is equal to \$558.70 for each resident. This places Tennessee ahead of the average for other states in Region IV by 75%.

In 2005, 35.7% of all State expenditures were attributable to the Medicaid program. This places Tennessee 47.52% ahead of the Region IV average. The second highest-ranking state was Mississippi; however, Mississippi has a much higher FMAP and lower level of per capital income (PCI).

Medicaid Reimbursement

For Fiscal Year 2005, Tennessee hospitals were reimbursed, as an industry, 81.38% of their Medicaid allowed costs when all charges provided were utilized. However, detailed methodology developed for this analysis indicated that not all charges were necessarily applicable. Prior year analysis was not adjusted for this consideration. However, for 2005, certain data was excluded and the resulting percent of Medicaid inpatient and outpatient cost reimbursed equaled 75.46%.

Comparative analysis of this figure to other Region IV states is difficult, as the other states utilize aggressive upper payment limit (UPL) payment schemes to reimburse hospitals well beyond the "regular" inpatient and outpatient payments. The 75.46% figure for Tennessee does include a supplemental payment to the hospital industry of \$100 million, but the supplemental payment is reduced to account for adjustments required in the model, as discussed in detail herein.

Hospital Profitability (Inpatient and Outpatient Services Only)

The State's hospital industry realized profits of \$500,613,199 in 2005, according to the American Hospital Association's *AHA Hospital Statistics 2007*. However, this same source indicates that profits for the industry decreased by approximately 15% from 2004, a reduction of nearly \$88 million.

Hospitals in Tennessee, in aggregate, realized a profit margin of 4.02% during 2005, according to the data extracted from CMS' HCRIS database. However, the aforementioned American Hospital Association reported a margin of 4.5% for the same period. Again, as Tennessee does not require, collect, or audit any data from Medicaid providers, these figures can only be used for illustrative purposes.

Tennessee's hospital industry, according to American Hospital Association data and cost reports filed with CMS, was less profitable than the average Region IV state in 2005. "Basic" Medicaid reimbursements to TennCare hospitals placed Tennessee ahead of the Region IV average for the percent of Medicaid cost reimbursed (69.39% for TN and 64.03 for Region IV). However, neither the HCRIS data nor the hard copy cost reports filed with CMS allow one to calculate these figures including the \$100 million in supplemental payments in Tennessee and the huge supplemental payments that are made in other states.

It is again suggested that the State should require each hospital to complete all Title XIX sections of their annual Medicare cost reports so that a definitive percentage might be ascertained and used for comparative analysis.

SECTION II – PROGRAM OVERVIEW

On January 1, 1994, Tennessee began a new health care reform program called TennCare. This program, which required no new taxes, essentially replaced the Medicaid Program in Tennessee. TennCare was designed as a managed care model. It extended coverage to uninsured and uninsurable persons who were not eligible for Medicaid.

The TennCare program was implemented as a five-year demonstration program approved by the federal Health Care Financing Administration (HCFA), which is now known as the Centers for Medicare and Medicaid Services (CMS). The program received several extensions after the original expiration date of December 30, 1999. In July 2002, Tennessee began a new five-year TennCare demonstration program.

The current TennCare program is really two programs. TennCare Medicaid is for persons who are Medicaid eligible; and TennCare Standard is for persons who are not Medicaid eligible, but who have been determined to meet the state's criteria as being either uninsured or uninsurable. Historically, individuals in both programs have received the same services. TennCare Standard enrollees with family incomes at or above poverty level are required to pay premiums and copays, however.

New reforms to TennCare were approved by CMS in the spring of 2005. According to these reforms, TennCare Standard adults ages 19 and over were to be disenrolled from the program, beginning in August 2005. TennCare Medically Needy adults ages 21 and older who were not pregnant were to be disenrolled also. The majority of disenrollment occurred by November 2006.

TennCare services are offered through several managed care entities. Each enrollee has a Managed Care Organization (MCO) for his or her primary care and medical/surgical services, a Behavioral Health Organization (BHO) for his or her behavioral health and substance abuse treatment services, and a Pharmacy Benefits Manager (PBM) for his or her pharmacy services. Children under the age of 21 are eligible for dental services, which are provided by a Dental Benefits Manager (DBM). Enrollees are allowed to choose the MCO they wish from among those available in the areas in which they live.

Traditionally, MCOs have been “at risk,” meaning that their compensation was based on a per member, per month capitation fee for each enrollee, regardless of how many services the enrollee used. However, because of instability among some of the MCOs participating in TennCare, the “at risk” concept was replaced in July 2002 with a “non-risk” arrangement. MCOs began submitting invoices to TennCare for payment of medical services delivered and receiving a fixed administrative fee. The state added its own MCO, called TennCare Select, to serve as a backup if other plans failed or there was inadequate MCO capacity in any area of the state. TennCare Select is administered by BlueCross/BlueShield of Tennessee.

Current Environment

TennCare currently contracts with eight different Managed Care Organizations (MCOs) to provide services across the East, Middle, and West Tennessee regions. Plan members have the option to choose their MCO from those available in their region.

Beginning April 1, 2007, TennCare returned a portion of eligibles in Middle Tennessee to a full risk capitated model. Members in TennCare who reside in the Middle Tennessee region and are not in TennCare Select High are mandatorily required to enroll in one of the full risk MCOs.

The Middle Tennessee Capitation arrangement covers all medical and behavioral health services under one capitation arrangement. This caused a shift in budget reporting from the BHO to MCO contract in the Middle region. Pharmacy and dental services for eligibles in Middle Tennessee remain under the fee for service program.

Prior to July 1, 2004, TennCare Partners contracted with two Behavioral Health Organizations (BHOs) to provide mental health services statewide. Plan members choose from either Premier Behavioral Systems of Tennessee (Premier) or Tennessee Behavioral Health, Inc. (TBH). Beginning July 1, 2004, TennCare Partners entered into a full capitation agreement with TBH to provide mental health services for all members in the East Region. Middle Tennessee managed care eligibles, as of April 1, 2007 are no longer eligible for the separate TennCare Partners program and receive their behavioral health services through their MCO. Members not eligible for managed care and in the remainder of the state continue to have a choice between Premier and TBH for their mental health services.

Current 1115 Waiver and Historical Perspective

Tennessee was granted a five-year waiver from the Centers for Medicare and Medicaid Services (CMS) effective July 1, 2002. The waiver provides for a number of changes in TennCare including changes in the eligible population and changes in the program design, such as service limits and cost sharing. While the new waiver was effective July 1, 2002, the benefit changes that were allowed under that waiver were never fully implemented in an effort to negotiate settlements to many outstanding lawsuits.

Under the waiver, TennCare was approved to enter into a “stabilization” plan, also effective July 2002, whereby risk-based contracts for managed care organizations were converted to Administrative Services Only (ASO) contracts. The transition to ASO contracts has resulted in more detailed data reporting from the MCOs; in particular, the amount paid for specific services is captured. This data collection is further detailed in Section IV (Data Sources). Since the inception of the stabilization plan, the TennCare Bureau has also gained stronger control over most expenditures to providers through specific contractual terms with managed care organizations.

Effective October 2002, dental services were carved out of the managed care contracts. The services are now paid fee-for-service and are administered by a Dental Benefits Manager (DBM), Doral Dental USA. As the DBM for TennCare, Doral is responsible for maintaining an adequate dental provider network, paying provider claims and providing member and outreach services.

Effective July 1, 2003, the State took over the Non-Dual MCO pharmacy programs on a fee-for-service basis. MCO pharmacy per capita costs are presented in the development of the TennCare per capita costs. Behavioral pharmacy (hereafter referred to as BHO pharmacy) per capita costs are presented in the development of the TennCare Partners per capita cost. A new pharmacy benefit manager, First Health, was awarded a contract effective January 1, 2004.

A Preferred Drug List (PDL) was phased in, beginning October, 2003. It was fully implemented January, 2004. Although this is a voluntary PDL, compliance is currently over 80%. Savings from the PDL is primarily achieved through enhanced rebates, which are not included in our projection.

TennCare Partners underwent a vendor solicitation process to secure behavioral health organizations (BHOs) by region. Beginning July 1, 2004, there is a risk contract with a BHO in East Tennessee that pays capitation rates that differ by demographic group and priority status. The remainder of the state is funded on the basis of a fixed monthly budget. This budget is currently divided between payments for individuals who are classified as priority (SPMI/SED) and non-priority. Behavioral health drugs are paid on a fee-for-service basis.

In late 2004, the State of Tennessee was in a budget crisis. Increases for TennCare were not sustainable and the Bureau was at an impasse with the Tennessee Justice Center regarding relief from consent decrees.

In early 2005, the TennCare reform plan was finalized and included disenrollments and benefit reductions. In July 2005, disenrollment of more than 190,000 TennCare Standard adults began. In August 2005, the hard limit for the pharmacy benefit was implemented. Monthly prescriptions are limited to five per member, with

no more than two allowed for brand drugs. Later in that month the State also obtained substantial relief from the most onerous provisions of Grier Consent Decree.

In 2006, TennCare solicited MCOs in middle Tennessee in an effort to return to at-risk contracts. The bid was successful, and beginning April 1, 2007 there are two full risk contracts in place. These contracts will cover both MCO and BHO services and are fixed for the 15-month period from April 1, 2007 through June 30, 2008.

SECTION III – PROJECT SCOPE

At the request of the Tennessee Office of the Comptroller, Aon Consulting (Aon) has calculated per capita costs for the TennCare and TennCare Partners programs for State Fiscal Year 2008. The per capita costs shown in this report are calculated to assist in the development of the TennCare budget and to develop medical fund targets for managed care organizations. With a return to at-risk contracts with managed care organizations, these per capita costs can also serve as the basis for developing capitation rates and risk sharing.

This report describes the methods, data and assumptions used to develop per capita costs for the acute care portion of the TennCare program. Administrative costs associated with those portions of the program that are covered by contracts with managed care organizations are included in these calculations.

The report also includes a review of the State's hospital reimbursement level. The report was produced with a methodology thoroughly discussed with the Tennessee Hospital Association, and represents a good-faith effort to accurately compare the reimbursement amounts and costs with other similar states.

A number of material changes in the TennCare program have been implemented by the Governor's office. These changes have been integrated into the report through various benefit adjustments, members' disenrollments and headcount projections.

The report this year includes a summary of per capita and projected costs by Region and Statewide. This provides the Bureau with a better understanding of potential capitation rates by region, aid category and coverage.

SECTION IV – DATA SOURCES

TennCare Claims and Encounter Data

Medical Claims and Encounter Data

TennCare received detailed claims and encounter data from each of the MCOs for the period July 2002 through January 2007. This data was then compiled and loaded into a central data warehouse. Aon also obtained a detailed claim and encounter data extract from the Bureau of TennCare (the CODMAN Extract) for the period July 1, 2002 through December 31, 2006. This data was supplemental to the data received directly from the MCOs. Additionally, Aon received information regarding capitated payments and recoveries not available on the encounter data.

The data was segregated into the following broad service categories: inpatient hospital, outpatient hospital, home health care, professional, and pharmacy. We performed numerous diagnostic analyses to ensure the data was credible.

To ensure the completeness of the data, we compared the encounter data for each plan to the paid expenditure data reported in the monthly Medical Fund Target reports that are submitted to the Bureau of TennCare and the Department of Commerce and Insurance. The claims received from the MCOs provided less than 1% deviation from the reports. Due to the accuracy of the data, Aon continues to use current periods.

Pharmacy Claims and Encounter Data

The TennCare Bureau received detailed claims and encounter data from the pharmacy benefit manager, currently FirstHealth. This data was compiled and loaded into a central data warehouse. Aon obtained detailed claims and encounter data submitted to the TennCare Bureau for the period July 1, 2002 through January 31, 2007.

The pharmacy program recently underwent three major changes:

1. Effective August 1, 2005, the pharmacy “hard limits” of 5 prescriptions per month were implemented. This limit was removed February 1, 2007.
2. Effective November 1, 2005, the Preferred Drug List (PDL) was expanded.
3. Effective January 1, 2006, Medicaid Dual members were auto-enrolled in the Medicare Part D program.

Only point 3 above had an impact on the data used in the report. There also continue to be numerous operational and medical management initiatives implemented, such as concurrent DUR and disease management.

The first two changes regarding script limits and the PDL were fully implemented prior to the baseline data period. Emerging pharmacy data does not indicate that removal of the script limit has sent utilization to prior levels. Implementation of the PDL and current practice patterns has not warranted any additional data adjustment for this change. The third change, regarding Medicare Part D enrollees, significantly reduced pharmacy claims for the Dual members. The majority of their pharmacy coverage is through Medicare Part D, with the State financially responsible for the non-Medicare covered drugs and the “clawback” tax. This “clawback” obligation is not included in this report, but should be recognized as a budgetary item. TennCare is currently budgeting \$269 million for Fiscal Year 2008.

Dental Claims and Encounter Data

Aon received dental encounter data from the TennCare Bureau for claims paid from July 2002 through January 2007. The same dental vendor was in place for the entire data period. We selected claims incurred from November 2005 and October 2006, paid through January 2007, as our base data period. This data represents twelve months of experience with three months of run-out.

The data was aggregated by age and aid category. Effective August 1, 2005, all dental benefits were eliminated for members age 21 and older.

TennCare Partners Claims and Encounter Data

Aon obtained the following data from Advocare, the current behavioral health services provider; and from this data, Aon selected base year data:

- UB92 inpatient and outpatient detailed encounter data with dates of payment from July 1, 2001 through January 31, 2007.
- HCFA 1500 professional detailed encounter data with dates of payment from July 1, 2001 through January 31, 2007.
- Utilization by provider and service type for services covered by grant payments, Community Mental Health Centers, Tennessee Christian Medical Center and Regional Mental Health Institutions from July 1, 2001 through November 30, 2006. After November, the data is included in the FFS data in the first two bullets.
- BHO monthly Medical Loss Ratio reports, which are submitted to the Bureau of TennCare and the Department of Commerce and Insurance with payment information through March 2007.

On July 1, 2004, TennCare Partners entered into a full-risk capitation agreement with Tennessee Behavioral Health, Inc. for the East Tennessee Region (TBH East.) Aon used the most recent data available to establish the statewide capitation rates. We used data incurred between November 2005 and October 2006, paid through January 2007, to establish the baseline per capita costs.

Eligibility Data

The Bureau of TennCare provided detailed eligibility data for the period July 2002 through March 2007. From this data, we selected the appropriate time period corresponding to the baseline encounter data. Aon calculated member months of eligibility from this data segregated by eligibility category, demographic group, health plan, region and month. The calculations include counts of fractional months for members who started or ended their eligibility in the middle of the month.

In addition, Advocare provided eligibility data from October 1, 2003 through March 31, 2007 by age group, priority status, and vendor/contract. This allowed Aon to reconcile the difference in BHO and MCO enrollment. The final difference was membership levels of State-Only and Judicial members, who only have BHO benefits.

Medical Fund Target Reports and Medical Loss Ratio Reports

MCOs are required to submit monthly reports that show how their experience compares to the medical fund targets. This was historically a loss ratio report, but the fund targets reported are no longer relevant to the MCOs due to their movement to an ASO relationship. These reports are valuable as a check to the claims data received.

BHOs continue to submit a medical loss ratio report that compares their experience to their capitation or funding level.

Aon received the MFT and MLR Reports for the period July 2002 through March 2007. The reports include required capitation adjustments, recoveries and claim triangle reports.

Invoices

Aon received detailed invoices for all the major service groups, including the MCOs, BHOs, Pharmacy and Dental. These invoices were used to validate both the claims data and MFT reports. The invoices were available from July 2003 through March 2007.

SECTION V – ANALYSIS OF PROVIDER COST

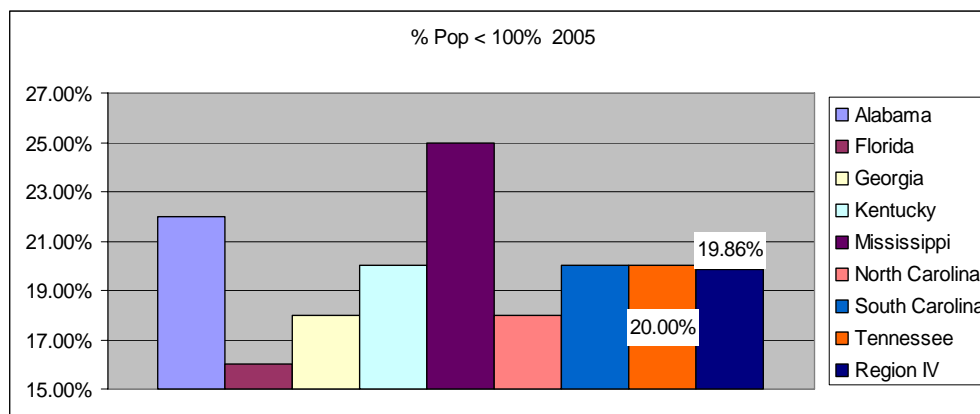
Tennessee’s hospital industry operates within an environment that, in many regards, offers relevant comparability to the environments of other states identified as being in CMS’ Region IV. These states include Alabama, Florida, Georgia, Kentucky, Mississippi, North Carolina, and South Carolina.

Each state ties Medicaid eligibility to several factors, one being the Federal Poverty Level (FPL). The following chart is provided in order to clarify the relationship between family size and income, as this relationship is used by the US Department of Health and Human Services (DHHS) to calculate the FPL.

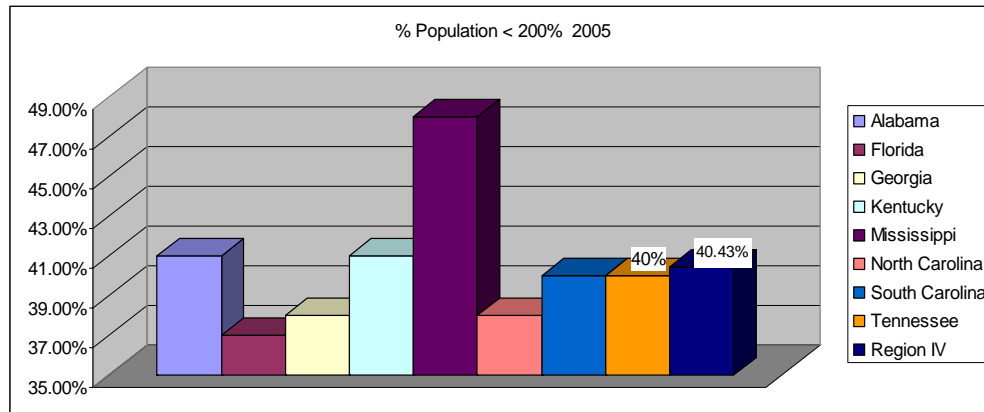
2005 HHS Poverty Guideline			
Family Unit Size	48 Contiguous States and D.C.	Alaska	Hawaii
1	\$9,570	\$11,950	\$11,010
2	\$12,830	\$16,030	\$14,760
3	\$16,090	\$20,110	\$18,510
4	\$19,350	\$24,190	\$22,260
5	\$22,610	\$28,270	\$26,010
6	\$25,870	\$32,350	\$29,760
7	\$29,130	\$36,430	\$33,510
8	\$32,390	\$40,510	\$37,260
For each additional person, add	\$3,260	\$4,080	\$3,750

Source: Federal Register, February 18, 2005, pages 8373-8375

Each state has latitude with regard to the level of income that individuals and/or families may have in order to qualify for the Medicaid program. The following chart indicates that 20% of Tennessee’s population was living below one hundred percent (100%) of the FPL in 2005 and that this is consistent with the average for the Region (19.86%). Source: Urban Institute and Kaiser Commission on Medicaid and the Uninsured estimates using the Census Bureau’s March 2005 and 2006 CPS.



Most states set their state specific enrollment criteria at a level significantly higher than the FPL. As such, although the FPL is an excellent comparative benchmark, a better comparison for potential program enrollment is the percent of the population below 200% of the FPL. Forty percent (40%) of Tennessee's residents were living below 200% of the FPL in 2005, which is approximately 1% lower than the average for all other Region IV states (40.43%). *Source: Urban Institute and Kaiser Commission on Medicaid and the Uninsured estimates using the Census Bureau's March 2005 and 2006 CPS.*



While the percentage of individuals living from 0-199% of the FPL in Tennessee is lower than the Region IV average, the percent of Tennessee's population enrolled in its Medicaid program is 40% higher than the Region average (28% versus 20%) and the percent of Tennessee's population enrolled in Medicaid is the highest among all Region IV states.

2006 Medicaid Enrollment as a Percentage of Total Population

Alabama	20%
Florida	17%
Georgia	19%
Kentucky	20%
Mississippi	25%
North Carolina	17%
South Carolina	24%
Tennessee	28%
Region IV*	20%

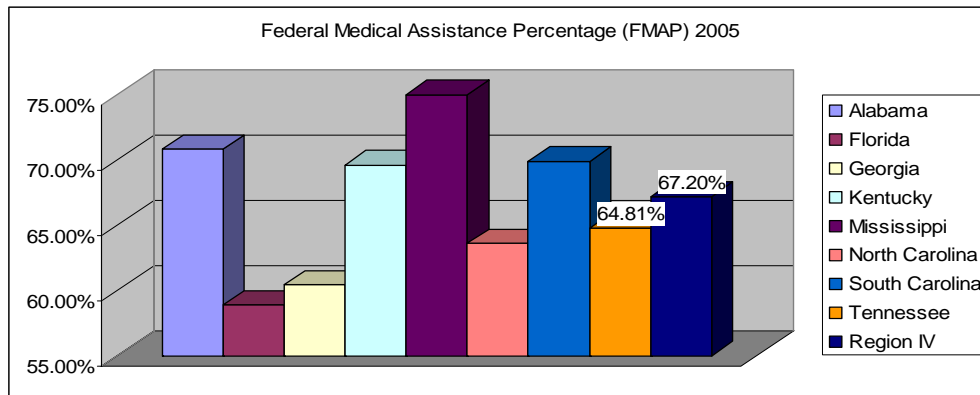
Source: Health Management Associates from Medicaid enrollment reports, for Kaiser Commission 2006

The Centers for Medicare and Medicaid Services (CMS) reimburses state Medicaid agencies for a portion of the actual expenditures made under the provisions of each state's approved Medicaid State Plan. Federal financial participation (FFP) is based on qualifying expenditures for medical services, medical supplies, and program administration.

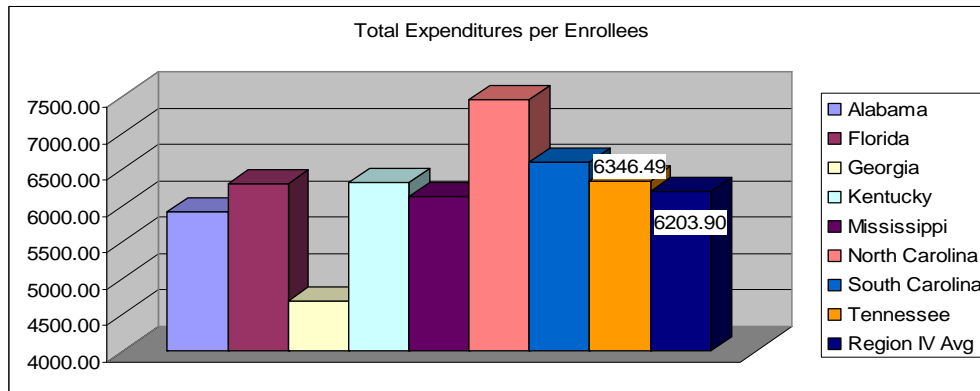
The amount of FFP reimbursement to a state for medical services and supplies depends on two factors. The first is the actual amount spent that qualifies as matchable under Medicaid guidelines: the expenditure must be for a covered service; provided by a qualified provider enrolled with the Medicaid program; and to a person eligible for the service and enrolled in the Medicaid program at the time of service.

The second factor is the Federal Medical Assistance Percentage (FMAP), which varies from state to state. The FMAP percentage is computed from a formula that takes into account the average per capita income (PCI) for each state relative to the national average and, by law, the FMAP cannot be less than 50%. The

following table indicates the FMAP for all Region IV states for 2005. Note that the relationship between the FMAP and PCI is inversely correlated, such that states with a higher comparative PCI have a lower FMAP. Source: Federal Register, November 24, 2004 pp68372

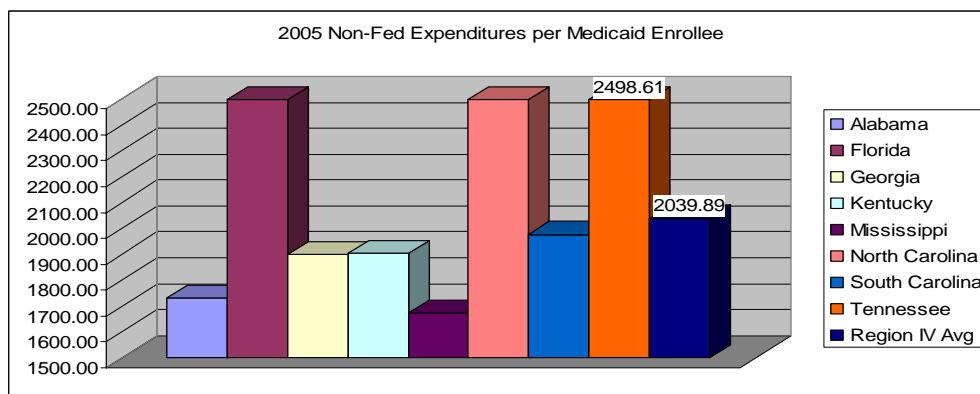


Total expenditures from all sources per Medicaid enrollee is a comparative factor that normalizes for the FMAP. In 2005, Tennessee spent 2.3% more, in total dollars, on each Medicaid enrollee than the average Region IV state did. Source: Table 28, 2005 State Expenditures Report NASBO and Medicaid Statistical Information System (MSIS) reports, 2006.

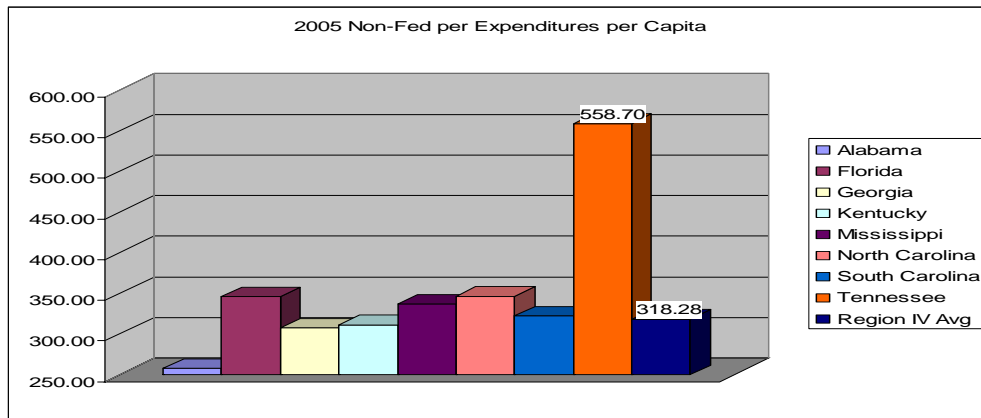


However, the level at which a state spends its own resources to provide for the medical care of the impoverished population (Medicaid) is, given state budget constraints, a more critical indicator of the choices that states must make through enrollment, reimbursement, and service policies.

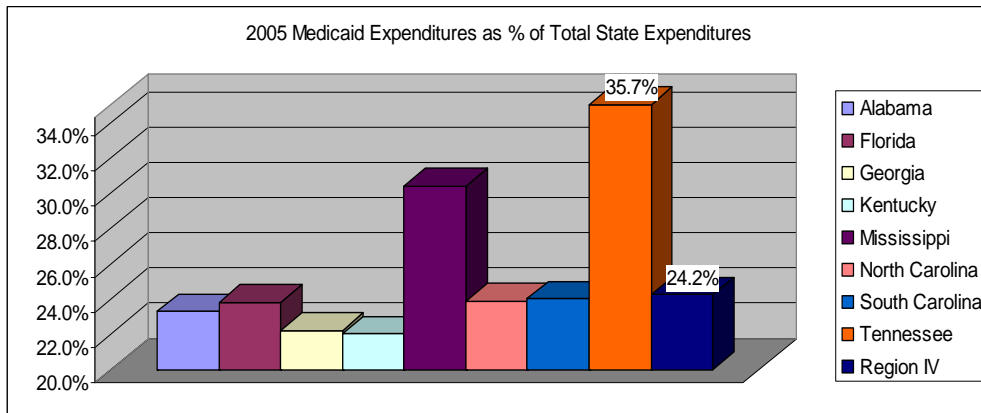
In 2005, Tennessee spent 22.49% more state dollars on each Medicaid enrollee than the average Region IV state did. However, Tennessee's spending was within 1% of both Florida and Georgia. Source: Table 28, 2005 State Expenditures Report NASBO and Medicaid Statistical Information System (MSIS) reports, 2006.



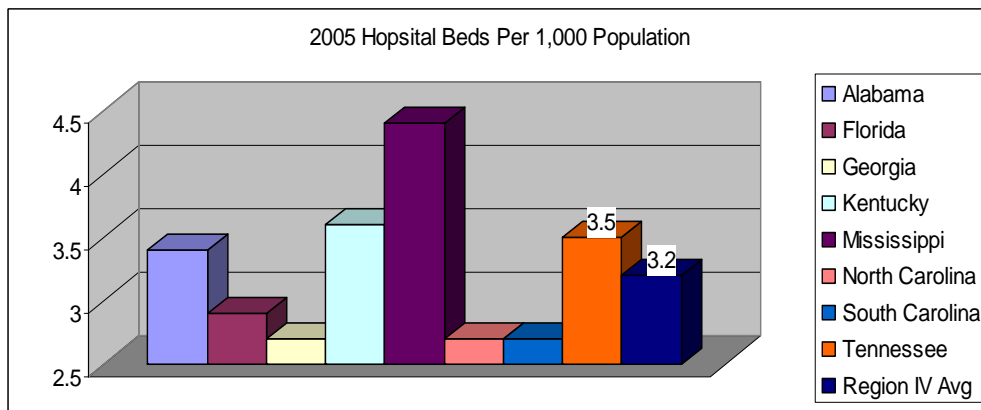
In 2005, the State of Tennessee's total state spending on Medicaid, per resident (not enrollee) was \$558.70, which was 75.54% higher than the average for Region IV. The percent of Tennessee's population enrolled in Medicaid, the expenses per enrollee, and the FMAP combine to create a financial burden on each of Tennessee's residents that is substantially higher than that in any other Region IV state.



Tennessee also spends a significantly higher percentage of all State expenditures on Medicaid. In fact, in 2005 Tennessee spent 35.7% of its general funds on Medicaid, compared with a Region IV average of 24.2%.
Source: Table 29, 2005 State Expenditures Report, National Association of State Budget Officers

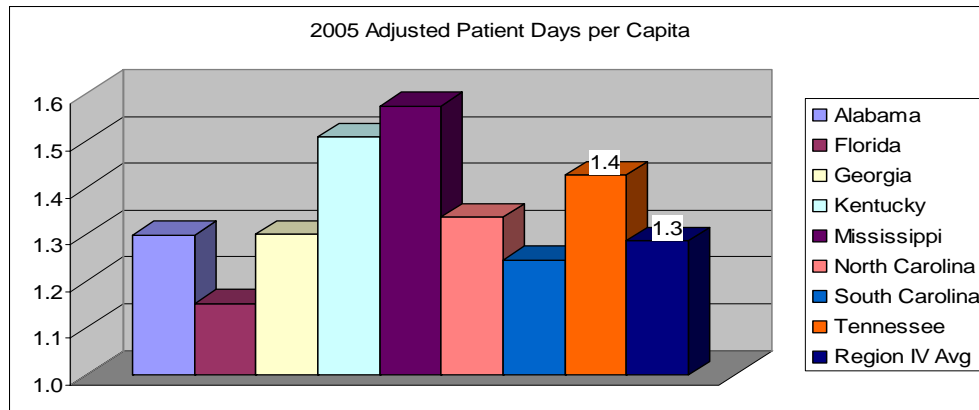


In 2005 there were 20,578 hospital beds available in the State of Tennessee, which equated to 3.5 beds per 1,000 residents. This is 9.38% higher than the average for Region IV.



Hospital Utilization

The utilization of hospital capacity within a state also assists in establishing the environment within which the industry operates. The following chart indicates that Tennessee's population has a higher hospital utilization pattern than the average population in Region IV states. However, the difference (7.7%) is not so significant as to suggest that there is more pervasive reliance upon hospitals. *Source: AHA Hospital Statistics 2007, American Hospital Association*



Tennessee Hospital Cost Reporting

Unlike the vast majority of other states, Tennessee does not require Medicaid enrolled hospitals to complete the Medicaid section of the Medicare cost report, or that hospitals complete a separate Tennessee-specific Medicaid cost report. Since cost data for the industry is not readily available, it is necessary to develop a model to approximate both Medicaid inpatient and outpatient costs.

Through discussions with the Tennessee Hospital Association, it was decided that developing a cost to charge ratio (CCR) was the best course of action. However, rather than developing one CCR for the entire state, ratios would be developed for each hospital. The goal would be to produce the percentage of reimbursed costs for all Tennessee hospitals by taking into account the unique patient mix and acuity level of each hospital.

It is important to note that the calculation of the Medicaid CCR and the percentage of reimbursed costs are based on Tennessee hospitals that reported Medicare cost report data for Federal Fiscal Year (FFY) 2005 from the HCRIS file and TennCare claim data for the State Fiscal Year (SFY) 2005. These calculations should not be assumed to apply to any specific hospital or hospital type.

Hospital Specific Cost to Charge Ratio

The process selected to approximate Medicaid costs for Tennessee involved obtaining total hospital costs and charges, by cost center, to develop a CCR for inpatient and outpatient services for each hospital cost center. After getting total costs and charges, it was necessary to obtain Medicaid charges for inpatient and outpatient services, as accumulated by TennCare, based on Revenue Codes billed by the hospitals. These Revenue Codes would be matched with the cost centers they most reasonably are associated with to arrive at Medicaid charges by cost center for inpatient and outpatient services. The Medicaid charges, by cost center for inpatient and outpatient services, would be multiplied by the CCR, by cost center for inpatient and outpatient services, to arrive at Medicaid costs for each hospital. This is the process that would normally take place on the Medicaid section of the Medicare cost report.

The source of the data for hospital total costs and charges would be the CMS HCRIS database of Medicare cost reports for FFY 2005. The HCRIS file used did not include three hospitals within the State of Tennessee while two others showed no data. The HCRIS file details costs and charges for Tennessee hospitals based on each unique Medicare provider number. Total costs by cost center were allocated between inpatient and outpatient, based on the ratio of inpatient and outpatient charges to total charges. This produced an inpatient and an outpatient CCR for each cost center.

The next step was to obtain the Medicaid charge data by Revenue Code for each hospital. This proved to be difficult from the beginning. Each hospital's billing identification number(s) did not match its State or Federal provider number, and the database contained 1,084,326 providers. Using the specialty codes to identify hospitals, we were able to reduce the number of providers to 36,125. After removing hospitals based on zip codes (out of state providers), a comparison of name to Medicare provider number was done. The final result was 543 separate provider numbers in the hospital population that had payments and/or charges in the TennCare data. Even after removing non-Tennessee hospital providers' there were still anywhere from two to 20 billing numbers associated with a each hospital.

Another problem became apparent while trying to group Revenue Codes into the various cost centers. It was difficult to assign a particular Revenue Code to a specific cost center because each hospital assigns Revenue Codes as best suits its business, and the results based on this computation would not be consistent. In addition, Medicaid charge data was not only accumulated based on Revenue Codes, but also using CPT Codes, which would be very difficult to assign to a specific cost center. At this point, it was decided to move away from working with the individual cost centers and instead focus on data in total for each provider.

Tennessee Hospital Costs

Once total Medicaid charges for each provider were determined, they were split between inpatient and outpatient based on the ratio of total inpatient and outpatient charges to total hospital charges. A total inpatient and outpatient CCR for each hospital was computed. In order to determine Medicaid costs for each provider, the Medicaid charges for inpatient and outpatient services were multiplied by the CCR for inpatient and outpatient services to arrive at the Medicaid costs.

Tennessee Medicaid data was requested on 142 acute care and rehabilitation hospitals. Of those, there was no charge, cost or payment data for nine. For providers that did not submit enough data on their Medicare cost reports to develop an individual CCR, it was necessary to use a state-wide inpatient and outpatient CCR to determine Medicaid specific hospital costs. This was done by allocating their Medicaid charges between inpatient and outpatient using the ratio of all Tennessee Medicaid inpatient and outpatient charges to total Medicaid charges. The allocated charges were then multiplied by the appropriate CCR to arrive at Tennessee Medicaid costs.

Based on the available data for each reporting hospital, Medicaid inpatient charges were \$2,948,100,777 and Medicaid outpatient charges were \$2,114,587,919. When each hospital's Medicaid charges were multiplied by each hospital's CCR, the results were calculated Medicaid costs of \$1,023,666,536 for inpatient and \$586,528,714 for outpatient.

	<u>Inpatient</u>	<u>Outpatient</u>	<u>Total</u>
Charges	\$2,948,100,777	\$2,114,587,919	\$5,062,688,696
Cost	\$1,023,666,536	\$586,528,714	\$1,610,195,250
Statewide CCR	34.72%	27.74%	31.81%

Cost to charge ratios for other states' Medicaid, per data reported to CMS:

	<u>Inpatient</u>	<u>Outpatient</u>	<u>Total</u>
Georgia	25.41%	33.90%	27.12%
North Carolina	20.53%	32.17%	23.30%
South Carolina	19.04%	28.31%	20.85%

Tennessee Hospital Payments

Based on the hospital billing identification numbers used to accumulate Medicaid charges, payment data was also obtained. Payments to those hospitals for SFY 2005 were \$1,116,792,922. In addition, the State made a supplemental payment of \$100,000,000 to the hospitals. Of this total, \$98,188,664 was matched to providers in the database using a schedule of payments received from TennCare. The majority of the balance not included were payments made to psychiatric hospitals, which are not part of the database.

Tennessee Total Payments	
Payments per Database	\$1,116,792,922
Supplemental Payment Add-in	\$98,188,664
Total Payments for Calculation	\$1,214,981,586

Excluded Charges and Payments

Data provided for this analysis included total charges billed and payments made by TennCare. Data included in the analysis pertained to acute care and rehabilitation hospitals. Upon detailed review, certain data that was included for analysis conducted in prior years was excluded in the following section, Adjusted Percentage of Medicaid Cost Reimbursed, this year. The data excluded fell into two categories: Non-Tennessee hospitals and non-hospital specialties. Non-Tennessee hospitals included items related to hospitals in other states that provided services to Tennessee residents enrolled in the TennCare program. Non-hospital specialties included hospitals and providers within Tennessee that were not providing acute care services. This category included Psychiatric hospitals, skilled nursing facilities, hospices and home health agencies, as examples.

While the following charts detail the values of excluded amounts, the last chart in this section indicates that 81.38% of costs were reimbursed if the total data set is utilized, as it was in the previous two years.

The charges and payments excluded represent approximately 16.4% and 22.0% of total Medicaid charges and payments.

	<u>Included</u>	<u>Excluded</u>	<u>Total</u>
Inpatient Charges	\$2,948,100,777	\$410,310,912	\$3,358,411,689
Outpatient Charges	\$2,114,587,919	\$585,304,532	\$2,699,892,451
Total	\$5,062,688,696	\$995,615,444	\$6,058,304,140

	<u>Included</u>	<u>Excluded</u>	<u>Total</u>
TennCare Payments	\$1,116,792,922	\$342,564,268	\$1,459,357,190
Supplemental Payments	\$98,188,664	\$864,668	\$99,053,332
Total Payments	\$1,214,981,586	\$343,428,936	\$1,558,410,522

Again, in computations where only total Medicaid charges and payments are used to compute the percentage of costs reimbursed, as in prior years, the above excluded charges and payments would have been included. To estimate its impact, total excluded charges multiplied by the state-wide CCR would result in additional inpatient and outpatient costs of \$142,471,848 and \$162,347,674, respectively.

	<u>Included</u>	<u>Excluded</u>	<u>Total</u>
Inpatient Costs	\$1,023,666,536	\$142,471,848	\$1,116,138,384
Outpatient Costs	\$586,528,714	\$162,347,674	\$748,876,388
Total	\$1,610,195,250	\$304,819,522	\$1,915,014,772

Total Payments	\$1,558,410,522
Total Costs	\$1,915,014,772
Percentage Reimbursed	81.38%

Adjusted Percentage of Medicaid Costs Reimbursed

When total payments, adjusted for the exclusions above, are divided by the total costs, as adjusted for exclusions above, one calculates a percentage of allowable Medicaid costs reimbursed for Tennessee hospitals to be 75.46%.

Total Payments	\$1,214,981,586
Total Costs	\$1,610,195,250
Percentage Reimbursed	75.46%

Since comparable data from other states does not contain amounts of supplemental payments, the \$98,188,664 must be removed before a comparison can be made.

Percent of Cost Reimbursed	
Florida	65.52%
Georgia	85.83%
Kentucky	63.00%
North Carolina	62.34%
South Carolina	43.46%
Tennessee	69.36%

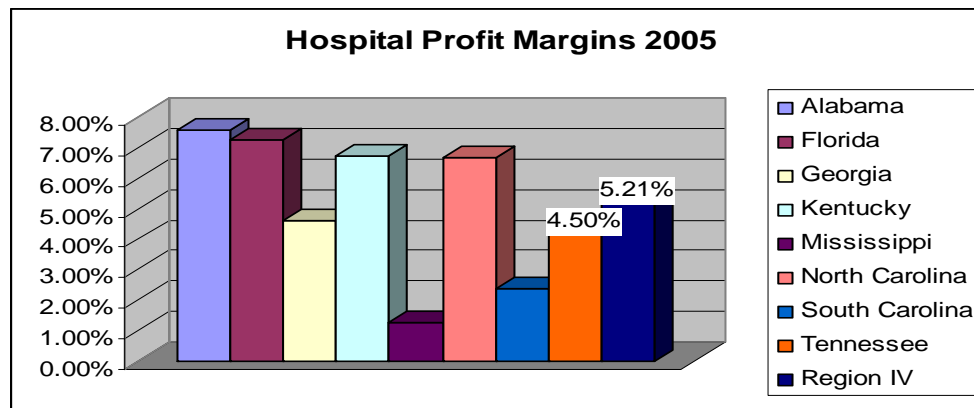
Again, unlike the vast majority of states, Tennessee does not require Medicaid enrolled hospitals to submit any form of cost report that would indicate their Medicaid costs. As such, cost data from the industry is not available and a proxy for the cost is required.

Profit Margin

Profit margins, based on data reported to CMS and included in the January 2006 HCRIS Data Set, show the percentage of total revenue that exceeds total expenses. The following table shows the States within Region IV and the number of acute care and rehabilitation hospitals reporting data on their Medicare cost report. The profit margin for Tennessee hospitals was 4.02%, compared to the average for Region IV hospitals of 5.66%.

Profit Margin		
Alabama	113 Hospitals	3.36%
Florida	210	5.74%
Georgia	159	6.08%
Kentucky	109	5.25%
Mississippi	99	3.68%
North Carolina	105	7.96%
South Carolina	64	5.86%
Tennessee	137	4.02%
Region IV Average	996	5.66%

The American Hospital Association's 2007 edition of *AHA Hospital Statistics* paints a much different picture of the profit margin realized by Tennessee hospitals and other Region IV states. However, in this example, Tennessee's industry does lag the Region IV average by nearly 16%. *Source: AHA Hospital Statistics 2007, American Hospital Association*



That said it is almost impossible to compare the Medicaid performance of Tennessee Hospitals to the Medicaid performance of other states' hospitals without considering "supplemental", or upper payment limit (UPL), payments that are made in all other Region IV states. Many states intentionally reimburse hospitals at levels well below 100% for Medicaid services through regular inpatient and outpatient payments, as they use one or more supplemental payment processes to further compensate the hospitals while "maximizing" federal funds. Often these processes involve complex intergovernmental transfers (IGT's), certificates of public expenditure (CPE's), taxes, and other measures.

The model and input data used in this analysis indicates that Tennessee hospitals, on average, are reimbursed 75.46% of the cost they incur on behalf of TennCare enrollees when, and if, data used in prior years is excluded. Prior analysis, using different models, has indicated the percentage to be significantly higher and, in fact, this year's analysis indicates that 81.38% of cost are reimbursed when the full data set used in prior years is included. One methodology does not necessarily disprove the other. As previously stated, without Title XIX cost report data from Tennessee hospitals, it is necessary to make certain assumptions and to create reasonable models and no one model should be taken as definitive. To the contrary, the differences in the conclusions reached using different models should serve as further evidence that the best way for the State to accurately determine the adequacy of Medicaid reimbursement practices is to require each TennCare hospital to complete the Title XIX section of the Medicare cost report.

SECTION VI – TENNCARE PER CAPITA COST

Eligibility Classes

Per capita costs for the TennCare program vary based on eligibility category. There are logical categories within which the data needed to be summarized and rates calculated. Each of the groups has different characteristics and represents a unique utilization pattern.

Aon has summarized per capita costs based on current groups participating under the program. We then projected the costs for each of the groups independently and multiplied by projected enrollment levels to determine both overall projected costs and overall projected per capita costs.

Demographic Groupings

In addition to eligibility category, the per capita costs also vary significantly based on demographic group. Age groupings are used for most eligibility categories where use of health care services varies by demographic grouping. The “Duals” and “Waiver Duals” categories are the only groups without an age breakout. Below is a summary of the demographic groups:

Age Groups	Gender Split
Under 1	Combined
01-13	Combined
14-18	Male/Female
19-20	Male/Female
21-44	Male/Female
45-64	Combined
65 and over	Combined

To develop medical fund targets or capitation rates, we combined the data for infants ages 0-1 for the Medicaid, Uninsured, and Uninsurable/Medically Eligible categories, although the historical experience data for these rate cells is shown in this report. There are very few infants in the Uninsurable category, in particular, and we believe the data are not sufficiently stable to project a per capita cost for this population separately.

Base Year Cost and Utilization

Determination of Units

Encounter records were classified into the detailed service categories shown in the attached tables using combinations of diagnosis codes, procedure codes, revenue codes and claim type indicators. Hospital inpatient data was run through the HCFA grouper and assigned a DRG. Over 95% of the data grouped, which is very high considering not all providers are compensated in that manner. After grouping and categorizing the claims, they were further summarized into appropriate eligibility and demographic groups.

In this summarization process, unit counts were made for each service category. The following table details the types of units that were counted for each detailed service category.

Determination of Service Units	
Major Service Group	Units Counted
Pharmacy	Prescriptions
Home Health Care	Claims
Inpatient	Days
Outpatient	Claims
Professional	Services
DME/Supplies	Claims
Lab	Services
Radiology	Services
Transportation	Claims

In the table, “Services” indicates the actual unit counts that were recorded on each claim. “Claims” or “Prescriptions” refers to a count of “1” for each claim record in the historical database. “Days” are used for inpatient units, and represent the inpatient length of stay, outlined below.

Data Adjustments and Anomalies

Below is a summary of the capitation payments added to the claims data by each participating MCO for the base period November 2005 through October 2006.

Capitation Payments Loaded To Baseline Data	
MCO	Amount
BCE (2 & 11)	\$ 2,437,907
Better Health Plans, Inc.	\$ 1,496,234
John Deere Health	\$ 1,725,446
TLC Family Care	\$ 12,394,579
OmniCare Health Plan, Inc.	\$ 5,921,163
Preferred Health Partnership of Tennessee, Inc.	\$ 95,510
TCS (4 & 11)	\$ 6,125,672
VHP	\$ 780,614
Total	\$ 30,977,124

The capitation amounts were added to the professional evaluation and management component only and spread evenly across all eligibility groups and demographic categories.

A final review was performed to ensure that the projected paid claims were consistent and balanced to the data reported by the MCOs. No further adjustment factors were necessary.

Third Party Liability and Participant Cost Sharing

The per capita costs shown here are inclusive of adjustments for Third Party Liability, with the exception of subrogation. We have assumed plans will continue to collect payments for Third Party Liability at levels similar to those observed during the data period.

Additional recoveries beyond those inherent in the data are not included in this report. Past reports indicate this amount to be approximately 1%.

Claims Completion and Trend Factors

Completion Factors

Using detailed claims data and triangular reports from the MFTs, Aon was able to calculate the outstanding Incurred But Not Reported (IBNR) claims. Since the run-out period was three months (November – January 2007), the completion factors are very low. All MCO and BHO medical (excluding pharmacy & dental) have a total completion factor of less than 3%. Pharmacy data are complete and required no additional adjustment to the incurred claims. Aon utilized the incurred lag triangles from the March 2007 MFTs to verify the factors.

The baseline data covers claims incurred from November 2005 through October 2006. All the claims were adequately adjusted (see above) to reflect any outstanding IBNR claims to provide a “complete” baseline data set.

Trend Factors

Current Period Trend

Trend rates are comprised of changes in cost per unit of service as well as changes in the volume of services used per person over time. Aon has examined the historical data for the most recent 24 month period. From this, we were able to calculate combined utilization and cost trend rates using a simple regression methodology. Although most of the provider contracts are frozen, our trend rates recognize the impact of built in escalators (e.g., CPI adjustments, charge master increases, Medicare payment trends, etc.). There have also been some ad-hoc adjustments by the Bureau that have been taken into account, including the 2.5% increase effective July 1, 2006.

Historical Trends

Since paid claims data was available through March 2007, Aon used the MFT and Invoice details to adjust the current trend assumptions. To do this, Aon used the current period trends to project paid claims for the last four months of the fiscal year. From that forecast and the calculated completion factors discussed earlier, we were able to develop total incurred claims for Fiscal Year 2007 that more accurately reflect emerging experience. The overall trend for the historical period would then equal the change in per capita costs from the baseline data.

The Bureau also implemented a 2.5% across the board reimbursement increase effective July 1, 2006 for physical and mental health providers. Only a portion of this was included in the base period data, thus requiring an adjustment in Fiscal Year 2007. To adjust for this increase, the trend exhibit contains a specific component for the increase.

Aon has developed regional trend rates for this projection that vary by service type. Details can be found in Exhibit 2.

Should there be any additional increases in costs per unit of service due to contractual negotiation, those additional costs will either need to be explicitly funded, or savings in utilization will be required to cover the additional costs.

Aon has reviewed the trends by eligibility and demographic groups. Factors were developed to accurately assess the impact of enrollment swings resulting from member disenrollment. Trends by service grouping, as detailed above, are believed to more accurately reflect a group-specific trend.

Administrative Costs and Premium Taxes

The rates in our actuarial review use health plan encounter data as the baseline. In order to develop a total per capita cost, it is necessary to add an amount to cover health plan administration. Tennessee plans are also required to pay a 2% premium tax on their premium revenues. This applied to the MCOs and BHOs only. Because pharmacy claims are paid through a TPA arrangement, the premium tax does not apply to these services.

Aon received ASO fee schedules from the medical administrators. The medical rates vary by vendor and volume. Pharmacy administrative costs were developed from estimated budgets from the TennCare Bureau. Rates in the following table are shown as a percent of total per capita costs.

Summary of MCO Per Capita Fees			
	ASO Fees -FY06	ASO Fees -FY07	Premium Tax
Medical	6.25%	6.25%	2.00%
Pharmacy	0.56%	0.56%	N/A

Per Capita Costs

The per capita costs are calculated based on the historical data shown in Exhibit 1. As discussed above (Data Adjustments and Anomalies) the data was adjusted to reflect missing elements and capitation amounts. The final baseline was checked against the MFT report, Invoices and the prior Actuarial Report. The adjusted data was determined to be consistent.

The steps used for calculating the per capita costs for Fiscal Year 2007 and 2008 are as follows. This follows prior reports with the exception that each region was calculated separately and added together to get a statewide total budget amount. Regions were broken out into East (a), West (b), Middle (c) and (d) TennCare Select High enrollees Statewide.

1. Exhibit 5 provides the baseline data for the appropriate region (a, b, c or d). The exhibit includes billed charges, paid expenditures, member months, units (as discussed earlier), utilization rates based on a "per 1,000" methodology, amount billed and paid per unit of service, and per member per month billed and paid.

The encounter data is summarized by the demographic and eligibility rate cells. As the data cells become smaller, the credibility of each specific cell decreases. This information is the starting point for the per capita cost calculation.

2. The results in Exhibit 5 are brought forward to Exhibit 6, which includes utilization rates per 1,000, paid expenditures per unit, paid expenditure PMPM and member months for each rate cell and service category. The regional trend rates used and factors applied are detailed in Exhibit 2 and Exhibit 3 respectively, and are also brought into Exhibit 6.
3. The paid amounts are multiplied by any data adjustment factors (primarily IBNR factors for this analysis) to complete the data period claims. The historical trend factors are then applied to move the data to the mid-point of Fiscal Year 2007 (January 1, 2007). The current trend factors are applied to Fiscal Year 2007 to project the per capita costs for Fiscal Year 2008 (mid-point of January 1, 2008).

4. Administrative costs are added to calculate the per capita costs for Fiscal Year 2008. Administrative loads are different for pharmacy (discussed earlier).

Resulting per capita costs for each region and rate cell are calculated in Exhibit 6. A weighted average value for the full fiscal year is shown in these exhibits.

Exhibit 7 summarizes the projected rates by major service category on a PMPM basis as well as a total budgeted amount. Exhibit 8 similarly summarizes all the rate cells by both PMPM and a total basis.

The per capita costs include adjustments for Third Party Liability and participant point-of-service cost sharing. We have assumed that plans will continue to collect Third Party Liability payments consistent with their experience during the data period.

Point-of-service cost sharing is currently required for some of those individuals who are in the Uninsured and Uninsurable eligibility categories. Most cost sharing applies only to those with an income above 100% of the federal poverty level. Current levels of cost sharing are reflected in the per capita costs.

Exhibit 1 and Exhibit 4 provide statewide summary of the base data and budgeted amounts.

Projected MCO Per Capita Costs by Rate Group

Emerging Fiscal Year 2007 experience indicates the previously-calculated medical per capita costs were understated by 1.9%. The majority of this difference is due to the addition of BHO coverage in the MCO capitation rate for the last quarter of Fiscal Year 2007 in Middle Tennessee.

MCO Per Capita Costs - Fiscal Year 2007										
Summary By Rate Group										
Aid Category	East		Middle		TennCare Select High		West		Total	
	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy	Excluding Pharmacy	Including Pharmacy
Medically Needy	\$ 161.18	\$ 201.73	\$ 202.98	\$ 241.60	\$ 168.72	\$ 169.31	\$ 140.09	\$ 167.85	\$ 169.42	\$ 205.53
Medicaid (TANF & Related)	\$ 146.40	\$ 186.41	\$ 166.48	\$ 200.42	\$ 182.94	\$ 247.09	\$ 135.55	\$ 159.92	\$ 149.98	\$ 183.27
Duals	\$ 66.79	\$ 70.04	\$ 145.36	\$ 148.57	\$ 214.14	\$ 217.28	\$ 53.74	\$ 56.50	\$ 88.84	\$ 91.94
Uninsured/Uninsurable	\$ 101.39	\$ 137.41	\$ 120.38	\$ 155.06	\$ 46.22	\$ 46.65	\$ 106.63	\$ 136.38	\$ 109.10	\$ 143.05
Disabled	\$ 523.40	\$ 728.91	\$ 664.27	\$ 860.64	\$ 389.34	\$ 514.66	\$ 552.39	\$ 700.51	\$ 521.55	\$ 690.09
Waiver Duals	\$ 22.12	\$ 24.95	\$ 99.69	\$ 102.06	\$ -	\$ -	\$ 125.89	\$ 128.41	\$ 70.71	\$ 73.33
State Only & Judicial	\$ -	\$ 74.95	\$ -	\$ 88.22	\$ -	\$ -	\$ -	\$ 74.82	\$ -	\$ 79.85
All Eligibility Groups	\$ 174.65	\$ 226.98	\$ 206.88	\$ 250.49	\$ 338.50	\$ 446.28	\$ 167.22	\$ 201.98	\$ 190.21	\$ 237.25
Prior Actuarial Estimate									\$ 186.59	\$ 256.87
									1.9%	-7.6%

The pharmacy expenditures were much lower than expected and resulted in significant financial gains for TennCare. A detailed review of the variations is beyond the scope of this project.

Medicare Modernization Act

Prior to January 1, 2006, TennCare paid this benefit with the Federal Government reimbursing TennCare for part of the costs. As a result of the Medicare Modernization Act (“MMA”), beginning January 1, 2006, Medicare will be responsible for paying prescription drug benefits for dual eligibles (“Duals”) with TennCare reimbursing Medicare for part of the costs, called the “clawback” amount. The liability for these benefits will need to be added to the per capita costs developed in this report.

Enrollment numbers use actual enrollment through March 2007, with projections assuming 100% of the March levels for all categories except those Uninsured/Uninsurable over 21. This population is assumed to dwindle by the end for Fiscal Year 2008.

Projected 2008 Per Capita Costs by Eligibility Group/Age/Sex

The appendices include a detailed breakdown of each rate cell by various demographic categories. Below is a brief summary of the projection by major age/sex categories.

		Fiscal Year 2008		
Aid Category	Age Group	Statewide		
		Medical	Pharmacy	Total
Medicaid (TANF & Related)				
	Age Under 1	\$ 484.28	\$ 32.98	\$ 517.26
	Age 1 - 13	\$ 83.86	\$ 27.00	\$ 110.87
	Age 14 - 20 Female	\$ 191.62	\$ 33.07	\$ 224.70
	Age 14 - 20 Male	\$ 86.60	\$ 28.78	\$ 115.38
	Age 21 - 44 Female	\$ 307.07	\$ 59.16	\$ 366.23
	Age 21 - 44 Male	\$ 253.24	\$ 60.83	\$ 314.07
	Age 45 - 64	\$ 417.65	\$ 122.80	\$ 540.45
	Age 65+	\$ 269.41	\$ 144.03	\$ 413.44
	All Ages	\$ 163.35	\$ 37.30	\$ 200.64
Medically Needy				
	Age Under 1	\$ 1,015.11	\$ 56.21	\$ 1,071.31
	Age 1 - 13	\$ 84.00	\$ 38.80	\$ 122.80
	Age 14 - 20 Female	\$ 194.54	\$ 41.61	\$ 236.15
	Age 14 - 20 Male	\$ 111.44	\$ 27.38	\$ 138.82
	Age 21 - 44 Female	\$ 234.84	\$ 33.13	\$ 267.98
	Age 21 - 44 Male	\$ 181.99	\$ 27.17	\$ 209.16
	Age 45 - 64	\$ 361.71	\$ 89.83	\$ 451.55
	Age 65+	\$ 150.25	\$ 62.70	\$ 212.95
	All Ages	\$ 202.02	\$ 40.05	\$ 242.06
Uninsured/Uninsurable				
	Age Under 1	\$ 431.76	\$ -	\$ 431.76
	Age 1 - 13	\$ 68.13	\$ 37.98	\$ 106.11
	Age 14 - 19 Female	\$ 102.55	\$ 38.39	\$ 140.94
	Age 14 - 19 Male	\$ 84.38	\$ 43.49	\$ 127.87
	Age 19-20	\$ 67.88	\$ -	
	Age 21+	\$ 594.24	\$ 24.90	
	All Ages	\$ 82.54	\$ 39.07	\$ 121.61
Disabled				
	Age <21	\$ 505.36	\$ 160.30	\$ 665.65
	Age 21+	\$ 585.05	\$ 199.65	\$ 784.69
	All Ages	\$ 562.38	\$ 188.45	\$ 750.83
Duals				
	All Ages	\$ 85.92	\$ 3.48	\$ 89.40
Waiver Duals				
	All Ages	\$ 69.82	\$ 2.92	\$ 72.74
State Only & Judicials				
	All Ages	\$ -	\$ 89.31	
All Ages				
	w/o State Only & Jud	\$ 205.28	\$ 52.59	\$ 257.87
	All Groups		\$ 52.78	\$ 258.05

These demographic breaks are consistent with prior reports and national published data. Further details and projected expenditures can be found in both the executive summary and appendices.

SECTION VII – TENNCARE PARTNERS PER CAPITA COST

Eligibility Classes

TennCare Partners provide coverage for all individuals who are eligible for the TennCare program, as well as some individuals who qualify under special rules, i.e., the State Only and Judicial eligibles. State Only eligibles are priority individuals whose Medicaid application is pending. Judicials are individuals who were involuntarily placed in an inpatient facility. Both of these groups are eligible only for TennCare Partners benefits and are not eligible to participate in the TennCare physical health program.

Per capita costs for the TennCare Partners program vary based on behavioral health severity level (SPMI/SED status), age and region. These rate cells were chosen because they reflect known differences in cost of behavioral health services. Rates do not vary by gender. This is consistent with experience and prior rating classifications. Below is a summary of the age/gender groupings utilized.

Age Groups	Gender Split
Under 1	Combined
01-13	Combined
14-18	Combined
19-20	Combined
21 and over	Combined

Base Year Cost and Utilization

Aon obtained the following data from Advocare, the current behavioral health services provider, and from this data, selected base year data:

- UB92 inpatient and outpatient detailed encounter data with dates of payment from July 1, 2001 through January 31, 2007.
- HCFA 1500 professional detailed encounter data with dates of payment from July 1, 2001 through January 31, 2007.
- Utilization by provider and service type for services covered by grant payments, Community Mental Health Centers, Tennessee Christian Medical Center and Regional Mental Health Institutions from July 1, 2001 through November 30, 2006. Future data is included in the FFS data addressed in the first two bullets above.
- BHO monthly Medical Loss Ratio reports, which are submitted to the Department of Commerce and Insurance with payment information through March 2007.
- Eligibility data from October 1, 2003 through March 30, 2007 by age group, priority status and vendor/contract.

Beginning July 1, 2004, TennCare Partners entered into a full capitation agreement with TBH to provide mental health services to members in the East Region. Beginning April 1, 2007, BHO covered services are included under the capitation rates in Middle Region. All capitation data (excluding the State Only and Judicials is included under the MCO sections. State Only and Judicials are included in this section since they are currently not eligible for medical benefits, although their cost will be under the MCO contract in the future.

Determination of Units

Encounter records were classified into the detailed service categories shown in the attached tables using a combination of diagnosis codes, procedure codes, revenue codes and claim type indicators.

The following table details the types of units that were counted for each detailed service category. In the table, “Services” indicates the actual unit counts that were recorded on each claim. “Claims” or “Prescriptions” refers to a count of “1” for each claim record in the historical database. “Days” are used for inpatient units, and represent the inpatient length of stay, outlined below.

Determination of Service Units	
Major Service Group	Units Counted
Inpatient	Days
Outpatient	Claims
Case Rates	Claims
In-Home Services	Services
Supported Housing	Services
23 Hour	Services
IOP	Services
Partial Hospitalization	Services
Transportation	Claims

Data Adjustments and Anomalies

The Premier and TBH detailed encounter datasets provided relative cost and utilization by rate cells. However, the encounter data had to be supplemented with other data sources because many services are capitated or paid through other aggregated payment methods whose payment information is not available from the encounter data. The table below shows the payment amounts that were added to the encounter data by type of service. These amounts were reported as paid per the Premier Behavioral Systems, Inc. (Premier) and the Tennessee Behavioral Health, Inc. Medical Loss Ratio reports. Some services were reported separately for children and adults, and were appropriately allocated to the encounter data within these demographic categories.

Additions to Encounter Data by Data Source			
November 2005 through October 2006			
	ADULT	CHILD	TOTAL
Grant Payments	\$ 24,916,291	\$ 7,956,286	\$ 32,872,577
Transportation Cap	\$ 664,876	\$ 587,077	\$ 1,251,952
Total	\$ 25,581,167	\$ 8,543,363	\$ 34,124,530

Because the health plan financial experience appears to be the most accurate representation of actual expenditures, the statewide per capita costs were then adjusted to match the plan’s financial experience.

Claims Completion Factors and Trend Factors

The financial experience data included an estimate of Incurred But Not Reported (IBNR) claims. Therefore, no further calculation of a claim's completion factor was necessary.

The application of healthcare trend adjustments to the base data are complicated by a variety of factors. The nature of the payments being projected is the combination of three separate components of the program. The first component is comprised of services that are capitated, thus providing little detail on the workings of the program over time. Community mental health center case rates are fully capitated, while transportation and outpatient services are partially capitated. The second component is comprised of grant payments and inpatient hospital – regional mental health institute payments where little detail is available. The third component is comprised of services for which data is available and benchmarks can be applied. Each of the three components represents a significant portion of the non-pharmacy portion of the program.

The existence of case rate payments, grants and other capitated services will moderate the utilization trend, as measured against other similar programs. Consequently, Aon developed trend rate assumptions that vary by payment and service type. These are detailed in the following table.

BHO Trend Rates by Payment and Service Type			
	Historical Trend	Current Trend	Provider Fee Increase - 7/06
Inpatient (FFS)	5.0%	5.0%	2.5%
Inpatient (RMHI)	0.0%	0.0%	12.0%
Outpatient	7.0%	9.0%	2.5%
Case Rates	3.0%	3.0%	4.0%
Grants*	0.0%	0.0%	0.0%
In-Home Services	5.0%	7.0%	2.5%
Supported Housing	5.0%	7.0%	2.5%
23 Hour	5.0%	7.0%	2.5%
Intensive Outpatient	5.0%	7.0%	2.5%
Partial Hospitalization	5.0%	7.0%	2.5%
Transportation	5.0%	7.0%	2.5%

Below are the component current trends we utilized in our mental health projections, with further details included in the attachments.

- Fee-for-service data was assumed to trend at an approximate overall rate of 7%. The Bureau has also implemented a 2.5% across the board reimbursement increase effective July 1, 2006 for physical and mental health providers. To adjust for this increase, the trend exhibit contains a specific component for the increase.
- Case rates are currently fixed and are assumed to increase at a utilization level of 3%. There is an additional 4% reimbursement increase anticipated by the Bureau (effective July 1, 2006) that has been built into the rate development.
- The RMHI trend was assumed to be 0% since the TennCare Bureau and the Department of Mental Health and Developmental Disabilities are negotiating a capitation rate designed to have offsetting utilization and cost components. Current rate negotiations target an overall reimbursement increase of 12% effective July 1, 2006. This has been built into the rate development.

Administrative Costs

The per capita costs include a 10% administrative fee. Additionally, plans in Tennessee are required to pay a 2% premium tax on their premium revenues. An adjustment for this tax has also been made. Both are measured as a percent of total per capita costs.

Per Capita Costs

Beginning July 1, 2004, TennCare Partners entered into a risk contract with Tennessee Behavioral Health, Inc. for the East Tennessee region (TBH East) that pays capitation rates based on demographic group and priority status. The remainder of the state is funded on the basis of a fixed monthly budget. This budget is currently divided between payments for individuals who are classified as priority (SPMI/SED) and non-priority. The following table shows the original aggregate Fiscal Year 2007 per capita costs for statewide BHO services and the projected aggregate Fiscal Year 2007 per capita costs:

BHO Per Capita Costs - Fiscal Year 2007			
Summary By Rate Group			
	Prior Report	Current Report	%
Priority	\$ 318.38	\$ 265.95	-16.5%
Non-Priority	\$ 6.16	\$ 5.45	-11.5%
State Only & Judicial	\$ -	\$ 447.91	
All Eligibility Groups	\$ 28.16	\$ 26.33	-6.5%

The results show the prior projections to be overstated by 6.5%. This was primarily due to subsequent experience being lower than anticipated and the benefits carved into the MCO in the Middle Region, removing their associated costs. On detailed review, the trends are somewhat lower than expected. When taking into account the disenrolled population and the removal of members in the Middle Region, the results are less variable.

Due to the contracting variations between the regions, Aon has developed rates individually within a region. This is necessary due to the BHO carve-in in the Middle Region and the risk contract in the East Region. Below is a brief summary.

BHO Per Capita Costs - Fiscal Year 2007					
Summary By Rate Group					
	East	Middle	TC Select High	West	Statewide
Priority	\$ 239.21	\$ 303.38	\$ 284.80	\$ 259.04	\$ 265.95
Non-Priority	\$ 6.41	\$ 4.48	\$ 16.95	\$ 3.43	\$ 5.45
State Only & Judicial	\$ 244.08	\$ 605.76	\$ -	\$ 530.38	\$ 447.91
All Eligibility Groups	\$ 24.12	\$ 31.20	\$ 56.24	\$ 20.33	\$ 26.33

BHO Per Capita Costs – Fiscal Year 2008

The Fiscal Year 2008 per capita costs were developed using the current year trend rates shown above and includes a 10% administrative load and 2% premium tax.

BHO Per Capita Costs - Fiscal Year 2008					
Summary By Rate Group					
	East	Middle	TC Select High	West	Statewide
Priority	\$ 246.71	\$ -	\$ 295.50	\$ 266.07	\$ 260.82
Non-Priority	\$ 6.71	\$ -	\$ 17.64	\$ 3.61	\$ 6.06
State Only & Judicial	\$ 246.69	\$ 451.54	\$ -	\$ 532.19	\$ 392.45
All Eligibility Groups	\$ 24.67	\$ 451.54	\$ 58.14	\$ 20.90	\$ 26.53
2007 Current Projection	\$ 24.12	\$ 31.20	\$ 56.24	\$ 20.33	\$ 26.33
Difference	2.2%	1347.4%	3.4%	2.8%	0.8%

Grants were assumed to remain level on a PMPM basis. Like the MCO rate development, the historical trend rates were used to develop the Fiscal Year 2007 numbers and reflect additional financial results in the MLR reports. Overall, TennCare would need a 0.8% increase over the projected Fiscal Year 2007 rates. These results vary significantly by region, particularly in the Middle, where only State Only and Judicials remain.

Behavioral health drugs are paid on a fee-for-service basis. Fiscal Year 2007 expected per capita costs have been developed using encounter data provided by TennCare. The costs for these drugs can be found in the appendices for pharmacy.

The data received this year by the BHO was reconciled to the MLR reports. Aon was able to develop a further breakdown of the BHO expenditures by major group and region. Below is a summary of the projected enrollment utilized and resulting expenditures:

BHO Eligibility - Fiscal Year 2008					
Summary By Rate Group					
	East	Middle	TC Select High	West	Statewide
Priority	342,240	-	101,936	247,260	691,437
Non-Priority	4,580,448	-	597,494	4,041,348	9,219,290
State Only & Judicial	28,233	26,696	-	18,162	73,090
All Eligibility Groups	4,950,921	26,696	699,430	4,306,770	9,983,817

BHO Expenditures- Fiscal Year 2008					
Summary By Rate Group					
	East	Middle	TC Select High	West	Statewide
Priority	\$ 84,433,893	\$ -	\$ 30,122,425	\$ 65,787,430	\$ 180,343,747
Non-Priority	\$ 30,724,229	\$ -	\$ 10,539,690	\$ 14,571,438	\$ 55,835,357
State Only & Judicial	\$ 6,964,833	\$ 12,054,308	\$ -	\$ 9,665,440	\$ 28,684,581
All Eligibility Groups	\$ 122,122,955	\$ 12,054,308	\$ 40,662,115	\$ 90,024,307	\$ 264,863,685

A detailed summary by major service type is not appropriate on a statewide basis due to the capitation amount integrated into the Middle Region reports.

SECTION VIII – DENTAL PER CAPITA COST

Eligibility Classes

Dental per capita costs vary based on eligibility category. There are six logical categories within which the data needed to be summarized and rates calculated. Each of the groups has different characteristics and represents a unique utilization pattern. Below is brief summary of the categories used.

TennCare Eligibility Classes	
Current	Ages
Medically Needy	Under 21
Medicaid (TANF & Related)	Under 21
Duals	Under 21
Uninsured	Under 21
Disabled	Under 21
Waiver Duals	Under 21

Aon has summarized per capita costs based on the current groups participating under the program. We then projected costs for each of the groups independently and multiplied by projected enrollment levels to get both overall projected costs and overall projected per capita costs.

Demographic Groupings

In addition to eligibility category, the per capita costs also vary significantly based on demographic group. Age groupings are used for most eligibility categories where use of health care services varies by demographic grouping. Below is a summary of the demographic groups.

Age Groups	Gender Split
Under 14	Combined
14-20	Male/Female
21 and over	Combined

There are a limited number of claims for those ages 21 and over. The majority of these claims are related to orthodontic procedures and members within a treatment going over the age limitations.

Base Year Cost and Utilization

Determination of Units

Encounter records were classified into the detailed service categories shown in the attached tables using a combination of diagnosis codes, procedure codes, revenue codes and claim type indicators. After grouping and categorizing the claims, they were further summarized into appropriate eligibility and demographic groups.

In this summarization process, unit counts were made for each service category. “Services” indicates the actual unit counts that were recorded on each claim. All units in the dental encounter data were tabulated based on number of services rendered on each claim record.

Determination of Service Units	
Major Service Group	Units Counted
Diagnostic	Services
Preventive	Services
Restorative	Services
Endodontics	Services
Oral Surgery	Services
Orthodontics	Services
Other	Services

Data Adjustments and Anomalies

A review was performed to ensure that the projected paid claims were consistent and balanced to the data reported by the TennCare. The review showed the data to be satisfactory, and no adjustments were required.

Third Party Liability and Participant Cost Sharing

The per capita costs shown here are inclusive of adjustments for Third Party Liability, with the exception of subrogation. We have assumed plans will continue to collect payments for Third Party Liability at levels similar to those observed during the data period.

Claims Completion and Trend Factors

Completion Factors

Dental data are complete and required no additional adjustments to the incurred claims.

Trend Factors

The baseline data covers claims incurred from November 2005 through October 2006 and paid by January 2007.

Current Period Trend

Trend rates are comprised of changes in cost per unit of service as well as changes in the volume of services used per person over time. Aon has examined the historical data for Fiscal Years 2005, 2006 and 2007 YTD. From this, we were able to calculate combined utilization and cost trend rates using a simple regression methodology. Our trend rates recognize the impact of escalators built into provider contracts (e.g., CPI adjustments, charge master increases, Medicare payment trends, etc.). These provide the basis for the current trends.

Historical Trends

Since paid claims data was available through March 2007, Aon used the Invoice details to adjust the current trend assumptions. To do this Aon used the current period trends to project paid claims for the last three months of the fiscal year. From that forecast, we are able to develop total incurred claims for Fiscal Year 2007 that more accurately reflect emerging experience. The overall trend for the historical period would then equal the change in per capita costs from the baseline data.

Due to the emerging experience, the trend to Fiscal Year 2008 (5.0%) is anticipated to be slightly lower than the historical trend (8.0%).

Should there be any additional increases in costs per unit of service due to contractual negotiation, those additional costs will either need to be explicitly funded, or savings in utilization will be required to cover the additional costs.

Aon has reviewed the trends by eligibility and demographic groups. Factors were developed to accurately access the impact of enrollment swings resulting from the disenrollment.

Administrative Costs

The rates in our actuarial review use dental plan encounter data as the baseline. In order to develop a total per capita cost, it is necessary to add an amount to cover dental plan administration. Since the dental plan self-funded, it is not subject to the 2.0% Tennessee premium tax.

Aon received ASO fee schedules for the dental administrators. Administrative costs, as a percent of total per capita costs, are expected to be 3.75% for both fiscal years.

Per Capita Costs

The per capita costs are calculated based on the historical data shown in Exhibit 13. This data serves as the baseline costs and was checked against the Invoices and the prior Actuarial Report. The data was determined to be consistent.

The steps used for calculating the per capita costs for Fiscal Year 2007 and 2008 are as follows:

1. Exhibit 13 provides the baseline data. The exhibit includes billed charges, paid expenditures, member months, units (as discussed earlier), utilization rates based on a "per 1,000" methodology, amount billed and paid per unit of service, and per member per month billed and paid.

The encounter data is summarized by the demographic and eligibility rate cells. As the data cells become smaller, the credibility of each specific cell decreases. This information is the starting point for the per capita cost calculation.

2. The results in Exhibit 13 are brought forward to Exhibit 14, which includes utilization rates per 1,000, paid expenditures per unit, paid expenditure PMPM and member months for each rate cell and service category. The trends used and factors applied are detailed in Exhibit 14 as well.
3. The historical trend factors are then applied to move the data to the mid-point of Fiscal Year 2007 (January 1, 2007). The current trend factor is applied to Fiscal Year 2007 to project the per capita costs for Fiscal Year 2008 (mid-point of January 1, 2008).
4. Administrative costs are added to calculate the per capita costs for Fiscal Year 2007 and Fiscal Year 2008.

Resulting per capita costs are calculated in Exhibit 14 for each of the per capita cost cells. A weighted average value for the full fiscal year is shown in these exhibits.

Exhibit 15 summarizes the projected rates by major service category on a PMPM basis as well as a total budgeted amount. Exhibit 16 similarly summarizes all the rate cells by both PMPM and a total basis. Exhibit 16 also provides a summary of the projections by each major region – East, Middle and West.

The per capita costs include adjustments for Third Party Liability and any participant point-of-service cost sharing. We have assumed that plans will continue to collect Third Party Liability payments consistent with their experience during the data period. Current levels of any cost sharing are reflected in the per capita costs.

Projected Dental Per Capita Costs by Rate Group

Emerging Fiscal Year 2007 experience indicates the previously calculated dental per capita costs were overstated by approximately 4.9%. The bulk of the 4.9% variation is due to the change in the enrollment mix of the population. There was also a drop in the remainder of Fiscal Year 2006 which was not anticipated and which inflated the prior actuarial projection. Other reasons for the deviation include causes such as demographic swings, enrollment shifts, etc. A detailed review of the variations is beyond the scope of this project.

The projected dental per capita cost comparison by eligibility/rate group are shown below.

Summary of Dental Per Capita Costs - FY2007			
By Aid Category			
	Prior Report	Current Report	%
Medically Needy	\$ 9.36	\$ 9.93	6.1%
Medicaid (TANF & Related)	\$ 12.53	\$ 11.92	-4.8%
Duals	\$ 0.04	\$ 0.04	-4.7%
Uninsured	\$ 22.04	\$ 16.73	-24.1%
Disabled	\$ 4.82	\$ 4.59	-4.7%
Waiver Duals	\$ -	\$ 0.04	0.0%
All Eligibility Groups	\$ 9.54	\$ 9.07	-4.9%

Projected Dental Costs by Service Categories

Summary By Service Category - Dental						
All Eligibility Groups						
Service Category	State					
	Fiscal Year 2008		Fiscal Year 2007		% Change	
	Per Capita	Total*	Per Capita	Total**	Per Capita	Total
Diagnostic	\$ 1.42	\$ 20,354,290	\$ 1.36	\$ 19,460,737	5.0%	4.6%
Preventive	\$ 1.50	\$ 21,412,534	\$ 1.43	\$ 20,456,770	5.0%	4.7%
Restorative	\$ 3.47	\$ 49,599,752	\$ 3.31	\$ 47,460,119	4.9%	4.5%
Endodontics	\$ 0.81	\$ 11,536,850	\$ 0.77	\$ 11,044,628	4.8%	4.5%
Oral Surgery	\$ 0.82	\$ 11,716,185	\$ 0.78	\$ 11,223,625	4.8%	4.4%
Orthodontics	\$ 0.75	\$ 10,686,463	\$ 0.71	\$ 10,234,096	4.8%	4.4%
Other	\$ 0.40	\$ 5,711,571	\$ 0.38	\$ 5,466,469	4.8%	4.5%
Admin	\$ 0.36	\$ 5,104,584	\$ 0.34	\$ 4,883,628	4.9%	4.5%
Total	\$ 9.52	\$ 136,122,228	\$ 9.07	\$ 130,230,072	4.9%	4.5%

*FY08 Assumed Average Enrollment 1,191,833
**FY07 Assumed Average Enrollment 1,196,000

Enrollment numbers use actual enrollment through March 2007, with projections at the March level for all groups except the Uninsured/Uninsurable over age 21. This group is assumed to gradually decrease by the end of Fiscal Year 2008. There was no growth assumption in the population for Fiscal Year 2008.

Projected 2007 Per Capita Costs by Eligibility Group/Age/Sex

The appendices include a detailed breakdown of each rate cell by various demographic categories. Below is a brief summary of the projection by major age/sex categories and region.

		FY 2008			
		PMPM			
Aid Category	Age Group	East	Middle	West	State
Medicaid (TANF & Related)	Age Under 14	\$ 13.74	\$ 13.36	\$ 12.12	\$ 13.08
	Ages 14 - 20 : Female	\$ 31.17	\$ 35.30	\$ 25.76	\$ 30.60
	Ages 14 - 20 : Male	\$ 25.23	\$ 26.76	\$ 18.75	\$ 23.52
	Ages Over 21	\$ -	\$ -	\$ -	\$ -
	All Ages	\$ 13.14	\$ 13.21	\$ 11.18	\$ 12.52
Medically Needy	Age Under 14	\$ 18.25	\$ 18.59	\$ 17.32	\$ 18.17
	Ages 14 - 20 : Female	\$ 42.14	\$ 48.26	\$ 38.80	\$ 43.11
	Ages 14 - 20 : Male	\$ 31.30	\$ 36.12	\$ 23.22	\$ 30.42
	Ages Over 21	\$ -	\$ -	\$ -	\$ -
	All Ages	\$ 10.13	\$ 11.44	\$ 9.08	\$ 10.28
Uninsured/Uninsurable	Age Under 14	\$ 16.28	\$ 16.00	\$ 15.03	\$ 15.88
	Ages 14 - 20 : Female	\$ 25.56	\$ 28.11	\$ 25.08	\$ 26.26
	Ages 14 - 20 : Male	\$ 20.92	\$ 22.11	\$ 19.48	\$ 20.93
	Ages Over 21	\$ -	\$ -	\$ -	\$ -
	All Ages	\$ 19.13	\$ 19.41	\$ 18.05	\$ 18.96
Disabled	Age Under 14	\$ 14.05	\$ 12.65	\$ 11.99	\$ 12.82
	Ages 14 - 20 : Female	\$ 28.89	\$ 27.74	\$ 21.91	\$ 25.68
	Ages 14 - 20 : Male	\$ 21.70	\$ 21.82	\$ 16.43	\$ 19.55
	Ages Over 21	\$ -	\$ -	\$ -	\$ -
	All Ages	\$ 4.16	\$ 5.32	\$ 5.11	\$ 4.81
Duals	Age Under 14	\$ 5.18	\$ 15.91	\$ 12.51	\$ 11.41
	Ages 14 - 20 : Female	\$ 92.96	\$ 64.27	\$ 36.60	\$ 60.36
	Ages 14 - 20 : Male	\$ 64.44	\$ 25.45	\$ 22.59	\$ 34.06
	Ages Over 21	\$ -	\$ -	\$ -	\$ -
	All Ages	\$ 0.04	\$ 0.05	\$ 0.03	\$ 0.04
Waiver Duals	Age Under 14	\$ -	\$ -	\$ -	\$ -
	Ages 14 - 20 : Female	\$ -	\$ -	\$ -	\$ 42.01
	Ages 14 - 20 : Male	\$ -	\$ -	\$ -	\$ -
	Ages Over 21	\$ -	\$ -	\$ -	\$ -
	All Ages	\$ -	\$ -	\$ -	\$ -
All Groups	All Ages	\$ 9.42	\$ 10.31	\$ 8.81	\$ 9.52

These demographic breaks are consistent with prior reports and national published data.

EXHIBITS

Managed Care Organizations (MCO) – Statewide

Exhibit 1 – Historical Encounter Data

Exhibit 2 – Trend Assumptions

Exhibit 3 – Data Completion Factors and Benefit Adjustments

Exhibit 4 – TennCare Medical Budget Summary – Statewide

Managed Care Organizations (MCO) – East

Exhibit 5a – Historical Encounter Data

Exhibit 6a – Development of Per Capita Costs

Exhibit 7a – Total TennCare Medical Budget Amount

Exhibit 8a – TennCare Medical Rate and Budget Summary

Managed Care Organizations (MCO) – West

Exhibit 5b – Historical Encounter Data

Exhibit 6b – Development of Per Capita Costs

Exhibit 7b – Total TennCare Medical Budget Amount

Exhibit 8b – TennCare Medical Rate and Budget Summary

Managed Care Organizations (MCO) – Middle

Exhibit 5c – Historical Encounter Data

Exhibit 6c – Development of Per Capita Costs

Exhibit 7c – Total TennCare Medical Budget Amount

Exhibit 8c – TennCare Medical Rate and Budget Summary

Managed Care Organizations (MCO) – TennCare Select High

Exhibit 5d – Historical Encounter Data

Exhibit 6d – Development of Per Capita Costs

Exhibit 7d – Total TennCare Medical Budget Amount

Exhibit 8d – TennCare Medical Rate and Budget Summary

Pharmacy Benefit

Exhibit 9 – Pharmacy Historical Encounter Data – MCO & BHO

Exhibit 10 – Development of Pharmacy Statewide Per Capita Costs

Exhibit 11 – Total Pharmacy Budget Amount

Exhibit 12 – Pharmacy Rate and Budget Summary

Dental Benefit

Exhibit 13 – Dental Historical Encounter Data

Exhibit 14 – Development of Dental Statewide Per Capita Costs

Exhibit 15 – Total Dental Budget Amount

Exhibit 16 – Dental Rate and Budget Summary

Behavioral Health Organizations (BHO) – Statewide

Exhibit 17 – TennCare Partners BHO Rate and Budget Summary

Behavioral Health Organizations (BHO) – East

Exhibit 18a – BHO Priority Per Capita Costs

Exhibit 19a – BHO Non-Priority Per Capita Costs

Exhibit 20a – BHO State Only & Judicials Per Capita Costs

Exhibit 21a – BHO Total Per Capita Costs

Exhibit 22a – TennCare Partners BHO Rate and Budget Summary

Behavioral Health Organizations (BHO) – West

Exhibit 18b – BHO Priority Per Capita Costs

Exhibit 19b – BHO Non-Priority Per Capita Costs

Exhibit 20b – BHO State Only & Judicials Per Capita Costs

Exhibit 21b – BHO Total Per Capita Costs

Exhibit 22b – TennCare Partners BHO Rate and Budget Summary

Behavioral Health Organizations (BHO) – Middle

Exhibit 18c – BHO Priority Per Capita Costs

Exhibit 19c – BHO Non-Priority Per Capita Costs

Exhibit 20c – BHO State Only & Judicials Per Capita Costs

Exhibit 21c – BHO Total Per Capita Costs

Exhibit 22c – TennCare Partners BHO Rate and Budget Summary

Behavioral Health Organizations (BHO) – TennCare Select High

Exhibit 18d – BHO Priority Per Capita Costs

Exhibit 19d – BHO Non-Priority Per Capita Costs

Exhibit 21d – BHO Total Per Capita Costs

Exhibit 22d – TennCare Partners BHO Rate and Budget Summary

Exhibit 23 – BHO Trend Assumptions

Exhibit 24 – BHO Data Completion Factors and Benefit Adjustments

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Total For All Aid Categories All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	14,615,150						
Home Health Care	133,099,259	106,481,488	86,888	71	1,531.85	1,225.50	7.29
IP - Maternity	322,738,367	82,271,248	106,229	87	3,038.14	774.47	5.63
IP - Newborn	334,288,812	122,723,434	135,010	111	2,476.04	909.00	8.40
IP - Medical	1,320,878,838	300,080,947	471,200	387	2,803.23	636.84	20.53
IP - Surgery	422,250,186	75,006,857	56,943	47	7,415.38	1,317.24	5.13
IP - Other	151,226,770	33,765,484	71,305	59	2,120.86	473.54	2.31
Subtotal - Inpatient	2,551,382,974	613,847,970	840,685	690	3,034.89	730.18	42.00
OP - Emergency Room	866,423,327	203,094,634	923,402	758	938.29	219.94	13.90
OP - Laboratory	67,811,604	18,500,788	922,741	758	73.49	20.05	1.27
OP - Radiology	256,474,764	56,387,393	1,197,761	983	214.13	47.08	3.86
OP - Surgery	727,095,065	197,817,742	181,889	149	3,997.47	1,087.57	13.54
OP - Other	346,967,749	187,224,511	439,946	361	788.66	425.56	12.81
Subtotal - Outpatient	2,264,772,509	663,025,068	3,665,739	3,010	617.82	180.87	45.37
Prof - Evaluation & Management	767,371,314	348,598,453	5,564,477	4,569	137.91	62.65	23.85
Prof - Maternity	108,588,928	46,371,614	80,597	66	1,347.31	575.35	3.17
Prof - Surgery	314,487,740	95,025,373	676,930	556	464.58	140.38	6.50
Prof - DME/Supplies	74,109,293	42,953,007	178,397	146	415.42	240.77	2.94
Prof - Lab	174,106,287	58,091,001	4,100,042	3,366	42.46	14.17	3.97
Prof - Radiology	250,914,240	75,523,392	1,840,027	1,511	136.36	41.04	5.17
Prof - Transportation	103,626,690	55,332,844	560,014	460	185.04	98.81	3.79
Prof - Other	581,833,255	227,929,314	34,237,706	28,111	16.99	6.66	15.60
Subtotal - Professional	2,375,037,748	949,824,998	47,238,190	38,786	50.28	20.11	64.99
Total	\$ 7,324,292,489	\$ 2,333,179,525					\$ 159.64

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related)							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	8,770,576						
Home Health Care	7,445,740	4,934,194	12,526	17	594.42	393.92	0.56
IP - Maternity	293,236,755	75,157,581	96,660	132	3,033.69	777.55	8.57
IP - Newborn	261,753,585	93,595,930	113,374	155	2,308.77	825.55	10.67
IP - Medical	424,978,514	95,789,063	116,432	159	3,650.03	822.71	10.92
IP - Surgery	135,752,710	25,071,094	19,031	26	7,133.43	1,317.42	2.86
IP - Other	37,517,832	8,286,720	10,335	14	3,630.35	801.85	0.94
Subtotal - Inpatient	1,153,239,396	297,900,387	355,830	487	3,240.98	837.20	33.97
OP - Emergency Room	534,037,381	132,804,558	640,470	876	833.82	207.35	15.14
OP - Laboratory	34,672,850	9,985,642	485,094	664	71.48	20.58	1.14
OP - Radiology	115,980,455	26,014,074	512,736	702	226.20	50.74	2.97
OP - Surgery	358,572,274	98,138,137	99,442	136	3,605.84	986.89	11.19
OP - Other	100,871,928	38,089,222	212,707	291	474.23	179.07	4.34
Subtotal - Outpatient	1,144,134,888	305,031,633	1,950,449	2,669	586.60	156.39	34.78
Prof - Evaluation & Management	484,390,247	223,571,706	3,581,439	4,900	135.25	62.43	25.49
Prof - Maternity	98,443,836	42,112,742	68,710	94	1,432.74	612.91	4.80
Prof - Surgery	158,528,772	47,504,363	352,727	483	449.44	134.68	5.42
Prof - DME/Supplies	15,989,476	9,549,300	56,933	78	280.85	167.73	1.09
Prof - Lab	108,104,726	36,614,669	2,625,111	3,592	41.18	13.95	4.17
Prof - Radiology	127,922,704	38,612,675	888,173	1,215	144.03	43.47	4.40
Prof - Transportation	32,893,253	12,637,014	92,806	127	354.43	136.17	1.44
Prof - Other	260,666,363	94,407,334	6,641,210	9,087	39.25	14.22	10.76
Subtotal - Professional	1,286,939,377	505,009,803	14,307,109	19,575	89.95	35.30	57.58
Total	\$ 3,591,759,402	\$ 1,112,876,017					\$ 126.89

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related) Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	289,457						
Home Health Care	653,958	371,030	1,282	53	510.31	289.53	1.28
IP - Maternity	11,767,956	4,434,315	6,332	263	1,858.49	700.30	15.32
IP - Newborn	140,526,599	52,619,749	54,044	2,240	2,600.25	973.66	181.79
IP - Medical	40,803,600	12,459,025	13,228	548	3,084.64	941.87	43.04
IP - Surgery	9,962,398	3,230,065	2,178	90	4,575.15	1,483.38	11.16
IP - Other	3,463,298	896,671	992	41	3,491.23	903.90	3.10
Subtotal - Inpatient	206,523,850	73,639,825	76,773	3,183	2,690.06	959.19	254.41
OP - Emergency Room	17,544,901	6,020,891	28,077	1,164	624.90	214.45	20.80
OP - Laboratory	1,090,761	322,247	18,924	785	57.64	17.03	1.11
OP - Radiology	2,598,414	744,767	12,979	538	200.21	57.38	2.57
OP - Surgery	8,411,090	3,294,127	2,822	117	2,981.07	1,167.51	11.38
OP - Other	6,808,600	2,716,440	16,169	670	421.10	168.01	9.38
Subtotal - Outpatient	36,453,767	13,098,472	78,969	3,274	461.62	165.87	45.25
Prof - Evaluation & Management	53,354,901	24,230,956	327,041	13,558	163.14	74.09	83.71
Prof - Maternity	11,898	1,619	2	0	5,949.00	809.59	0.01
Prof - Surgery	7,735,026	2,526,776	15,806	655	489.37	159.86	8.73
Prof - DME/Supplies	1,410,404	833,459	4,993	207	282.50	166.94	2.88
Prof - Lab	1,257,756	389,775	33,137	1,374	37.96	11.76	1.35
Prof - Radiology	2,665,054	693,157	34,026	1,411	78.32	20.37	2.39
Prof - Transportation	1,941,222	574,208	2,693	112	720.84	213.22	1.98
Prof - Other	20,374,663	7,898,690	525,373	21,780	38.78	15.03	27.29
Subtotal - Professional	88,750,924	37,148,640	943,070	39,097	94.11	39.39	128.34
Total	\$ 332,382,499	\$ 124,257,968					\$ 429.28

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related)							
Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	4,732,817						
Home Health Care	2,441,408	1,761,382	4,032	10	605.51	436.85	0.37
IP - Maternity	88,419	32,305	41	0	2,156.55	787.92	0.01
IP - Newborn	19,817,166	6,800,835	7,110	18	2,787.22	956.52	1.44
IP - Medical	84,298,531	19,617,161	25,667	65	3,284.32	764.30	4.14
IP - Surgery	19,683,487	3,979,581	3,282	8	5,997.41	1,212.55	0.84
IP - Other	6,814,827	1,887,484	2,594	7	2,627.15	727.63	0.40
Subtotal - Inpatient	130,702,430	32,317,365	38,694	98	3,377.85	835.20	6.83
OP - Emergency Room	164,757,700	51,742,482	270,504	686	609.08	191.28	10.93
OP - Laboratory	9,355,939	3,107,580	139,069	353	67.28	22.35	0.66
OP - Radiology	17,769,094	4,931,806	85,661	217	207.44	57.57	1.04
OP - Surgery	106,824,381	35,547,379	31,754	81	3,364.12	1,119.46	7.51
OP - Other	28,470,540	13,423,863	89,073	226	319.63	150.71	2.84
Subtotal - Outpatient	327,177,655	108,753,111	616,061	1,562	531.08	176.53	22.98
Prof - Evaluation & Management	178,127,353	89,542,714	1,538,345	3,900	115.79	58.21	18.92
Prof - Maternity	46,095	14,252	38	0	1,213.04	375.06	0.00
Prof - Surgery	36,298,303	10,931,209	112,973	286	321.30	96.76	2.31
Prof - DME/Supplies	4,174,668	2,568,332	20,329	52	205.36	126.34	0.54
Prof - Lab	18,875,932	6,465,492	649,648	1,647	29.06	9.95	1.37
Prof - Radiology	14,532,427	3,806,329	189,767	481	76.58	20.06	0.80
Prof - Transportation	7,504,231	3,156,582	23,800	60	315.30	132.63	0.67
Prof - Other	81,261,111	34,594,847	2,676,708	6,787	30.36	12.92	7.31
Subtotal - Professional	340,820,120	151,079,759	5,211,608	13,214	65.40	28.99	31.92
Total	\$ 801,141,613	\$ 293,911,616					\$ 62.10

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related)							
Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	883,794						
Home Health Care	323,198	183,150	608	8	531.58	301.23	0.21
IP - Maternity	72,173,323	17,384,766	23,850	324	3,026.14	728.92	19.67
IP - Newborn	28,958,363	9,646,378	14,644	199	1,977.49	658.73	10.91
IP - Medical	37,368,940	7,863,678	11,478	156	3,255.70	685.11	8.90
IP - Surgery	9,434,034	1,670,612	1,567	21	6,020.44	1,066.12	1.89
IP - Other	2,646,240	596,042	591	8	4,477.56	1,008.53	0.67
Subtotal - Inpatient	150,580,899	37,161,475	52,130	708	2,888.57	712.86	42.05
OP - Emergency Room	63,983,583	14,709,505	68,969	936	927.72	213.28	16.64
OP - Laboratory	5,141,492	1,465,502	72,944	990	70.49	20.09	1.66
OP - Radiology	11,434,065	2,397,595	46,654	633	245.08	51.39	2.71
OP - Surgery	26,648,209	6,778,097	10,124	137	2,632.18	669.51	7.67
OP - Other	11,655,463	4,067,200	20,761	282	561.41	195.91	4.60
Subtotal - Outpatient	118,862,811	29,417,899	219,452	2,980	541.63	134.05	33.29
Prof - Evaluation & Management	49,374,955	22,199,423	352,929	4,792	139.90	62.90	25.12
Prof - Maternity	25,426,235	10,956,622	17,413	236	1,460.19	629.22	12.40
Prof - Surgery	11,307,224	3,395,083	28,153	382	401.63	120.59	3.84
Prof - DME/Supplies	897,067	543,386	3,166	43	283.34	171.63	0.61
Prof - Lab	19,456,252	6,951,600	473,182	6,425	41.12	14.69	7.87
Prof - Radiology	16,868,246	5,345,954	104,752	1,422	161.03	51.03	6.05
Prof - Transportation	4,401,553	1,581,167	12,670	172	347.40	124.80	1.79
Prof - Other	28,665,406	10,198,495	627,008	8,513	45.72	16.27	11.54
Subtotal - Professional	156,396,939	61,171,729	1,619,273	21,986	96.58	37.78	69.21
Total	\$ 426,163,848	\$ 127,934,253					\$ 144.76

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related) Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	722,419						
Home Health Care	397,692	287,179	563	9	706.38	510.09	0.40
IP - Maternity	35,255	4,284	62	1	568.63	69.09	0.01
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	22,529,834	5,117,467	5,436	90	4,144.56	941.40	7.08
IP - Surgery	10,609,296	1,409,678	1,279	21	8,294.99	1,102.17	1.95
IP - Other	2,265,206	943,427	427	7	5,304.93	2,209.43	1.31
Subtotal - Inpatient	35,439,591	7,474,855	7,204	120	4,919.43	1,037.60	10.35
OP - Emergency Room	29,846,492	7,182,205	33,794	561	883.19	212.53	9.94
OP - Laboratory	1,269,709	380,421	17,047	283	74.48	22.32	0.53
OP - Radiology	6,120,425	1,481,707	23,778	395	257.40	62.31	2.05
OP - Surgery	14,978,274	3,745,766	3,325	55	4,504.74	1,126.55	5.19
OP - Other	3,819,898	1,305,437	7,176	119	532.32	181.92	1.81
Subtotal - Outpatient	56,034,798	14,095,536	85,120	1,414	658.30	165.60	19.51
Prof - Evaluation & Management	20,025,557	9,258,425	151,294	2,513	132.36	61.19	12.82
Prof - Maternity	5,820	2,302	3	0	1,940.00	767.28	0.00
Prof - Surgery	7,832,424	2,288,464	16,448	273	476.19	139.13	3.17
Prof - DME/Supplies	885,205	545,705	3,081	51	287.31	177.12	0.76
Prof - Lab	2,750,196	938,627	79,884	1,327	34.43	11.75	1.30
Prof - Radiology	5,057,815	1,380,251	50,158	833	100.84	27.52	1.91
Prof - Transportation	2,311,872	832,682	5,401	90	428.05	154.17	1.15
Prof - Other	9,721,422	4,182,787	338,739	5,627	28.70	12.35	5.79
Subtotal - Professional	48,590,312	19,429,243	645,008	10,714	75.33	30.12	26.89
Total	\$ 140,462,393	\$ 41,286,814					\$ 57.15

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related)							
Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,760,060						
Home Health Care	1,810,412	1,000,551	3,741	26	484.00	267.49	0.57
IP - Maternity	208,860,201	53,218,844	66,168	451	3,156.51	804.30	30.24
IP - Newborn	72,140,043	24,394,804	37,389	255	1,929.45	652.46	13.86
IP - Medical	160,130,645	32,914,791	40,356	275	3,968.00	815.62	18.70
IP - Surgery	55,289,226	9,058,874	7,203	49	7,675.86	1,257.65	5.15
IP - Other	14,954,726	2,737,580	3,142	21	4,760.38	871.42	1.56
Subtotal - Inpatient	511,374,841	122,324,893	154,257	1,052	3,315.08	792.99	69.50
OP - Emergency Room	219,556,585	45,284,022	206,400	1,407	1,063.75	219.40	25.73
OP - Laboratory	15,565,488	4,163,260	209,346	1,427	74.35	19.89	2.37
OP - Radiology	58,332,780	12,185,630	256,341	1,748	227.56	47.54	6.92
OP - Surgery	157,954,861	38,064,569	41,995	286	3,761.32	906.42	21.63
OP - Other	38,877,786	12,846,373	65,298	445	595.39	196.74	7.30
Subtotal - Outpatient	490,287,501	112,543,855	779,378	5,314	629.08	144.40	63.94
Prof - Evaluation & Management	154,614,286	65,646,523	1,009,108	6,880	153.22	65.05	37.30
Prof - Maternity	72,863,705	31,099,862	51,168	349	1,424.01	607.80	17.67
Prof - Surgery	72,705,328	21,610,094	137,789	939	527.66	156.83	12.28
Prof - DME/Supplies	5,283,058	3,109,072	16,535	113	319.52	188.04	1.77
Prof - Lab	58,829,445	19,685,853	1,241,620	8,465	47.38	15.85	11.18
Prof - Radiology	72,243,606	22,481,453	412,339	2,811	175.20	54.52	12.77
Prof - Transportation	13,028,417	4,842,788	35,738	244	364.55	135.51	2.75
Prof - Other	95,487,786	28,680,306	1,890,688	12,891	50.50	15.17	16.30
Subtotal - Professional	545,055,631	197,155,952	4,794,984	32,692	113.67	41.12	112.02
Total	\$ 1,548,528,384	\$ 433,025,251					\$ 246.03

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related) Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	186,282						
Home Health Care	323,860	196,857	628	40	515.70	313.47	1.06
IP - Maternity	78,542	11,608	134	9	586.14	86.63	0.06
IP - Newborn	2,427	1,724	10	1	242.70	172.44	0.01
IP - Medical	34,927,048	7,865,437	6,927	446	5,042.16	1,135.48	42.22
IP - Surgery	13,422,311	3,020,905	1,559	100	8,609.56	1,937.72	16.22
IP - Other	2,617,483	473,763	626	40	4,181.28	756.81	2.54
Subtotal - Inpatient	51,047,812	11,373,437	9,256	596	5,515.10	1,228.76	61.05
OP - Emergency Room	20,271,247	4,028,090	19,500	1,256	1,039.55	206.57	21.62
OP - Laboratory	670,636	160,214	8,377	540	80.06	19.13	0.86
OP - Radiology	7,187,622	1,467,615	26,706	1,720	269.14	54.95	7.88
OP - Surgery	16,433,882	3,717,806	3,438	221	4,780.07	1,081.39	19.96
OP - Other	4,085,179	1,161,997	5,013	323	814.92	231.80	6.24
Subtotal - Outpatient	48,648,565	10,535,722	63,034	4,061	771.78	167.14	56.56
Prof - Evaluation & Management	12,767,988	5,206,598	83,299	5,366	153.28	62.50	27.95
Prof - Maternity	22,054	9,162	13	1	1,696.42	704.73	0.05
Prof - Surgery	9,615,208	2,858,828	17,847	1,150	538.76	160.19	15.35
Prof - DME/Supplies	1,267,989	783,142	3,370	217	376.26	232.39	4.20
Prof - Lab	1,902,521	620,957	43,299	2,789	43.94	14.34	3.33
Prof - Radiology	6,409,466	1,870,986	40,288	2,595	159.09	46.44	10.04
Prof - Transportation	1,664,333	617,032	3,104	200	536.19	198.79	3.31
Prof - Other	8,215,879	2,666,652	167,773	10,808	48.97	15.89	14.32
Subtotal - Professional	41,865,437	14,633,356	358,993	23,126	116.62	40.76	78.55
Total	\$ 141,885,674	\$ 36,739,371					\$ 197.22

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related)							
Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	176,655						
Home Health Care	1,047,135	721,869	1,511	103	693.01	477.74	4.09
IP - Maternity	233,058	71,459	73	5	3,192.58	978.90	0.40
IP - Newborn	308,989	132,440	177	12	1,745.70	748.25	0.75
IP - Medical	40,596,878	8,593,578	8,384	570	4,842.18	1,025.00	48.65
IP - Surgery	16,144,133	2,462,226	1,763	120	9,157.19	1,396.61	13.94
IP - Other	3,893,544	494,539	741	50	5,254.45	667.39	2.80
Subtotal - Inpatient	61,176,602	11,754,241	11,138	757	5,492.60	1,055.33	66.54
OP - Emergency Room	17,657,006	3,732,854	13,016	884	1,356.56	286.79	21.13
OP - Laboratory	1,498,001	370,401	18,057	1,227	82.96	20.51	2.10
OP - Radiology	12,084,185	2,697,794	58,273	3,958	207.37	46.30	15.27
OP - Surgery	26,662,331	6,784,519	5,807	394	4,591.41	1,168.33	38.41
OP - Other	5,840,545	1,812,742	8,529	579	684.79	212.54	10.26
Subtotal - Outpatient	63,742,068	15,398,310	103,682	7,043	614.78	148.51	87.17
Prof - Evaluation & Management	15,526,242	7,216,219	115,101	7,819	134.89	62.69	40.85
Prof - Maternity	68,028	28,924	73	5	931.89	396.21	0.16
Prof - Surgery	12,675,705	3,785,839	23,162	1,573	547.26	163.45	21.43
Prof - DME/Supplies	2,000,967	1,131,703	5,320	361	376.12	212.73	6.41
Prof - Lab	4,914,519	1,527,929	101,453	6,892	48.44	15.06	8.65
Prof - Radiology	9,914,045	2,967,979	55,050	3,739	180.09	53.91	16.80
Prof - Transportation	1,799,094	901,971	8,349	567	215.49	108.03	5.11
Prof - Other	15,960,442	5,603,750	383,236	26,033	41.65	14.62	31.72
Subtotal - Professional	62,859,043	23,164,314	691,744	46,989	90.87	33.49	131.13
Total	\$ 188,824,847	\$ 51,038,735					\$ 288.92

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medicaid (TANF & Related) Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	19,091						
Home Health Care	448,079	412,176	162	102	2,765.92	2,544.30	21.59
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	4,323,037	1,357,926	4,956	3,115	872.28	274.00	71.13
IP - Surgery	1,207,824	239,155	200	126	6,039.12	1,195.77	12.53
IP - Other	862,509	257,215	1,222	768	705.82	210.49	13.47
Subtotal - Inpatient	6,393,370	1,854,295	6,378	4,009	1,002.41	290.73	97.13
OP - Emergency Room	419,866	104,509	211	133	1,989.89	495.30	5.47
OP - Laboratory	80,824	16,017	1,331	837	60.72	12.03	0.84
OP - Radiology	453,870	107,160	2,345	1,474	193.55	45.70	5.61
OP - Surgery	659,246	205,873	178	112	3,703.63	1,156.59	10.78
OP - Other	1,313,917	755,170	689	433	1,906.99	1,096.04	39.56
Subtotal - Outpatient	2,927,723	1,188,729	4,754	2,988	615.84	250.05	62.27
Prof - Evaluation & Management	598,964	270,847	4,322	2,717	138.58	62.67	14.19
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	359,554	108,071	549	345	654.93	196.85	5.66
Prof - DME/Supplies	70,118	34,502	140	88	500.84	246.44	1.81
Prof - Lab	118,105	34,435	2,889	1,816	40.88	11.92	1.80
Prof - Radiology	232,045	66,564	1,793	1,127	129.42	37.12	3.49
Prof - Transportation	242,530	130,584	1,051	661	230.76	124.25	6.84
Prof - Other	979,654	581,807	31,686	19,917	30.92	18.36	30.48
Subtotal - Professional	2,600,972	1,226,810	42,430	26,670	61.30	28.91	64.26
Total	\$ 12,370,144	\$ 4,682,010					\$ 245.25

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medically Needy							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,186,739						
Home Health Care	10,077,196	7,633,527	6,026	61	1,672.29	1,266.77	6.43
IP - Maternity	16,027,568	3,714,910	5,448	55	2,941.92	681.89	3.13
IP - Newborn	6,843,055	2,371,190	3,618	37	1,891.39	655.39	2.00
IP - Medical	96,171,525	20,858,751	27,814	281	3,457.67	749.94	17.58
IP - Surgery	43,806,376	7,148,319	4,665	47	9,390.43	1,532.33	6.02
IP - Other	10,775,126	1,714,954	3,308	33	3,257.29	518.43	1.45
Subtotal - Inpatient	173,623,650	35,808,123	44,853	454	3,870.95	798.34	30.17
OP - Emergency Room	80,823,055	16,863,655	78,157	790	1,034.11	215.77	14.21
OP - Laboratory	4,985,098	1,271,324	72,786	736	68.49	17.47	1.07
OP - Radiology	24,828,463	5,165,267	115,853	1,171	214.31	44.58	4.35
OP - Surgery	67,568,672	16,448,979	15,447	156	4,374.23	1,064.87	13.86
OP - Other	21,904,728	11,580,351	25,579	259	856.36	452.73	9.76
Subtotal - Outpatient	200,110,016	51,329,576	307,822	3,113	650.08	166.75	43.25
Prof - Evaluation & Management	56,624,867	24,418,811	400,295	4,048	141.46	61.00	20.58
Prof - Maternity	5,638,491	2,381,321	4,375	44	1,288.80	544.30	2.01
Prof - Surgery	29,803,757	8,729,267	57,670	583	516.80	151.37	7.36
Prof - DME/Supplies	4,508,575	2,522,414	11,931	121	377.89	211.42	2.13
Prof - Lab	15,621,514	5,203,352	343,802	3,476	45.44	15.13	4.38
Prof - Radiology	24,669,624	7,338,013	159,082	1,609	155.07	46.13	6.18
Prof - Transportation	6,871,080	3,234,305	28,350	287	242.37	114.08	2.73
Prof - Other	40,226,937	15,154,645	1,642,263	16,606	24.49	9.23	12.77
Subtotal - Professional	183,964,847	68,982,127	2,647,768	26,774	69.48	26.05	58.13
Total	\$ 567,775,708	\$ 163,753,353					\$ 137.99

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medically Needy Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	389						
Home Health Care	25	16	1	31	25.00	16.23	0.04
IP - Maternity	35,233	14,466	32	988	1,101.03	452.06	37.23
IP - Newborn	564,902	97,796	165	5,096	3,423.65	592.71	251.70
IP - Medical	1,356,028	302,092	946	29,216	1,433.43	319.34	777.49
IP - Surgery	19,620	6,348	12	371	1,635.00	528.96	16.34
IP - Other	33,705	8,685	10	309	3,370.47	868.46	22.35
Subtotal - Inpatient	2,009,487	429,386	1,165	35,980	1,724.88	368.57	1,105.10
OP - Emergency Room	15,635	4,663	26	803	601.34	179.34	12.00
OP - Laboratory	2,105	665	32	988	65.77	20.78	1.71
OP - Radiology	6,897	1,699	104	3,212	66.32	16.33	4.37
OP - Surgery	50,405	10,542	11	340	4,582.28	958.39	27.13
OP - Other	87,893	29,680	71	2,193	1,237.93	418.03	76.39
Subtotal - Outpatient	162,935	47,249	244	7,536	667.77	193.64	121.60
Prof - Evaluation & Management	36,408	19,668	323	9,976	112.72	60.89	50.62
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	6,836	2,040	12	371	569.68	170.01	5.25
Prof - DME/Supplies	4,958	2,736	6	185	826.25	456.07	7.04
Prof - Lab	783	309	25	772	31.33	12.36	0.80
Prof - Radiology	2,367	748	21	649	112.71	35.63	1.93
Prof - Transportation	2,890	861	1	31	2,890.04	860.66	2.22
Prof - Other	14,918	5,873	515	15,905	28.97	11.40	15.12
Subtotal - Professional	69,160	32,236	903	27,888	76.59	35.70	82.96
Total	\$ 2,241,608	\$ 508,887					\$ 1,309.71

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medically Needy							
Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	150,316						
Home Health Care	241,186	161,371	218	17	1,106.36	740.23	1.07
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	5,188	972	5	0	1,037.58	194.31	0.01
IP - Medical	4,340,976	1,071,552	1,211	97	3,584.62	884.85	7.13
IP - Surgery	1,146,167	121,768	121	10	9,472.46	1,006.35	0.81
IP - Other	244,413	36,468	44	4	5,554.83	828.83	0.24
Subtotal - Inpatient	5,736,744	1,230,760	1,381	110	4,154.05	891.21	8.19
OP - Emergency Room	4,723,976	1,186,101	6,904	551	684.24	171.80	7.89
OP - Laboratory	411,024	117,289	5,750	459	71.48	20.40	0.78
OP - Radiology	1,015,737	240,987	4,441	355	228.72	54.26	1.60
OP - Surgery	4,800,355	1,294,144	1,313	105	3,656.02	985.64	8.61
OP - Other	1,408,072	710,335	3,029	242	464.86	234.51	4.73
Subtotal - Outpatient	12,359,164	3,548,856	21,437	1,711	576.53	165.55	23.61
Prof - Evaluation & Management	5,468,332	2,684,728	48,963	3,909	111.68	54.83	17.86
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	1,786,494	507,035	5,358	428	333.43	94.63	3.37
Prof - DME/Supplies	201,381	127,538	573	46	351.45	222.58	0.85
Prof - Lab	714,496	246,710	21,826	1,742	32.74	11.30	1.64
Prof - Radiology	748,308	190,830	8,517	680	87.86	22.41	1.27
Prof - Transportation	209,386	74,861	332	27	630.68	225.49	0.50
Prof - Other	3,006,759	1,214,875	126,989	10,138	23.68	9.57	8.08
Subtotal - Professional	12,135,156	5,046,577	212,558	16,969	57.09	23.74	33.57
Total	\$ 30,472,249	\$ 9,987,564					\$ 66.44

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medically Needy							
Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	126,828						
Home Health Care	53,516	35,507	103	10	519.58	344.73	0.28
IP - Maternity	5,619,478	1,290,966	2,050	194	2,741.21	629.74	10.18
IP - Newborn	2,593,026	917,722	1,345	127	1,927.90	682.32	7.24
IP - Medical	7,435,669	1,622,428	2,076	196	3,581.73	781.52	12.79
IP - Surgery	2,381,627	508,619	253	24	9,413.55	2,010.35	4.01
IP - Other	790,736	89,531	135	13	5,857.30	663.19	0.71
Subtotal - Inpatient	18,820,536	4,429,267	5,859	554	3,212.24	755.98	34.92
OP - Emergency Room	13,377,299	2,760,512	13,570	1,284	985.80	203.43	21.77
OP - Laboratory	902,588	234,128	12,117	1,146	74.49	19.32	1.85
OP - Radiology	2,456,048	492,797	10,219	967	240.34	48.22	3.89
OP - Surgery	5,902,317	1,442,550	1,672	158	3,530.09	862.77	11.37
OP - Other	1,508,899	530,309	3,159	299	477.65	167.87	4.18
Subtotal - Outpatient	24,147,152	5,460,296	40,737	3,854	592.76	134.04	43.05
Prof - Evaluation & Management	8,288,230	3,537,930	56,998	5,393	145.41	62.07	27.90
Prof - Maternity	1,910,822	814,554	1,472	139	1,298.11	553.37	6.42
Prof - Surgery	2,407,106	711,372	5,487	519	438.69	129.65	5.61
Prof - DME/Supplies	237,032	156,499	620	59	382.31	252.42	1.23
Prof - Lab	3,324,190	1,157,951	74,666	7,065	44.52	15.51	9.13
Prof - Radiology	2,964,674	895,043	18,342	1,735	161.63	48.80	7.06
Prof - Transportation	648,729	228,215	1,507	143	430.48	151.44	1.80
Prof - Other	3,710,611	1,393,604	102,173	9,667	36.32	13.64	10.99
Subtotal - Professional	23,491,393	8,895,168	261,265	24,720	89.91	34.05	70.14
Total	\$ 66,512,597	\$ 18,820,238					\$ 148.39

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medically Needy Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	117,838						
Home Health Care	92,770	33,609	105	11	883.53	320.09	0.29
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	69,439	3,556	8	1	8,679.90	444.50	0.03
IP - Medical	8,134,333	1,806,352	1,578	161	5,154.84	1,144.71	15.33
IP - Surgery	5,973,483	1,482,733	648	66	9,218.34	2,288.17	12.58
IP - Other	746,351	147,981	132	13	5,654.17	1,121.07	1.26
Subtotal - Inpatient	14,923,606	3,440,622	2,366	241	6,307.53	1,454.19	29.20
OP - Emergency Room	8,179,739	1,732,027	8,232	838	993.65	210.40	14.70
OP - Laboratory	270,348	63,891	3,487	355	77.53	18.32	0.54
OP - Radiology	1,276,443	285,923	6,185	630	206.38	46.23	2.43
OP - Surgery	4,518,394	1,180,450	836	85	5,404.78	1,412.02	10.02
OP - Other	1,113,921	347,566	1,658	169	671.85	209.63	2.95
Subtotal - Outpatient	15,358,845	3,609,858	20,398	2,077	752.96	176.97	30.63
Prof - Evaluation & Management	4,048,955	1,600,228	25,909	2,638	156.28	61.76	13.58
Prof - Maternity	2,430	1,412	2	0	1,215.00	706.07	0.01
Prof - Surgery	1,969,110	548,984	3,220	328	611.52	170.49	4.66
Prof - DME/Supplies	222,032	117,067	505	51	439.67	231.82	0.99
Prof - Lab	490,760	150,957	11,076	1,128	44.31	13.63	1.28
Prof - Radiology	1,351,691	372,251	11,633	1,185	116.19	32.00	3.16
Prof - Transportation	687,940	210,758	923	94	745.33	228.34	1.79
Prof - Other	1,797,058	684,747	70,988	7,229	25.31	9.65	5.81
Subtotal - Professional	10,569,976	3,686,405	124,256	12,654	85.07	29.67	31.28
Total	\$ 40,945,197	\$ 10,770,494					\$ 91.40

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medically Needy							
Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	302,128						
Home Health Care	527,638	323,945	635	25	830.93	510.15	1.07
IP - Maternity	10,331,158	2,391,040	3,346	133	3,087.61	714.60	7.91
IP - Newborn	3,607,753	1,350,199	2,091	83	1,725.37	645.72	4.47
IP - Medical	20,041,513	4,062,967	4,607	183	4,350.23	881.91	13.45
IP - Surgery	8,990,061	1,393,161	1,118	44	8,041.20	1,246.12	4.61
IP - Other	1,558,019	269,879	330	13	4,721.27	817.82	0.89
Subtotal - Inpatient	44,528,504	9,467,247	11,492	456	3,874.74	823.81	31.34
OP - Emergency Room	27,884,506	5,661,415	26,656	1,059	1,046.09	212.39	18.74
OP - Laboratory	1,694,415	425,627	23,293	925	72.74	18.27	1.41
OP - Radiology	8,402,667	1,704,369	36,159	1,436	232.38	47.14	5.64
OP - Surgery	21,350,321	4,726,377	5,112	203	4,176.51	924.57	15.64
OP - Other	3,811,678	1,285,444	6,815	271	559.31	188.62	4.25
Subtotal - Outpatient	63,143,588	13,803,231	98,035	3,894	644.09	140.80	45.69
Prof - Evaluation & Management	19,069,554	8,092,275	130,125	5,168	146.55	62.19	26.78
Prof - Maternity	3,721,585	1,563,698	2,897	115	1,284.63	539.76	5.18
Prof - Surgery	9,954,964	2,860,815	17,975	714	553.82	159.16	9.47
Prof - DME/Supplies	938,537	517,483	2,557	102	367.05	202.38	1.71
Prof - Lab	6,662,527	2,252,090	141,045	5,602	47.24	15.97	7.45
Prof - Radiology	8,912,840	2,680,367	51,877	2,060	171.81	51.67	8.87
Prof - Transportation	1,539,117	591,708	4,337	172	354.88	136.43	1.96
Prof - Other	10,474,833	3,415,047	226,986	9,015	46.15	15.05	11.30
Subtotal - Professional	61,273,957	21,973,484	577,799	22,949	106.05	38.03	72.73
Total	\$ 169,473,687	\$ 45,567,907					\$ 150.82

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medically Needy Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	186,811						
Home Health Care	442,555	261,798	495	32	894.05	528.89	1.40
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	1,212	554	2	0	605.85	276.83	0.00
IP - Medical	16,101,735	3,488,756	3,110	200	5,177.41	1,121.79	18.68
IP - Surgery	7,772,089	1,280,706	684	44	11,362.70	1,872.38	6.86
IP - Other	2,269,584	402,427	425	27	5,340.20	946.89	2.15
Subtotal - Inpatient	26,144,620	5,172,443	4,221	271	6,193.94	1,225.41	27.69
OP - Emergency Room	14,893,252	3,062,339	14,515	932	1,026.06	210.98	16.39
OP - Laboratory	449,277	118,073	7,563	486	59.40	15.61	0.63
OP - Radiology	3,184,159	665,391	12,458	800	255.59	53.41	3.56
OP - Surgery	7,918,459	1,724,348	1,724	111	4,593.07	1,000.20	9.23
OP - Other	2,014,391	932,063	2,295	147	877.73	406.13	4.99
Subtotal - Outpatient	28,459,538	6,502,214	38,555	2,477	738.15	168.65	34.81
Prof - Evaluation & Management	7,652,395	2,956,789	48,085	3,089	159.14	61.49	15.83
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	4,215,033	1,262,981	7,739	497	544.65	163.20	6.76
Prof - DME/Supplies	716,590	420,489	1,635	105	438.28	257.18	2.25
Prof - Lab	1,001,185	319,590	22,311	1,433	44.87	14.32	1.71
Prof - Radiology	3,371,415	951,339	23,064	1,482	146.18	41.25	5.09
Prof - Transportation	1,227,446	470,898	2,758	177	445.05	170.74	2.52
Prof - Other	4,430,174	1,582,843	156,883	10,078	28.24	10.09	8.47
Subtotal - Professional	22,614,238	7,964,930	262,475	16,860	86.16	30.35	42.64
Total	\$ 77,660,951	\$ 19,901,385					\$ 106.53

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Medically Needy							
Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	170,767						
Home Health Care	2,404,458	1,945,112	2,062	145	1,166.08	943.31	11.39
IP - Maternity	30,913	16,245	18	1	1,717.37	902.51	0.10
IP - Newborn	1,535	391	2	0	767.25	195.62	0.00
IP - Medical	33,863,828	6,889,385	8,045	565	4,209.30	856.36	40.34
IP - Surgery	16,014,181	2,098,175	1,628	114	9,836.72	1,288.81	12.29
IP - Other	3,784,022	477,514	794	56	4,765.77	601.40	2.80
Subtotal - Inpatient	53,694,477	9,481,711	10,487	737	5,120.10	904.14	55.52
OP - Emergency Room	11,009,117	2,301,063	7,891	555	1,395.15	291.61	13.47
OP - Laboratory	1,085,444	271,963	18,731	1,316	57.95	14.52	1.59
OP - Radiology	7,744,637	1,614,904	41,879	2,943	184.93	38.56	9.46
OP - Surgery	20,624,461	5,374,305	4,280	301	4,818.80	1,255.68	31.47
OP - Other	5,854,799	2,415,049	6,161	433	950.30	391.99	14.14
Subtotal - Outpatient	46,318,458	11,977,284	78,942	5,547	586.74	151.72	70.14
Prof - Evaluation & Management	11,009,920	5,035,389	82,000	5,762	134.27	61.41	29.49
Prof - Maternity	1,683	759	2	0	841.50	379.74	0.00
Prof - Surgery	8,610,403	2,585,902	16,386	1,151	525.47	157.81	15.14
Prof - DME/Supplies	1,947,440	1,063,831	5,347	376	364.21	198.96	6.23
Prof - Lab	3,090,567	980,691	65,626	4,612	47.09	14.94	5.74
Prof - Radiology	6,678,311	2,037,680	37,698	2,649	177.15	54.05	11.93
Prof - Transportation	1,722,819	976,454	10,269	722	167.77	95.09	5.72
Prof - Other	14,033,021	5,530,521	624,067	43,854	22.49	8.86	32.39
Subtotal - Professional	47,094,161	18,211,227	841,395	59,126	55.97	21.64	106.64
Total	\$ 149,511,555	\$ 41,615,334					\$ 243.70

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Medically Needy Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	131,663						
Home Health Care	6,315,047	4,872,168	2,407	219	2,623.62	2,024.17	37.00
IP - Maternity	10,786	2,192	2	0	5,393.00	1,095.85	0.02
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	4,897,445	1,615,219	6,241	569	784.72	258.81	12.27
IP - Surgery	1,509,148	256,809	201	18	7,508.20	1,277.65	1.95
IP - Other	1,348,297	282,468	1,438	131	937.62	196.43	2.15
Subtotal - Inpatient	7,765,676	2,156,687	7,882	718	985.24	273.62	16.38
OP - Emergency Room	739,531	155,535	363	33	2,037.28	428.47	1.18
OP - Laboratory	169,898	39,688	1,813	165	93.71	21.89	0.30
OP - Radiology	741,875	159,197	4,408	402	168.30	36.12	1.21
OP - Surgery	2,403,959	696,264	499	45	4,817.55	1,395.32	5.29
OP - Other	6,105,074	5,329,905	2,391	218	2,553.36	2,229.15	40.48
Subtotal - Outpatient	10,160,337	6,380,589	9,474	863	1,072.44	673.48	48.46
Prof - Evaluation & Management	1,051,073	491,804	7,892	719	133.18	62.32	3.74
Prof - Maternity	1,971	898	2	0	985.50	448.78	0.01
Prof - Surgery	853,811	250,138	1,493	136	571.88	167.54	1.90
Prof - DME/Supplies	240,606	116,770	688	63	349.72	169.72	0.89
Prof - Lab	337,006	95,053	7,227	659	46.63	13.15	0.72
Prof - Radiology	640,018	209,755	7,930	723	80.71	26.45	1.59
Prof - Transportation	832,754	680,549	8,223	749	101.27	82.76	5.17
Prof - Other	2,759,564	1,327,135	333,662	30,411	8.27	3.98	10.08
Subtotal - Professional	6,716,805	3,172,100	367,117	33,460	18.30	8.64	24.09
Total	\$ 30,957,865	\$ 16,581,545					\$ 125.94

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 1

State

Uninsured/Uninsurable All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	499,956						
Home Health Care	639,489	417,918	1,027	25	622.68	406.93	0.84
IP - Maternity	662,618	155,637	217	5	3,053.54	717.22	0.31
IP - Newborn	477,397	134,130	205	5	2,328.77	654.29	0.27
IP - Medical	32,750,307	6,476,351	7,195	173	4,551.81	900.12	12.95
IP - Surgery	15,682,974	2,607,380	1,944	47	8,067.37	1,341.24	5.22
IP - Other	2,566,177	387,832	539	13	4,761.00	719.54	0.78
Subtotal - Inpatient	52,139,473	9,761,330	10,100	242	5,162.32	966.47	19.52
OP - Emergency Room	21,869,541	4,548,457	21,206	509	1,031.29	214.49	9.10
OP - Laboratory	2,351,144	619,962	29,439	707	79.86	21.06	1.24
OP - Radiology	10,074,718	2,168,341	41,892	1,005	240.49	51.76	4.34
OP - Surgery	26,847,865	6,856,996	6,133	147	4,377.61	1,118.05	13.72
OP - Other	6,712,135	2,640,579	11,555	277	580.89	228.52	5.28
Subtotal - Outpatient	67,855,402	16,834,335	110,225	2,646	615.61	152.73	33.67
Prof - Evaluation & Management	21,717,798	9,851,543	179,490	4,308	121.00	54.89	19.70
Prof - Maternity	248,355	110,235	210	5	1,182.65	524.93	0.22
Prof - Surgery	12,731,039	3,813,736	25,751	618	494.39	148.10	7.63
Prof - DME/Supplies	1,676,086	982,041	4,644	111	360.91	211.46	1.96
Prof - Lab	5,463,827	1,848,774	133,160	3,196	41.03	13.88	3.70
Prof - Radiology	8,065,400	2,387,947	55,824	1,340	144.48	42.78	4.78
Prof - Transportation	1,563,217	644,615	4,676	112	334.31	137.86	1.29
Prof - Other	17,732,521	6,947,820	577,383	13,858	30.71	12.03	13.90
Subtotal - Professional	69,198,244	26,586,711	981,138	23,549	70.53	27.10	53.18
Total	\$ 189,832,608	\$ 53,600,294					\$ 107.21

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Uninsured/Uninsurable Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	11						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	2,104	266	1	1,091	2,104.28	266.47	24.22
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	2,104	266	1	1,091	2,104.28	266.47	24.22
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	470	243	5	5,455	94.00	48.54	22.06
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	341	155	3	3,273	113.67	51.78	14.12
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	70	12	2	2,182	35.00	6.18	1.12
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	13	8	1	1,091	13.00	7.85	0.71
Subtotal - Professional	894	418	11	12,000	81.27	38.02	38.02
Total	\$ 2,998	\$ 685					\$ 62.25

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Uninsured/Uninsurable Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	205,874	-	-				
Home Health Care	81,492	45,735	127	7	641.67	360.12	0.22
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	2,478,945	484,049	737	43	3,363.56	656.78	2.35
IP - Surgery	487,661	68,870	75	4	6,502.14	918.26	0.33
IP - Other	134,803	29,687	22	1	6,127.41	1,349.43	0.14
Subtotal - Inpatient	3,101,409	582,606	834	49	3,718.72	698.57	2.83
OP - Emergency Room	4,194,950	969,980	6,176	360	679.23	157.06	4.71
OP - Laboratory	569,146	170,858	7,270	424	78.29	23.50	0.83
OP - Radiology	1,177,816	288,154	5,558	324	211.91	51.84	1.40
OP - Surgery	4,498,561	1,336,044	1,268	74	3,547.76	1,053.66	6.49
OP - Other	1,642,225	792,356	4,002	233	410.35	197.99	3.85
Subtotal - Outpatient	12,082,697	3,557,392	24,274	1,415	497.76	146.55	17.28
Prof - Evaluation & Management	6,251,315	3,023,701	59,430	3,464	105.19	50.88	14.69
Prof - Maternity	274	83	1	0	274.00	83.37	0.00
Prof - Surgery	1,909,465	675,783	5,027	293	379.84	134.43	3.28
Prof - DME/Supplies	274,688	174,378	664	39	413.69	262.62	0.85
Prof - Lab	1,005,896	355,035	31,884	1,858	31.55	11.14	1.72
Prof - Radiology	738,765	205,162	8,670	505	85.21	23.66	1.00
Prof - Transportation	149,701	56,236	309	18	484.47	181.99	0.27
Prof - Other	3,925,826	1,738,560	159,532	9,299	24.61	10.90	8.44
Subtotal - Professional	14,255,930	6,228,938	265,517	15,476	53.69	23.46	30.26
Total	\$ 29,521,528	\$ 10,414,672					\$ 50.59

TennCare
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Exhibit 1

State

Uninsured/Uninsurable Age 14 - 18 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	62,757	-	-				
Home Health Care	12,594	8,235	43	8	292.88	191.50	0.13
IP - Maternity	214,354	54,779	76	15	2,820.45	720.78	0.87
IP - Newborn	77,925	21,587	73	14	1,067.46	295.72	0.34
IP - Medical	1,971,882	359,517	408	78	4,833.04	881.17	5.73
IP - Surgery	508,396	116,930	49	9	10,375.43	2,386.32	1.86
IP - Other	34,616	8,985	15	3	2,307.72	599.03	0.14
Subtotal - Inpatient	2,807,173	561,799	621	119	4,520.41	904.67	8.95
OP - Emergency Room	2,624,854	522,096	2,546	487	1,030.97	205.07	8.32
OP - Laboratory	349,441	103,884	4,179	799	83.62	24.86	1.66
OP - Radiology	875,009	181,234	3,094	592	282.81	58.58	2.89
OP - Surgery	1,582,138	382,948	439	84	3,603.96	872.32	6.10
OP - Other	603,053	239,791	991	189	608.53	241.97	3.82
Subtotal - Outpatient	6,034,495	1,429,953	11,249	2,151	536.45	127.12	22.79
Prof - Evaluation & Management	2,483,043	1,142,083	21,349	4,082	116.31	53.50	18.20
Prof - Maternity	75,666	34,292	55	11	1,375.75	623.48	0.55
Prof - Surgery	770,407	220,347	1,780	340	432.81	123.79	3.51
Prof - DME/Supplies	79,831	51,584	275	53	290.29	187.58	0.82
Prof - Lab	800,270	288,881	21,050	4,025	38.02	13.72	4.60
Prof - Radiology	646,705	187,697	5,031	962	128.54	37.31	2.99
Prof - Transportation	125,669	47,698	280	54	448.82	170.35	0.76
Prof - Other	1,380,998	616,802	60,294	11,529	22.90	10.23	9.83
Subtotal - Professional	6,362,591	2,589,383	110,114	21,055	57.78	23.52	41.26
Total	\$ 15,216,852	\$ 4,589,370					\$ 73.13

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Exhibit 1

State

Uninsured/Uninsurable							
Age 14 - 18 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	66,828	-	-				
Home Health Care	145,315	140,597	74	13	1,963.71	1,899.96	2.10
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	1,462,601	414,049	236	42	6,197.46	1,754.44	6.20
IP - Surgery	265,866	31,140	40	7	6,646.66	778.50	0.47
IP - Other	59,968	7,864	15	3	3,997.89	524.29	0.12
Subtotal - Inpatient	1,788,435	453,053	291	52	6,145.83	1,556.88	6.78
OP - Emergency Room	2,068,651	411,750	2,152	386	961.27	191.33	6.16
OP - Laboratory	172,891	42,251	2,161	388	80.00	19.55	0.63
OP - Radiology	751,507	169,050	2,515	452	298.81	67.22	2.53
OP - Surgery	1,755,137	410,770	337	61	5,208.12	1,218.90	6.15
OP - Other	555,038	266,603	702	126	790.65	379.78	3.99
Subtotal - Outpatient	5,303,224	1,300,423	7,867	1,413	674.11	165.30	19.46
Prof - Evaluation & Management	1,879,358	848,573	16,217	2,912	115.89	52.33	12.70
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	956,420	269,948	1,962	352	487.47	137.59	4.04
Prof - DME/Supplies	102,277	68,316	344	62	297.32	198.59	1.02
Prof - Lab	297,882	101,189	8,156	1,465	36.52	12.41	1.51
Prof - Radiology	543,663	153,056	4,835	868	112.44	31.66	2.29
Prof - Transportation	101,952	32,431	195	35	522.83	166.31	0.49
Prof - Other	1,165,320	517,605	43,568	7,823	26.75	11.88	7.75
Subtotal - Professional	5,046,871	1,991,118	75,277	13,517	67.04	26.45	29.79
Total	\$ 12,283,845	\$ 3,885,192					\$ 58.14

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Exhibit 1

State

Uninsured/Uninsurable							
Age 19 - 20							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	33,358						
Home Health Care	10,329	6,640	30	5	344.31	221.33	0.10
IP - Maternity	230,581	56,487	80	14	2,882.27	706.08	0.85
IP - Newborn	64,807	26,642	43	8	1,507.13	619.59	0.40
IP - Medical	1,030,107	369,413	220	40	4,682.31	1,679.15	5.53
IP - Surgery	1,580,418	143,114	121	22	13,061.30	1,182.76	2.14
IP - Other	11,708	3,234	4	1	2,926.88	808.62	0.05
Subtotal - Inpatient	2,917,621	598,890	468	84	6,234.23	1,279.68	8.96
OP - Emergency Room	1,756,065	315,985	1,740	312	1,009.23	181.60	4.73
OP - Laboratory	97,649	24,221	1,412	254	69.16	17.15	0.36
OP - Radiology	381,224	76,502	1,420	255	268.47	53.87	1.14
OP - Surgery	791,023	173,914	211	38	3,748.92	824.24	2.60
OP - Other	252,169	75,047	444	80	567.95	169.03	1.12
Subtotal - Outpatient	3,278,128	665,668	5,227	939	627.15	127.35	9.96
Prof - Evaluation & Management	1,180,171	491,554	8,784	1,577	134.35	55.96	7.36
Prof - Maternity	104,207	48,505	87	16	1,197.79	557.53	0.73
Prof - Surgery	601,873	161,238	1,413	254	425.95	114.11	2.41
Prof - DME/Supplies	47,979	33,305	119	21	403.19	279.88	0.50
Prof - Lab	403,176	141,771	8,697	1,562	46.36	16.30	2.12
Prof - Radiology	357,333	104,029	2,673	480	133.68	38.92	1.56
Prof - Transportation	194,684	52,522	162	29	1,201.76	324.21	0.79
Prof - Other	669,071	267,233	30,900	5,549	21.65	8.65	4.00
Subtotal - Professional	3,558,495	1,300,157	52,835	9,487	67.35	24.61	19.46
Total	\$ 9,764,573	\$ 2,571,355					\$ 38.48

TennCare
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State

Uninsured/Uninsurable Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	131,129						
Home Health Care	389,760	216,712	753	135	517.61	287.80	3.24
IP - Maternity	217,682	44,372	61	11	3,568.55	727.40	0.66
IP - Newborn	332,561	85,634	88	16	3,779.11	973.11	1.28
IP - Medical	25,806,772	4,849,323	5,594	1,004	4,613.29	866.88	72.56
IP - Surgery	12,840,633	2,247,327	1,659	298	7,739.98	1,354.63	33.63
IP - Other	2,325,082	338,060	483	87	4,813.84	699.92	5.06
Subtotal - Inpatient	41,522,731	7,564,715	7,885	1,416	5,266.04	959.38	113.20
OP - Emergency Room	11,225,021	2,328,646	8,592	1,543	1,306.45	271.02	34.85
OP - Laboratory	1,162,019	278,748	14,417	2,589	80.60	19.33	4.17
OP - Radiology	6,889,163	1,453,402	29,305	5,262	235.08	49.60	21.75
OP - Surgery	18,221,006	4,553,320	3,878	696	4,698.56	1,174.14	68.13
OP - Other	3,659,650	1,266,782	5,416	973	675.71	233.90	18.96
Subtotal - Outpatient	41,156,858	9,880,898	61,608	11,063	668.04	160.38	147.86
Prof - Evaluation & Management	9,923,442	4,345,388	73,705	13,235	134.64	58.96	65.02
Prof - Maternity	68,208	27,355	67	12	1,018.03	408.29	0.41
Prof - Surgery	8,492,532	2,486,265	15,566	2,795	545.58	159.72	37.20
Prof - DME/Supplies	1,171,311	654,457	3,242	582	361.29	201.87	9.79
Prof - Lab	2,956,533	961,886	63,371	11,379	46.65	15.18	14.39
Prof - Radiology	5,778,934	1,738,003	34,615	6,216	166.95	50.21	26.01
Prof - Transportation	991,211	455,729	3,730	670	265.74	122.18	6.82
Prof - Other	10,591,293	3,807,613	283,088	50,833	37.41	13.45	56.98
Subtotal - Professional	39,973,464	14,476,696	477,384	85,722	83.73	30.33	216.63
Total	\$ 123,042,812	\$ 32,139,021					\$ 480.92

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Exhibit 1

State

Disabled All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,913,001						
Home Health Care	57,263,187	44,162,416	44,183	277	1,296.05	999.53	23.09
IP - Maternity	12,518,543	3,173,347	3,826	24	3,271.97	829.42	1.66
IP - Newborn	64,191,555	26,265,077	17,334	109	3,703.22	1,515.23	13.73
IP - Medical	730,006,922	156,706,546	198,963	1,248	3,669.06	787.62	81.92
IP - Surgery	218,645,325	38,778,064	29,615	186	7,382.93	1,309.41	20.27
IP - Other	91,934,601	17,826,632	19,723	124	4,661.29	903.85	9.32
Subtotal - Inpatient	1,117,296,947	242,749,667	269,461	1,690	4,146.41	900.87	126.89
OP - Emergency Room	221,093,176	47,082,678	177,888	1,116	1,242.88	264.68	24.61
OP - Laboratory	24,897,188	6,377,392	324,786	2,037	76.66	19.64	3.33
OP - Radiology	102,161,025	22,315,348	508,312	3,189	200.98	43.90	11.67
OP - Surgery	264,563,792	72,997,030	58,634	368	4,512.12	1,244.96	38.16
OP - Other	164,648,986	88,207,216	168,248	1,055	978.61	524.27	46.11
Subtotal - Outpatient	777,364,167	236,979,663	1,237,868	7,765	627.99	191.44	123.88
Prof - Evaluation & Management	198,446,489	87,935,502	1,357,622	8,516	146.17	64.77	45.97
Prof - Maternity	4,146,272	1,722,876	6,526	41	635.35	264.00	0.90
Prof - Surgery	109,286,767	33,732,994	221,111	1,387	494.26	152.56	17.63
Prof - DME/Supplies	50,091,879	28,956,786	100,888	633	496.51	287.02	15.14
Prof - Lab	42,721,535	13,758,739	953,258	5,980	44.82	14.43	7.19
Prof - Radiology	87,204,918	26,126,127	629,026	3,946	138.63	41.53	13.66
Prof - Transportation	40,548,161	19,633,820	177,239	1,112	228.78	110.78	10.26
Prof - Other	245,699,211	100,650,792	19,175,399	120,285	12.81	5.25	52.61
Subtotal - Professional	778,145,232	312,517,635	22,621,069	141,899	34.40	13.82	163.37
Total	\$ 2,730,069,532	\$ 836,409,381					\$ 437.22

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Exhibit 1

State

Disabled Age <21							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	544,945						
Home Health Care	28,443,269	24,208,025	11,446	252	2,485.00	2,114.98	44.42
IP - Maternity	3,115,923	808,154	1,060	23	2,939.55	762.41	1.48
IP - Newborn	58,851,276	24,301,721	14,611	322	4,027.87	1,663.25	44.59
IP - Medical	114,486,264	28,502,435	23,917	527	4,786.82	1,191.72	52.30
IP - Surgery	18,785,890	3,975,091	2,416	53	7,775.62	1,645.32	7.29
IP - Other	7,798,707	2,731,823	1,640	36	4,755.31	1,665.75	5.01
Subtotal - Inpatient	203,038,061	60,319,224	43,644	961	4,652.14	1,382.07	110.69
OP - Emergency Room	28,249,007	8,202,033	30,561	673	924.35	268.38	15.05
OP - Laboratory	5,585,031	1,826,256	66,463	1,464	84.03	27.48	3.35
OP - Radiology	8,016,388	2,390,304	35,449	781	226.14	67.43	4.39
OP - Surgery	39,321,313	13,217,406	9,633	212	4,081.94	1,372.10	24.25
OP - Other	61,284,458	45,213,848	78,536	1,729	780.34	575.71	82.97
Subtotal - Outpatient	142,456,197	70,849,847	220,642	4,859	645.64	321.11	130.01
Prof - Evaluation & Management	35,921,004	16,399,094	231,785	5,104	154.98	70.75	30.09
Prof - Maternity	1,061,314	439,183	1,849	41	573.99	237.52	0.81
Prof - Surgery	14,599,421	4,208,694	33,555	739	435.09	125.43	7.72
Prof - DME/Supplies	12,575,455	7,670,328	17,172	378	732.32	446.68	14.08
Prof - Lab	3,898,832	1,419,259	104,733	2,306	37.23	13.55	2.60
Prof - Radiology	6,573,460	1,843,495	121,324	2,672	54.18	15.19	3.38
Prof - Transportation	4,398,371	1,995,696	13,615	300	323.05	146.58	3.66
Prof - Other	53,555,684	22,070,596	8,699,085	191,559	6.16	2.54	40.50
Subtotal - Professional	132,583,541	56,046,346	9,223,118	203,098	14.38	6.08	102.85
Total	\$ 506,521,068	\$ 211,423,442					\$ 387.97

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State

Disabled Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,368,055						
Home Health Care	28,819,918	19,954,391	32,737	287	880.35	609.54	14.59
IP - Maternity	9,402,620	2,365,193	2,766	24	3,399.36	855.09	1.73
IP - Newborn	5,340,279	1,963,356	2,723	24	1,961.17	721.03	1.44
IP - Medical	615,520,657	128,204,111	175,046	1,535	3,516.34	732.40	93.71
IP - Surgery	199,859,435	34,802,974	27,199	239	7,348.04	1,279.57	25.44
IP - Other	84,135,894	15,094,809	18,083	159	4,652.76	834.75	11.03
Subtotal - Inpatient	914,258,886	182,430,442	225,817	1,981	4,048.67	807.87	133.35
OP - Emergency Room	192,844,169	38,880,645	147,327	1,292	1,308.95	263.91	28.42
OP - Laboratory	19,312,156	4,551,137	258,323	2,266	74.76	17.62	3.33
OP - Radiology	94,144,637	19,925,043	472,863	4,148	199.09	42.14	14.56
OP - Surgery	225,242,479	59,779,624	49,001	430	4,596.69	1,219.97	43.70
OP - Other	103,364,528	42,993,367	89,712	787	1,152.18	479.24	31.43
Subtotal - Outpatient	634,907,970	166,129,816	1,017,226	8,923	624.16	163.32	121.44
Prof - Evaluation & Management	162,525,485	71,536,408	1,125,837	9,875	144.36	63.54	52.29
Prof - Maternity	3,084,958	1,283,693	4,677	41	659.60	274.47	0.94
Prof - Surgery	94,687,346	29,524,299	187,556	1,645	504.85	157.42	21.58
Prof - DME/Supplies	37,516,425	21,286,457	83,716	734	448.14	254.27	15.56
Prof - Lab	38,822,703	12,339,481	848,525	7,443	45.75	14.54	9.02
Prof - Radiology	80,631,458	24,282,631	507,702	4,453	158.82	47.83	17.75
Prof - Transportation	36,149,790	17,638,124	163,624	1,435	220.93	107.80	12.89
Prof - Other	192,143,526	78,580,196	10,476,314	91,894	18.34	7.50	57.44
Subtotal - Professional	645,561,690	256,471,289	13,397,951	117,521	48.18	19.14	187.47
Total	\$ 2,223,548,464	\$ 624,985,939					\$ 456.84

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State

Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	2,224,275						
Home Health Care	56,869,811	48,640,165	22,883	123	2,485.24	2,125.60	21.87
IP - Maternity	292,884	69,773	78	0	3,754.92	894.52	0.03
IP - Newborn	1,023,220	357,108	479	3	2,136.16	745.53	0.16
IP - Medical	36,947,749	20,238,041	120,718	651	306.07	167.65	9.10
IP - Surgery	8,362,801	1,402,000	1,688	9	4,954.27	830.57	0.63
IP - Other	8,433,032	5,549,346	37,400	202	225.48	148.38	2.49
Subtotal - Inpatient	55,059,686	27,616,268	160,363	865	343.34	172.21	12.42
OP - Emergency Room	8,555,201	1,788,705	5,656	31	1,512.59	316.25	0.80
OP - Laboratory	903,916	246,009	10,619	57	85.12	23.17	0.11
OP - Radiology	3,422,302	723,319	18,944	102	180.65	38.18	0.33
OP - Surgery	9,453,514	3,350,600	2,221	12	4,256.42	1,508.60	1.51
OP - Other	52,569,542	46,456,402	21,734	117	2,418.77	2,137.50	20.89
Subtotal - Outpatient	74,904,475	52,565,035	59,174	319	1,265.83	888.31	23.63
Prof - Evaluation & Management	6,161,736	2,808,355	45,416	245	135.67	61.84	1.26
Prof - Maternity	111,973	44,440	776	4	144.30	57.27	0.02
Prof - Surgery	4,110,565	1,237,910	19,087	103	215.36	64.86	0.56
Prof - DME/Supplies	1,838,864	940,232	3,986	22	461.33	235.88	0.42
Prof - Lab	2,185,926	663,342	44,548	240	49.07	14.89	0.30
Prof - Radiology	3,025,837	1,050,770	107,122	578	28.25	9.81	0.47
Prof - Transportation	21,659,507	19,106,002	256,120	1,382	84.57	74.60	8.59
Prof - Other	17,309,211	10,690,881	6,164,718	33,259	2.81	1.73	4.81
Subtotal - Professional	56,403,619	36,541,933	6,641,773	35,832	8.49	5.50	16.43
Total	\$ 243,237,592	\$ 165,363,401					\$ 74.34

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 1

State

Waiver Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	20,603						
Home Health Care	803,835	693,268	243	142	3,307.96	2,852.95	33.65
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	23,822	12,196	78	45	305.41	156.35	0.59
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	23,822	12,196	78	45	305.41	156.35	0.59
OP - Emergency Room	44,973	6,583	25	15	1,798.93	263.31	0.32
OP - Laboratory	1,408	459	17	10	82.82	26.98	0.02
OP - Radiology	7,802	1,044	24	14	325.09	43.49	0.05
OP - Surgery	88,947	26,000	12	7	7,412.22	2,166.70	1.26
OP - Other	260,431	250,742	123	72	2,117.32	2,038.55	12.17
Subtotal - Outpatient	403,561	284,827	201	117	2,007.76	1,417.05	13.82
Prof - Evaluation & Management	30,176	12,536	215	125	140.35	58.31	0.61
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	26,840	7,103	584	340	45.96	12.16	0.34
Prof - DME/Supplies	4,413	2,234	15	9	294.21	148.94	0.11
Prof - Lab	8,759	2,125	163	95	53.74	13.03	0.10
Prof - Radiology	25,757	7,861	800	466	32.20	9.83	0.38
Prof - Transportation	91,472	77,087	823	479	111.14	93.67	3.74
Prof - Other	199,012	77,843	36,733	21,394	5.42	2.12	3.78
Subtotal - Professional	386,429	186,789	39,333	22,909	9.82	4.75	9.07
Total	\$ 1,617,646	\$ 1,177,079					\$ 57.13

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

East

TANF & Related
Uninsured & Underinsured

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period* Midpoint of 5/1/2006 to midpoint of		Trend FY2007	Annual FY2008	Factor Total FY2008
				FY2007	FY2008			
Home Health Care	25.0%	15.0%	2.5%	8	20	1.180	1.150	1.357
IP - Maternity	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103
IP - Newborn	0.0%	5.0%	2.5%	8	20	1.017	1.050	1.067
IP - Medical	0.0%	5.0%	2.5%	8	20	1.017	1.050	1.067
IP - Surgery	0.0%	5.0%	2.5%	8	20	1.017	1.050	1.067
IP - Other	0.0%	5.0%	2.5%	8	20	1.017	1.050	1.067
OP - Emergency Room	10.0%	10.0%	2.5%	8	20	1.083	1.100	1.192
OP - Laboratory	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Radiology	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Surgery	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Other	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
Prof - Evaluation & Management	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - Maternity	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - Surgery	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - DME/Supplies	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - Lab	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - Radiology	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - Transportation	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
Prof - Other	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

East

Disabled, Duals, Waiver Duals
Medically Needy

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period*		Trend FY2007	Annual FY2008	Factor Total FY2008
				Midpoint of 5/1/2006 to FY2007	FY2008			
Home Health Care	20.0%	10.0%	2.5%	8	20	1.148	1.100	1.263
IP - Maternity	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Newborn	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Medical	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Surgery	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Other	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
OP - Emergency Room	15.0%	10.0%	2.5%	8	20	1.116	1.100	1.227
OP - Laboratory	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Radiology	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Surgery	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103
OP - Other	10.0%	10.0%	2.5%	8	20	1.083	1.100	1.192
Prof - Evaluation & Management	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Maternity	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Surgery	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - DME/Supplies	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Lab	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Radiology	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Transportation	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Other	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138

** November 2005 through October 2006 Incurred; Paid through January 2007*

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

Middle

TANF & Related
Uninsured & Underinsured

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period* Midpoint of 5/1/2006 to midpoint of		Trend FY2007	Annual FY2008	Factor Total FY2008	Non-DCS
				FY2007	FY2008				Trend To 3/07 FY2007
Home Health Care	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
IP - Maternity	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068	1.033
IP - Newborn	15.0%	8.0%	2.5%	8	20	1.116	1.080	1.205	1.097
IP - Medical	25.0%	12.0%	2.5%	8	20	1.180	1.120	1.321	1.147
IP - Surgery	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068	1.033
IP - Other	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068	1.033
OP - Emergency Room	13.0%	9.0%	2.5%	8	20	1.103	1.090	1.202	1.086
OP - Laboratory	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103	1.044
OP - Radiology	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103	1.044
OP - Surgery	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103	1.044
OP - Other	30.0%	15.0%	2.5%	8	20	1.211	1.150	1.393	1.172
Prof - Evaluation & Management	6.0%	4.0%	2.5%	8	20	1.057	1.040	1.099	1.049
Prof - Maternity	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
Prof - Surgery	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
Prof - DME/Supplies	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
Prof - Lab	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
Prof - Radiology	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
Prof - Transportation	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038
Prof - Other	4.0%	4.0%	2.5%	8	20	1.044	1.040	1.085	1.038

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

Middle

Disabled, Duals, Waiver Duals
Medically Needy

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period*		Trend FY2007	Annual FY2008	Factor Total FY2008	Non-DCS Trend To 3/07 FY2007
				Midpoint of 5/1/2006 to FY2007	FY2008				
Home Health Care	25.0%	15.0%	2.5%	8	20	1.180	1.150	1.357	1.147
IP - Maternity	5.0%	6.0%	2.5%	8	20	1.050	1.060	1.113	1.044
IP - Newborn	5.0%	6.0%	2.5%	8	20	1.050	1.060	1.113	1.044
IP - Medical	15.0%	10.0%	2.5%	8	20	1.116	1.100	1.227	1.097
IP - Surgery	5.0%	6.0%	2.5%	8	20	1.050	1.060	1.113	1.044
IP - Other	5.0%	6.0%	2.5%	8	20	1.050	1.060	1.113	1.044
OP - Emergency Room	4.0%	5.0%	2.5%	8	20	1.044	1.050	1.096	1.038
OP - Laboratory	4.0%	5.0%	2.5%	8	20	1.044	1.050	1.096	1.038
OP - Radiology	4.0%	5.0%	2.5%	8	20	1.044	1.050	1.096	1.038
OP - Surgery	4.0%	5.0%	2.5%	8	20	1.044	1.050	1.096	1.038
OP - Other	15.0%	10.0%	2.5%	8	20	1.116	1.100	1.227	1.097
Prof - Evaluation & Management	3.0%	7.0%	2.5%	8	20	1.037	1.070	1.109	1.033
Prof - Maternity	3.0%	7.0%	2.5%	8	20	1.037	1.070	1.109	1.033
Prof - Surgery	3.0%	7.0%	2.5%	8	20	1.037	1.070	1.109	1.033
Prof - DME/Supplies	3.0%	7.0%	2.5%	8	20	1.037	1.070	1.109	1.033
Prof - Lab	3.0%	7.0%	2.5%	8	20	1.037	1.070	1.109	1.033
Prof - Radiology	3.0%	7.0%	2.5%	8	20	1.037	1.070	1.109	1.033
Prof - Transportation	10.0%	7.0%	2.5%	8	20	1.083	1.070	1.159	1.070
Prof - Other	15.0%	10.0%	2.5%	8	20	1.116	1.100	1.227	1.097

* November 2005 through October 2006 Incurred; Paid through January 2007

TennCare
 FY 2007 Per Capita Cost Development
 Trend Assumption

Exhibit 2

West

TANF & Related
 Uninsured & Underinsured

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period* Midpoint of 5/1/2006 to midpoint of		Trend FY2007	Annual FY2008	Factor Total FY2008
				FY2007	FY2008			
Home Health Care	20.0%	10.0%	2.5%	8	20	1.148	1.100	1.263
IP - Maternity	0.0%	3.0%	2.5%	8	20	1.017	1.030	1.047
IP - Newborn	0.0%	3.0%	2.5%	8	20	1.017	1.030	1.047
IP - Medical	0.0%	3.0%	2.5%	8	20	1.017	1.030	1.047
IP - Surgery	1.0%	3.0%	2.5%	8	20	1.023	1.030	1.054
IP - Other	0.0%	3.0%	2.5%	8	20	1.017	1.030	1.047
OP - Emergency Room	20.0%	15.0%	2.5%	8	20	1.148	1.150	1.320
OP - Laboratory	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Radiology	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Surgery	12.0%	10.0%	2.5%	8	20	1.096	1.100	1.206
OP - Other	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
Prof - Evaluation & Management	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - Maternity	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - Surgery	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - DME/Supplies	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - Lab	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - Radiology	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - Transportation	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068
Prof - Other	3.0%	3.0%	2.5%	8	20	1.037	1.030	1.068

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

West

Disabled, Duals, Waiver Duals
Medically Needy

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period*		Trend FY2007	Annual FY2008	Factor Total FY2008
				Midpoint of 5/1/2006 to FY2007	FY2008			
Home Health Care	25.0%	15.0%	2.5%	8	20	1.180	1.150	1.357
IP - Maternity	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Newborn	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Medical	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Surgery	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
IP - Other	6.0%	6.0%	2.5%	8	20	1.057	1.060	1.120
OP - Emergency Room	12.0%	15.0%	2.5%	8	20	1.096	1.150	1.261
OP - Laboratory	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Radiology	3.0%	5.0%	2.5%	8	20	1.037	1.050	1.089
OP - Surgery	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103
OP - Other	10.0%	10.0%	2.5%	8	20	1.083	1.100	1.192
Prof - Evaluation & Management	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Maternity	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Surgery	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - DME/Supplies	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Lab	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Radiology	7.0%	7.0%	2.5%	8	20	1.064	1.070	1.138
Prof - Transportation	25.0%	10.0%	2.5%	8	20	1.180	1.100	1.298
Prof - Other	10.0%	7.0%	2.5%	8	20	1.083	1.070	1.159

** November 2005 through October 2006 Incurred; Paid through January 2007*

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

TennCare Select High

TANF & Related
Uninsured & Underinsured

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period*		Trend FY2007	Annual FY2008	Factor Total FY2008
				Midpoint of 5/1/2006 to midpoint of FY2007	midpoint of FY2008			
Home Health Care	15.1%	9.3%	2.5%	8	20	1.117	1.093	1.221
IP - Maternity	3.1%	3.7%	2.5%	8	20	1.038	1.037	1.076
IP - Newborn	6.3%	5.8%	2.5%	8	20	1.059	1.058	1.121
IP - Medical	10.5%	7.5%	2.5%	8	20	1.087	1.075	1.168
IP - Surgery	1.5%	3.7%	2.5%	8	20	1.027	1.037	1.065
IP - Other	1.3%	3.7%	2.5%	8	20	1.025	1.037	1.063
OP - Emergency Room	13.4%	10.6%	2.5%	8	20	1.105	1.106	1.223
OP - Laboratory	3.8%	5.0%	2.5%	8	20	1.042	1.050	1.095
OP - Radiology	3.8%	5.0%	2.5%	8	20	1.042	1.050	1.095
OP - Surgery	5.7%	6.0%	2.5%	8	20	1.055	1.060	1.119
OP - Other	14.3%	9.2%	2.5%	8	20	1.112	1.092	1.214
Prof - Evaluation & Management	3.5%	3.4%	2.5%	8	20	1.040	1.034	1.076
Prof - Maternity	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070
Prof - Surgery	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070
Prof - DME/Supplies	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070
Prof - Lab	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070
Prof - Radiology	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070
Prof - Transportation	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070
Prof - Other	2.7%	3.4%	2.5%	8	20	1.035	1.034	1.070

TennCare
FY 2007 Per Capita Cost Development
Trend Assumption

Exhibit 2

TennCare Select High

**Disabled, Duals, Waiver Duals
 Medically Needy**

	Historical Trend	Current Trend	Fee Increase 7/2006 Adjustments	Months From Data Period*		Trend FY2007	Annual FY2008	Factor Total FY2008
				Midpoint of 5/1/2006 to FY2007	FY2008			
Home Health Care	23.6%	13.6%	2.5%	8	20	1.171	1.136	1.331
IP - Maternity	5.6%	6.0%	2.5%	8	20	1.054	1.060	1.118
IP - Newborn	5.6%	6.0%	2.5%	8	20	1.054	1.060	1.118
IP - Medical	9.3%	7.5%	2.5%	8	20	1.079	1.075	1.159
IP - Surgery	5.6%	6.0%	2.5%	8	20	1.054	1.060	1.118
IP - Other	5.6%	6.0%	2.5%	8	20	1.054	1.060	1.118
OP - Emergency Room	9.9%	10.0%	2.5%	8	20	1.083	1.100	1.191
OP - Laboratory	3.4%	5.0%	2.5%	8	20	1.039	1.050	1.091
OP - Radiology	3.4%	5.0%	2.5%	8	20	1.039	1.050	1.091
OP - Surgery	4.6%	5.0%	2.5%	8	20	1.048	1.050	1.100
OP - Other	11.8%	10.0%	2.5%	8	20	1.095	1.100	1.205
Prof - Evaluation & Management	5.5%	7.0%	2.5%	8	20	1.054	1.070	1.128
Prof - Maternity	5.5%	7.0%	2.5%	8	20	1.054	1.070	1.128
Prof - Surgery	5.5%	7.0%	2.5%	8	20	1.054	1.070	1.128
Prof - DME/Supplies	5.5%	7.0%	2.5%	8	20	1.054	1.070	1.128
Prof - Lab	5.5%	7.0%	2.5%	8	20	1.054	1.070	1.128
Prof - Radiology	5.5%	7.0%	2.5%	8	20	1.054	1.070	1.128
Prof - Transportation	14.6%	8.1%	2.5%	8	20	1.113	1.081	1.203
Prof - Other	11.0%	8.1%	2.5%	8	20	1.090	1.081	1.178

* November 2005 through October 2006 Incurred; Paid through January 2007

TennCare
FY 2008 Per Capita Cost Development
Adjustment Factors

Exhibit 3

All

	IBNR Completion Factor	Benefit Adjustment Factor	
		Child (<21)	Adult (21+)
Home Health Care	1.0329	1.000	1.000
IP - Maternity	1.0265	1.000	1.000
IP - Newborn	1.0265	1.000	1.000
IP - Medical	1.0265	1.000	1.000
IP - Surgery	1.0265	1.000	1.000
IP - Other	1.0265	1.000	1.000
OP - Emergency Room	1.0142	1.000	1.000
OP - Laboratory	1.0142	1.000	1.000
OP - Radiology	1.0142	1.000	1.000
OP - Surgery	1.0142	1.000	1.000
OP - Other	1.0142	1.000	1.000
Prof - Evaluation & Management	1.0073	1.000	1.000
Prof - Maternity	1.0073	1.000	1.000
Prof - Surgery	1.0073	1.000	1.000
Prof - DME/Supplies	1.0073	1.000	1.000
Prof - Lab	1.0073	1.000	1.000
Prof - Radiology	1.0073	1.000	1.000
Prof - Transportation	1.0073	1.000	1.000
Prof - Other	1.0073	1.000	1.000

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 4

State

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	289,457	\$ 467.88	\$ 135,431,027	281,173	\$ 494.63	\$ 139,076,764	285,403	\$ 484.28	\$ 138,216,088
	Age 1 - 13	4,732,817	\$ 67.68	\$ 320,339,636	4,747,202	\$ 74.50	\$ 353,682,027	4,731,236	\$ 83.86	\$ 396,780,453
	Age 14 - 20 Female	883,794	\$ 157.77	\$ 139,437,878	884,200	\$ 172.39	\$ 152,431,144	879,166	\$ 191.62	\$ 168,467,815
	Age 14 - 20 Male	722,419	\$ 62.29	\$ 44,999,252	723,308	\$ 71.02	\$ 51,366,654	715,467	\$ 86.60	\$ 61,956,753
	Age 21 - 44 Female	1,760,060	\$ 268.15	\$ 471,962,126	1,745,236	\$ 288.99	\$ 504,363,582	1,730,468	\$ 307.07	\$ 531,373,670
	Age 21 - 44 Male	186,282	\$ 214.96	\$ 40,042,912	193,865	\$ 235.11	\$ 45,580,211	196,926	\$ 253.24	\$ 49,869,981
	Age 45 - 64	176,655	\$ 314.90	\$ 55,628,049	182,539	\$ 354.87	\$ 64,777,782	182,653	\$ 417.65	\$ 76,284,431
	Age 65+	19,091	\$ 267.30	\$ 5,103,008	16,210	\$ 282.22	\$ 4,574,853	15,462	\$ 269.41	\$ 4,165,727
	All Ages	8,770,576	\$ 138.30	\$ 1,212,943,888	8,773,734	\$ 149.98	\$ 1,315,853,016	8,736,781	\$ 163.35	\$ 1,427,114,918
Medically Needy	Age Under 1	389	\$ 1,427.48	\$ 554,645	613	\$ 1,364.37	\$ 836,762	802	\$ 1,015.11	\$ 814,282
	Age 1 - 13	150,316	\$ 72.42	\$ 10,885,628	104,336	\$ 78.77	\$ 8,218,645	100,688	\$ 84.00	\$ 8,458,127
	Age 14 - 20 Female	126,828	\$ 161.74	\$ 20,512,521	113,535	\$ 177.01	\$ 20,097,195	112,114	\$ 194.54	\$ 21,810,771
	Age 14 - 20 Male	117,838	\$ 99.62	\$ 11,738,958	102,962	\$ 107.40	\$ 11,057,854	100,849	\$ 111.44	\$ 11,238,919
	Age 21 - 44 Female	302,128	\$ 164.38	\$ 49,665,293	291,731	\$ 189.34	\$ 55,235,294	293,169	\$ 234.84	\$ 68,849,113
	Age 21 - 44 Male	186,811	\$ 116.11	\$ 21,690,883	196,833	\$ 137.87	\$ 27,137,126	204,213	\$ 181.99	\$ 37,165,080
	Age 45 - 64	170,767	\$ 265.61	\$ 45,357,312	112,583	\$ 303.56	\$ 34,175,562	107,512	\$ 361.71	\$ 38,888,383
	Age 65+	131,663	\$ 137.26	\$ 18,072,529	29,818	\$ 154.12	\$ 4,595,578	28,976	\$ 150.25	\$ 4,353,726
	All Ages	1,186,739	\$ 150.39	\$ 178,477,768	952,411	\$ 169.42	\$ 161,354,015	948,324	\$ 202.02	\$ 191,578,402
Uninsured/Uninsurable	Age Under 1	11	\$ 67.84	\$ 746	8	\$ 182.80	\$ 1,462	12	\$ 431.76	\$ 5,181
	Age 1 - 13	205,874	\$ 55.14	\$ 11,351,141	221,572	\$ 60.40	\$ 13,383,464	226,475	\$ 68.13	\$ 15,429,461
	Age 14 - 18 Female	62,757	\$ 79.71	\$ 5,002,038	68,228	\$ 88.37	\$ 6,029,233	70,105	\$ 102.55	\$ 7,189,251
	Age 14 - 18 Male	66,828	\$ 63.36	\$ 4,234,541	71,944	\$ 71.57	\$ 5,148,929	73,691	\$ 84.38	\$ 6,217,846
	Age 19-20	33,358	\$ 41.90	\$ 1,397,648	33,100	\$ 50.13	\$ 1,659,167	27,459	\$ 67.88	\$ 1,863,811
	Age 21+	131,129	\$ 527.94	\$ 69,228,548	37,051	\$ 564.03	\$ 20,898,210	4,153	\$ 594.24	\$ 2,467,982
		All Ages	499,956	\$ 182.45	\$ 91,214,663	431,903	\$ 109.10	\$ 47,120,466	401,895	\$ 82.54
Disabled	Age <21	544,945	\$ 422.86	\$ 230,434,269	548,530	\$ 467.05	\$ 256,192,303	550,423	\$ 505.36	\$ 278,158,993
	Age 21+	1,368,055	\$ 497.92	\$ 681,183,585	1,376,892	\$ 543.26	\$ 748,011,824	1,384,525	\$ 585.05	\$ 810,014,514
		All Ages	1,913,001	\$ 476.54	\$ 911,617,854	1,925,422	\$ 521.55	\$ 1,004,204,128	1,934,948	\$ 562.38
Duals	All Ages	2,224,275	\$ 81.03	\$ 180,232,590	2,262,508	\$ 88.84	\$ 200,990,308	2,277,596	\$ 85.92	\$ 195,694,719
Waiver Duals	All Ages	20,603	\$ 62.27	\$ 1,282,920	6,018	\$ 70.71	\$ 425,500	2,449	\$ 69.82	\$ 170,990
All Groups	All Ages	14,615,150	\$ 174.00	\$ 2,542,974,959	14,351,997	\$ 190.21	\$ 2,729,947,433	14,301,993	\$ 205.28	\$ 2,935,906,067

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Total For All Aid Categories All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	5,057,277						
Home Health Care	34,580,891	24,437,576	44,152	105	783.22	553.49	4.83
IP - Maternity	105,859,109	22,395,993	30,846	73	3,431.86	726.06	4.43
IP - Newborn	120,846,309	40,240,746	44,356	105	2,724.46	907.22	7.96
IP - Medical	460,831,592	89,158,242	169,275	402	2,722.38	526.71	17.63
IP - Surgery	175,959,341	26,748,817	19,203	46	9,163.12	1,392.95	5.29
IP - Other	56,434,782	10,215,385	22,407	53	2,518.62	455.90	2.02
Subtotal - Inpatient	919,931,133	188,759,182	286,087	679	3,215.56	659.80	37.32
OP - Emergency Room	315,303,433	59,880,873	369,771	877	852.70	161.94	11.84
OP - Laboratory	26,073,653	5,290,529	390,643	927	66.75	13.54	1.05
OP - Radiology	96,272,241	17,308,051	474,971	1,127	202.69	36.44	3.42
OP - Surgery	276,697,394	62,977,396	69,115	164	4,003.43	911.20	12.45
OP - Other	90,089,636	48,617,723	106,047	252	849.53	458.45	9.61
Subtotal - Outpatient	804,436,357	194,074,572	1,410,547	3,347	570.30	137.59	38.38
Prof - Evaluation & Management	306,118,990	130,743,487	2,180,265	5,173	140.40	59.97	25.85
Prof - Maternity	38,890,224	17,420,014	31,277	74	1,243.41	556.96	3.44
Prof - Surgery	126,665,950	39,469,664	260,281	618	486.65	151.64	7.80
Prof - DME/Supplies	25,486,282	15,033,995	72,197	171	353.01	208.24	2.97
Prof - Lab	69,370,884	25,052,775	1,587,843	3,768	43.69	15.78	4.95
Prof - Radiology	95,692,208	30,695,455	687,655	1,632	139.16	44.64	6.07
Prof - Transportation	32,869,391	15,710,012	163,753	389	200.73	95.94	3.11
Prof - Other	202,956,876	80,811,527	8,405,322	19,944	24.15	9.61	15.98
Subtotal - Professional	898,050,804	354,936,930	13,388,593	31,769	67.08	26.51	70.18
Total	\$ 2,656,999,184	\$ 762,208,261					\$ 150.72

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related)							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	2,887,398						
Home Health Care	3,921,834	2,207,486	9,115	38	430.26	242.18	0.76
IP - Maternity	97,525,022	20,651,538	28,444	118	3,428.67	726.04	7.15
IP - Newborn	110,590,225	36,870,926	41,378	172	2,672.68	891.08	12.77
IP - Medical	139,747,637	25,599,567	35,023	146	3,990.17	730.94	8.87
IP - Surgery	52,674,684	8,061,215	5,902	25	8,924.89	1,365.84	2.79
IP - Other	12,417,242	2,357,626	2,630	11	4,721.38	896.44	0.82
Subtotal - Inpatient	412,954,809	93,540,873	113,377	471	3,642.32	825.04	32.40
OP - Emergency Room	189,042,821	36,812,689	256,230	1,065	737.79	143.67	12.75
OP - Laboratory	14,317,496	3,105,127	215,788	897	66.35	14.39	1.08
OP - Radiology	39,391,275	7,086,399	182,088	757	216.33	38.92	2.45
OP - Surgery	131,272,520	29,610,343	36,991	154	3,548.77	800.47	10.26
OP - Other	26,987,878	8,206,279	53,421	222	505.19	153.62	2.84
Subtotal - Outpatient	401,011,990	84,820,837	744,518	3,094	538.62	113.93	29.38
Prof - Evaluation & Management	191,452,433	82,313,579	1,384,432	5,754	138.29	59.46	28.51
Prof - Maternity	35,647,392	15,996,752	27,931	116	1,276.27	572.72	5.54
Prof - Surgery	61,904,870	19,215,566	135,679	564	456.26	141.63	6.65
Prof - DME/Supplies	5,741,424	3,513,573	23,811	99	241.12	147.56	1.22
Prof - Lab	40,958,979	15,261,609	981,662	4,080	41.72	15.55	5.29
Prof - Radiology	48,539,329	15,945,318	342,014	1,421	141.92	46.62	5.52
Prof - Transportation	10,392,242	3,730,920	27,542	114	377.32	135.46	1.29
Prof - Other	94,484,192	34,950,164	2,064,537	8,580	45.77	16.93	12.10
Subtotal - Professional	489,120,860	190,927,481	4,987,608	20,728	98.07	38.28	66.12
Total	\$ 1,307,009,493	\$ 371,496,677					\$ 128.66

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related) Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	95,622						
Home Health Care	369,428	187,005	1,055	132	350.17	177.26	1.96
IP - Maternity	19,452	6,758	8	1	2,431.44	844.81	0.07
IP - Newborn	74,258,303	24,733,521	24,049	3,018	3,087.79	1,028.46	258.66
IP - Medical	9,282,975	1,898,582	3,223	404	2,880.23	589.07	19.86
IP - Surgery	2,352,160	289,698	435	55	5,407.26	665.97	3.03
IP - Other	855,257	117,569	165	21	5,183.37	712.54	1.23
Subtotal - Inpatient	86,768,146	27,046,128	27,880	3,499	3,112.20	970.09	282.85
OP - Emergency Room	5,707,367	1,293,851	10,333	1,297	552.34	125.22	13.53
OP - Laboratory	440,950	96,272	8,181	1,027	53.90	11.77	1.01
OP - Radiology	793,721	174,882	3,761	472	211.04	46.50	1.83
OP - Surgery	1,746,561	416,256	672	84	2,599.05	619.43	4.35
OP - Other	957,165	292,455	1,270	159	753.67	230.28	3.06
Subtotal - Outpatient	9,645,765	2,273,716	24,217	3,039	398.31	93.89	23.78
Prof - Evaluation & Management	22,705,114	9,113,469	127,439	15,993	178.16	71.51	95.31
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	2,318,387	856,263	6,483	814	357.61	132.08	8.95
Prof - DME/Supplies	637,086	371,532	2,264	284	281.40	164.10	3.89
Prof - Lab	534,038	200,064	14,189	1,781	37.64	14.10	2.09
Prof - Radiology	915,400	240,543	11,464	1,439	79.85	20.98	2.52
Prof - Transportation	474,401	164,301	780	98	608.21	210.64	1.72
Prof - Other	6,115,787	2,356,259	174,695	21,923	35.01	13.49	24.64
Subtotal - Professional	33,700,215	13,302,430	337,314	42,331	99.91	39.44	139.12
Total	\$ 130,483,553	\$ 42,809,280					\$ 447.69

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related)							
Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,547,654						
Home Health Care	941,005	512,832	2,921	23	322.15	175.57	0.33
IP - Maternity	26,420	6,787	11	0	2,401.82	617.00	0.00
IP - Newborn	12,255,292	3,909,756	4,086	32	2,999.34	956.87	2.53
IP - Medical	30,426,753	5,713,045	8,970	70	3,392.06	636.91	3.69
IP - Surgery	6,431,598	1,096,276	994	8	6,470.42	1,102.89	0.71
IP - Other	2,877,921	839,134	588	5	4,894.42	1,427.10	0.54
Subtotal - Inpatient	52,017,984	11,564,998	14,649	114	3,550.96	789.47	7.47
OP - Emergency Room	58,297,986	12,597,216	109,342	848	533.17	115.21	8.14
OP - Laboratory	3,966,398	968,846	57,565	446	68.90	16.83	0.63
OP - Radiology	6,024,054	1,189,866	33,108	257	181.95	35.94	0.77
OP - Surgery	37,085,897	9,593,541	12,076	94	3,071.04	794.43	6.20
OP - Other	8,407,620	3,200,775	25,549	198	329.08	125.28	2.07
Subtotal - Outpatient	113,781,955	27,550,244	237,640	1,843	478.80	115.93	17.80
Prof - Evaluation & Management	72,623,581	33,960,964	611,001	4,737	118.86	55.58	21.94
Prof - Maternity	32,753	8,016	24	0	1,364.71	334.01	0.01
Prof - Surgery	14,742,092	4,762,104	49,944	387	295.17	95.35	3.08
Prof - DME/Supplies	1,516,409	964,548	9,215	71	164.56	104.67	0.62
Prof - Lab	7,701,934	2,919,177	243,151	1,885	31.68	12.01	1.89
Prof - Radiology	5,486,925	1,594,086	74,165	575	73.98	21.49	1.03
Prof - Transportation	2,493,338	951,300	7,095	55	351.42	134.08	0.61
Prof - Other	31,601,475	13,389,678	908,683	7,046	34.78	14.74	8.65
Subtotal - Professional	136,198,508	58,549,873	1,903,278	14,757	71.56	30.76	37.83
Total	\$ 302,939,452	\$ 98,177,947					\$ 63.44

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related)							
Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	288,432						
Home Health Care	207,841	119,100	415	17	500.82	286.99	0.41
IP - Maternity	26,624,903	5,542,577	8,067	336	3,300.47	687.07	19.22
IP - Newborn	7,592,364	2,680,400	3,977	165	1,909.07	673.98	9.29
IP - Medical	13,063,196	2,260,743	3,341	139	3,909.97	676.67	7.84
IP - Surgery	3,050,540	474,235	383	16	7,964.86	1,238.21	1.64
IP - Other	631,674	110,365	147	6	4,297.10	750.78	0.38
Subtotal - Inpatient	50,962,677	11,068,319	15,915	662	3,202.18	695.46	38.37
OP - Emergency Room	22,919,628	4,164,249	27,558	1,147	831.69	151.11	14.44
OP - Laboratory	2,349,193	493,872	34,843	1,450	67.42	14.17	1.71
OP - Radiology	3,918,855	650,463	16,477	686	237.84	39.48	2.26
OP - Surgery	9,848,216	2,108,688	3,832	159	2,569.99	550.28	7.31
OP - Other	3,221,180	907,754	5,557	231	579.66	163.35	3.15
Subtotal - Outpatient	42,257,072	8,325,026	88,267	3,672	478.74	94.32	28.86
Prof - Evaluation & Management	19,227,004	8,039,546	140,026	5,826	137.31	57.41	27.87
Prof - Maternity	9,758,213	4,405,808	7,445	310	1,310.71	591.78	15.28
Prof - Surgery	4,299,333	1,402,496	11,365	473	378.30	123.40	4.86
Prof - DME/Supplies	346,783	218,711	1,365	57	254.05	160.23	0.76
Prof - Lab	7,470,219	2,888,123	181,571	7,554	41.14	15.91	10.01
Prof - Radiology	7,263,534	2,528,971	43,659	1,816	166.37	57.93	8.77
Prof - Transportation	1,359,858	473,247	3,916	163	347.26	120.85	1.64
Prof - Other	10,418,931	3,820,619	168,549	7,012	61.82	22.67	13.25
Subtotal - Professional	60,143,877	23,777,522	557,896	23,211	107.80	42.62	82.44
Total	\$ 153,571,468	\$ 43,289,967					\$ 150.09

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related) Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	238,188						
Home Health Care	191,524	103,599	452	23	423.73	229.20	0.43
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	7,181,757	1,292,456	1,583	80	4,536.80	816.46	5.43
IP - Surgery	2,712,787	295,143	329	17	8,245.55	897.09	1.24
IP - Other	838,199	123,681	161	8	5,206.20	768.20	0.52
Subtotal - Inpatient	10,732,743	1,711,280	2,073	104	5,177.40	825.51	7.18
OP - Emergency Room	11,333,812	2,083,349	14,239	717	795.97	146.31	8.75
OP - Laboratory	552,883	116,039	7,442	375	74.29	15.59	0.49
OP - Radiology	2,131,538	386,412	8,017	404	265.88	48.20	1.62
OP - Surgery	5,069,912	1,000,697	1,210	61	4,190.01	827.02	4.20
OP - Other	1,144,616	274,667	1,537	77	744.71	178.70	1.15
Subtotal - Outpatient	20,232,762	3,861,164	32,445	1,635	623.60	119.01	16.21
Prof - Evaluation & Management	8,488,855	3,634,615	62,430	3,145	135.97	58.22	15.26
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	2,981,770	939,960	6,964	351	428.17	134.97	3.95
Prof - DME/Supplies	272,822	178,086	1,209	61	225.66	147.30	0.75
Prof - Lab	1,142,587	422,829	30,084	1,516	37.98	14.05	1.78
Prof - Radiology	1,928,474	582,797	19,955	1,005	96.64	29.21	2.45
Prof - Transportation	778,387	263,664	1,788	90	435.34	147.46	1.11
Prof - Other	3,685,307	1,588,321	108,995	5,491	33.81	14.57	6.67
Subtotal - Professional	19,278,201	7,610,273	231,425	11,659	83.30	32.88	31.95
Total	\$ 50,435,230	\$ 13,286,316					\$ 55.78

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related)							
Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	574,988						
Home Health Care	1,224,635	623,009	2,574	54	475.77	242.04	1.08
IP - Maternity	70,796,587	15,082,759	20,340	424	3,480.66	741.53	26.23
IP - Newborn	16,480,854	5,546,861	9,264	193	1,779.02	598.75	9.65
IP - Medical	51,553,722	9,048,417	11,339	237	4,546.58	797.99	15.74
IP - Surgery	22,964,520	3,450,775	2,410	50	9,528.85	1,431.86	6.00
IP - Other	4,792,646	751,603	876	18	5,471.06	857.99	1.31
Subtotal - Inpatient	166,588,329	33,880,415	44,229	923	3,766.50	766.02	58.92
OP - Emergency Room	74,995,538	13,688,940	80,463	1,679	932.05	170.13	23.81
OP - Laboratory	6,173,652	1,285,852	95,785	1,999	64.45	13.42	2.24
OP - Radiology	19,307,177	3,386,325	88,753	1,852	217.54	38.15	5.89
OP - Surgery	60,535,949	12,855,232	15,535	324	3,896.75	827.50	22.36
OP - Other	9,328,563	2,213,519	15,701	328	594.14	140.98	3.85
Subtotal - Outpatient	170,340,879	33,429,869	296,237	6,182	575.02	112.85	58.14
Prof - Evaluation & Management	56,273,577	22,505,184	362,276	7,561	155.33	62.12	39.14
Prof - Maternity	25,836,549	11,575,804	20,449	427	1,263.46	566.08	20.13
Prof - Surgery	28,452,713	8,567,490	47,271	987	601.91	181.24	14.90
Prof - DME/Supplies	1,745,019	1,065,884	6,221	130	280.50	171.34	1.85
Prof - Lab	21,250,707	7,864,553	454,592	9,487	46.75	17.30	13.68
Prof - Radiology	27,073,244	9,186,388	156,222	3,260	173.30	58.80	15.98
Prof - Transportation	3,959,366	1,360,404	10,174	212	389.17	133.71	2.37
Prof - Other	33,459,947	10,465,131	521,286	10,879	64.19	20.08	18.20
Subtotal - Professional	198,051,121	72,590,837	1,578,491	32,943	125.47	45.99	126.25
Total	\$ 536,204,964	\$ 140,524,130					\$ 244.39

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related) Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	75,208						
Home Health Care	221,565	113,100	517	82	428.56	218.76	1.50
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	12,207,373	2,305,761	2,253	359	5,418.27	1,023.42	30.66
IP - Surgery	6,521,079	1,137,332	606	97	10,760.86	1,876.79	15.12
IP - Other	750,387	168,524	187	30	4,012.76	901.20	2.24
Subtotal - Inpatient	19,478,839	3,611,618	3,046	486	6,394.89	1,185.69	48.02
OP - Emergency Room	9,430,005	1,804,328	9,300	1,484	1,013.98	194.01	23.99
OP - Laboratory	268,992	44,014	3,622	578	74.27	12.15	0.59
OP - Radiology	2,905,382	516,117	9,875	1,576	294.22	52.26	6.86
OP - Surgery	7,246,866	1,533,684	1,574	251	4,604.11	974.39	20.39
OP - Other	1,755,135	498,614	1,508	241	1,163.88	330.65	6.63
Subtotal - Outpatient	21,606,379	4,396,757	25,879	4,129	834.90	169.90	58.46
Prof - Evaluation & Management	5,938,834	2,320,280	36,984	5,901	160.58	62.74	30.85
Prof - Maternity	2,695	1,159	1	0	2,695.00	1,158.84	0.02
Prof - Surgery	4,006,079	1,201,302	6,056	966	661.51	198.37	15.97
Prof - DME/Supplies	487,007	296,912	1,419	226	343.20	209.24	3.95
Prof - Lab	954,942	321,889	20,547	3,278	46.48	15.67	4.28
Prof - Radiology	2,469,084	761,642	16,819	2,684	146.80	45.28	10.13
Prof - Transportation	695,823	228,582	1,148	183	606.12	199.11	3.04
Prof - Other	3,499,779	1,218,519	55,545	8,863	63.01	21.94	16.20
Subtotal - Professional	18,054,243	6,350,286	138,519	22,102	130.34	45.84	84.44
Total	\$ 59,361,027	\$ 14,471,761					\$ 192.42

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related) Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	60,861						
Home Health Care	626,615	430,947	1,098	216	570.69	392.48	7.08
IP - Maternity	57,660	12,657	18	4	3,203.31	703.14	0.21
IP - Newborn	3,412	389	2	0	1,706.00	194.65	0.01
IP - Medical	14,866,000	2,764,884	2,930	578	5,073.72	943.65	45.43
IP - Surgery	8,519,802	1,288,799	723	143	11,783.96	1,782.57	21.18
IP - Other	1,366,246	182,636	277	55	4,932.29	659.34	3.00
Subtotal - Inpatient	24,813,120	4,249,365	3,950	779	6,281.80	1,075.79	69.82
OP - Emergency Room	6,238,567	1,156,974	4,937	973	1,263.64	234.35	19.01
OP - Laboratory	526,982	93,404	7,569	1,492	69.62	12.34	1.53
OP - Radiology	4,265,818	773,641	21,910	4,320	194.70	35.31	12.71
OP - Surgery	9,572,738	2,021,167	2,039	402	4,694.82	991.25	33.21
OP - Other	1,712,272	466,254	2,127	419	805.02	219.21	7.66
Subtotal - Outpatient	22,316,377	4,511,440	38,582	7,607	578.41	116.93	74.13
Prof - Evaluation & Management	6,034,128	2,668,692	43,218	8,521	139.62	61.75	43.85
Prof - Maternity	17,181	5,965	12	2	1,431.75	497.07	0.10
Prof - Surgery	5,025,404	1,461,867	7,482	1,475	671.67	195.38	24.02
Prof - DME/Supplies	718,340	409,267	2,089	412	343.87	195.92	6.72
Prof - Lab	1,874,827	634,906	36,958	7,287	50.73	17.18	10.43
Prof - Radiology	3,355,332	1,037,465	19,291	3,804	173.93	53.78	17.05
Prof - Transportation	552,027	252,697	2,348	463	235.11	107.62	4.15
Prof - Other	5,598,596	2,067,837	122,011	24,057	45.89	16.95	33.98
Subtotal - Professional	23,175,835	8,538,696	233,409	46,021	99.29	36.58	140.30
Total	\$ 70,931,946	\$ 17,730,447					\$ 291.32

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medicaid (TANF & Related) Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	6,444						
Home Health Care	139,220	117,893	83	155	1,677.35	1,420.40	18.29
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	1,165,861	315,679	1,384	2,577	842.38	228.09	48.99
IP - Surgery	122,199	28,957	22	41	5,554.48	1,316.22	4.49
IP - Other	304,913	64,114	229	426	1,331.50	279.97	9.95
Subtotal - Inpatient	1,592,972	408,749	1,635	3,045	974.29	250.00	63.43
OP - Emergency Room	119,918	23,782	58	108	2,067.54	410.04	3.69
OP - Laboratory	38,446	6,829	781	1,454	49.23	8.74	1.06
OP - Radiology	44,729	8,693	187	348	239.19	46.49	1.35
OP - Surgery	166,382	81,077	53	99	3,139.29	1,529.75	12.58
OP - Other	461,327	352,241	172	320	2,682.13	2,047.91	54.66
Subtotal - Outpatient	830,800	472,622	1,251	2,330	664.11	377.80	73.34
Prof - Evaluation & Management	161,340	70,829	1,058	1,970	152.50	66.95	10.99
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	79,092	24,086	114	212	693.79	211.28	3.74
Prof - DME/Supplies	17,957	8,633	29	54	619.21	297.67	1.34
Prof - Lab	29,725	10,067	570	1,061	52.15	17.66	1.56
Prof - Radiology	47,336	13,425	439	817	107.83	30.58	2.08
Prof - Transportation	79,042	36,726	293	546	269.77	125.34	5.70
Prof - Other	104,370	43,800	4,773	8,888	21.87	9.18	6.80
Subtotal - Professional	518,861	207,565	7,276	13,549	71.31	28.53	32.21
Total	\$ 3,081,854	\$ 1,206,829					\$ 187.27

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medically Needy							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	463,102						
Home Health Care	2,920,077	2,107,065	3,079	80	948.38	684.33	4.55
IP - Maternity	5,675,465	1,153,867	1,622	42	3,499.05	711.39	2.49
IP - Newborn	1,979,044	693,805	887	23	2,231.17	782.19	1.50
IP - Medical	37,455,193	6,890,582	9,042	234	4,142.36	762.06	14.88
IP - Surgery	21,719,896	3,112,926	1,999	52	10,865.38	1,557.24	6.72
IP - Other	6,701,419	861,432	1,737	45	3,858.04	495.93	1.86
Subtotal - Inpatient	73,531,017	12,712,612	15,287	396	4,810.04	831.60	27.45
OP - Emergency Room	34,177,543	6,569,141	34,992	907	976.72	187.73	14.19
OP - Laboratory	2,090,223	405,799	31,436	815	66.49	12.91	0.88
OP - Radiology	9,933,799	1,796,340	45,578	1,181	217.95	39.41	3.88
OP - Surgery	27,967,693	6,219,605	6,390	166	4,376.79	973.33	13.43
OP - Other	8,145,501	4,815,010	7,473	194	1,089.99	644.32	10.40
Subtotal - Outpatient	82,314,759	19,805,895	125,869	3,262	653.97	157.35	42.77
Prof - Evaluation & Management	24,957,582	10,158,855	170,072	4,407	146.75	59.73	21.94
Prof - Maternity	2,223,657	979,653	1,866	48	1,191.67	525.00	2.12
Prof - Surgery	13,016,234	3,893,531	23,632	612	550.79	164.76	8.41
Prof - DME/Supplies	1,754,236	997,169	5,014	130	349.87	198.88	2.15
Prof - Lab	6,721,103	2,376,395	145,432	3,768	46.21	16.34	5.13
Prof - Radiology	9,738,887	3,104,885	66,347	1,719	146.79	46.80	6.70
Prof - Transportation	2,429,744	963,707	8,482	220	286.46	113.62	2.08
Prof - Other	15,850,750	6,128,499	572,487	14,834	27.69	10.71	13.23
Subtotal - Professional	76,692,193	28,602,694	993,332	25,739	77.21	28.79	61.76
Total	\$ 235,458,046	\$ 63,228,266					\$ 136.53

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medically Needy Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	115						
Home Health Care	25	16	1	105	25.00	16.23	0.14
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	7,938	2,959	7	732	1,134.00	422.74	25.80
IP - Medical	2,927	652	3	314	975.83	217.45	5.69
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	10,865	3,612	10	1,046	1,086.55	361.15	31.49
OP - Emergency Room	2,755	443	3	314	918.33	147.66	3.86
OP - Laboratory	99	43	5	523	19.80	8.69	0.38
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	4,137	1,123	1	105	4,136.57	1,122.60	9.79
OP - Other	1,066	89	2	209	533.00	44.55	0.78
Subtotal - Outpatient	8,057	1,698	11	1,151	732.42	154.37	14.81
Prof - Evaluation & Management	10,942	5,645	105	10,985	104.21	53.76	49.22
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	1,438	525	5	523	287.60	104.96	4.58
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	162	116	4	418	40.50	29.08	1.01
Prof - Radiology	39	11	1	105	39.00	11.01	0.10
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	3,961	1,581	155	16,217	25.56	10.20	13.78
Subtotal - Professional	16,543	7,878	270	28,248	61.27	29.18	68.69
Total	\$ 35,490	\$ 13,204					\$ 115.12

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medically Needy Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	57,745						
Home Health Care	117,246	84,132	140	29	837.47	600.94	1.46
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	3,082	533	2	0	1,541.06	266.47	0.01
IP - Medical	1,238,193	256,272	377	78	3,284.33	679.77	4.44
IP - Surgery	154,587	23,742	26	5	5,945.66	913.16	0.41
IP - Other	53,968	11,282	16	3	3,372.98	705.14	0.20
Subtotal - Inpatient	1,449,829	291,829	421	87	3,443.78	693.18	5.05
OP - Emergency Room	1,936,391	399,267	3,182	661	608.55	125.48	6.91
OP - Laboratory	192,509	43,587	2,774	576	69.40	15.71	0.75
OP - Radiology	356,040	71,655	1,625	338	219.10	44.10	1.24
OP - Surgery	1,753,530	403,957	537	112	3,265.42	752.25	7.00
OP - Other	418,283	214,661	806	167	518.96	266.33	3.72
Subtotal - Outpatient	4,656,754	1,133,127	8,924	1,854	521.82	126.98	19.62
Prof - Evaluation & Management	2,403,060	1,135,627	21,543	4,477	111.55	52.71	19.67
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	661,136	208,464	2,037	423	324.56	102.34	3.61
Prof - DME/Supplies	67,926	45,805	255	53	266.37	179.63	0.79
Prof - Lab	335,066	126,146	9,581	1,991	34.97	13.17	2.18
Prof - Radiology	266,408	79,575	3,239	673	82.25	24.57	1.38
Prof - Transportation	66,227	19,919	101	21	655.72	197.21	0.34
Prof - Other	1,212,555	504,245	39,881	8,288	30.40	12.64	8.73
Subtotal - Professional	5,012,377	2,119,781	76,637	15,926	65.40	27.66	36.71
Total	\$ 11,236,207	\$ 3,628,869					\$ 62.84

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medically Needy Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	46,065						
Home Health Care	49,567	32,882	84	22	590.08	391.46	0.71
IP - Maternity	1,888,755	393,576	563	147	3,354.80	699.07	8.54
IP - Newborn	640,048	286,576	328	85	1,951.37	873.71	6.22
IP - Medical	2,364,837	473,908	557	145	4,245.67	850.82	10.29
IP - Surgery	590,072	80,671	77	20	7,663.27	1,047.68	1.75
IP - Other	599,443	49,156	90	23	6,660.48	546.17	1.07
Subtotal - Inpatient	6,083,155	1,283,886	1,615	421	3,766.66	794.98	27.87
OP - Emergency Room	5,441,706	1,039,469	5,864	1,528	927.99	177.26	22.57
OP - Laboratory	384,735	70,749	5,393	1,405	71.34	13.12	1.54
OP - Radiology	883,079	147,496	3,183	829	277.44	46.34	3.20
OP - Surgery	2,387,877	521,138	665	173	3,590.79	783.67	11.31
OP - Other	481,107	120,507	862	225	558.13	139.80	2.62
Subtotal - Outpatient	9,578,504	1,899,359	15,967	4,159	599.89	118.96	41.23
Prof - Evaluation & Management	3,519,374	1,405,410	23,271	6,062	151.23	60.39	30.51
Prof - Maternity	752,324	334,961	636	166	1,182.90	526.67	7.27
Prof - Surgery	911,505	286,120	2,108	549	432.40	135.73	6.21
Prof - DME/Supplies	58,150	38,217	257	67	226.27	148.71	0.83
Prof - Lab	1,351,206	510,740	30,867	8,041	43.78	16.55	11.09
Prof - Radiology	1,230,355	411,306	7,892	2,056	155.90	52.12	8.93
Prof - Transportation	246,435	76,671	486	127	507.07	157.76	1.66
Prof - Other	1,457,744	582,448	33,481	8,722	43.54	17.40	12.64
Subtotal - Professional	9,527,093	3,645,875	98,998	25,789	96.24	36.83	79.15
Total	\$ 25,238,318	\$ 6,862,002					\$ 148.96

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medically Needy Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	43,163						
Home Health Care	76,605	25,232	86	24	890.75	293.39	0.58
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	69,439	3,556	8	2	8,679.90	444.50	0.08
IP - Medical	2,687,190	671,270	532	148	5,051.11	1,261.79	15.55
IP - Surgery	3,174,834	811,542	291	81	10,910.08	2,788.80	18.80
IP - Other	547,835	54,392	94	26	5,828.03	578.64	1.26
Subtotal - Inpatient	6,479,299	1,540,760	925	257	7,004.65	1,665.69	35.70
OP - Emergency Room	3,535,568	644,342	3,838	1,067	921.20	167.88	14.93
OP - Laboratory	94,290	21,260	1,221	339	77.22	17.41	0.49
OP - Radiology	439,941	76,048	2,391	665	184.00	31.81	1.76
OP - Surgery	1,553,364	343,798	283	79	5,488.92	1,214.83	7.97
OP - Other	307,199	79,146	345	96	890.43	229.41	1.83
Subtotal - Outpatient	5,930,361	1,164,593	8,078	2,246	734.14	144.17	26.98
Prof - Evaluation & Management	1,928,275	712,868	11,642	3,237	165.63	61.23	16.52
Prof - Maternity	2,430	1,412	2	1	1,215.00	706.07	0.03
Prof - Surgery	942,855	267,325	1,519	422	620.71	175.99	6.19
Prof - DME/Supplies	90,495	38,625	200	56	452.47	193.12	0.89
Prof - Lab	209,093	74,009	4,866	1,353	42.97	15.21	1.71
Prof - Radiology	537,621	174,314	5,091	1,415	105.60	34.24	4.04
Prof - Transportation	256,688	77,991	321	89	799.65	242.96	1.81
Prof - Other	756,903	298,659	20,307	5,646	37.27	14.71	6.92
Subtotal - Professional	4,724,360	1,645,202	43,948	12,218	107.50	37.44	38.12
Total	\$ 17,210,624	\$ 4,375,787					\$ 101.38

TennCare
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Historical Encounter Data

Exhibit 5a

East

Medically Needy							
Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	114,387						
Home Health Care	225,488	126,111	452	47	498.87	279.01	1.10
IP - Maternity	3,775,923	758,099	1,057	111	3,572.30	717.22	6.63
IP - Newborn	1,258,537	400,181	542	57	2,322.02	738.34	3.50
IP - Medical	7,164,550	1,202,422	1,438	151	4,982.30	836.18	10.51
IP - Surgery	3,933,535	542,452	431	45	9,126.53	1,258.59	4.74
IP - Other	742,745	114,878	144	15	5,157.95	797.76	1.00
Subtotal - Inpatient	16,875,290	3,018,032	3,612	379	4,672.01	835.56	26.38
OP - Emergency Room	11,624,237	2,166,774	11,710	1,228	992.68	185.04	18.94
OP - Laboratory	714,036	136,917	10,782	1,131	66.22	12.70	1.20
OP - Radiology	3,269,546	571,123	13,991	1,468	233.69	40.82	4.99
OP - Surgery	8,756,645	1,840,671	2,041	214	4,290.37	901.85	16.09
OP - Other	1,362,658	349,250	1,851	194	736.17	188.68	3.05
Subtotal - Outpatient	25,727,121	5,064,735	40,375	4,236	637.20	125.44	44.28
Prof - Evaluation & Management	8,014,041	3,190,453	52,759	5,535	151.90	60.47	27.89
Prof - Maternity	1,465,518	641,654	1,226	129	1,195.37	523.37	5.61
Prof - Surgery	4,374,932	1,248,753	6,934	727	630.94	180.09	10.92
Prof - DME/Supplies	288,931	163,530	1,035	109	279.16	158.00	1.43
Prof - Lab	2,783,582	999,083	58,068	6,092	47.94	17.21	8.73
Prof - Radiology	3,525,494	1,135,958	21,507	2,256	163.92	52.82	9.93
Prof - Transportation	620,853	214,658	1,471	154	422.06	145.93	1.88
Prof - Other	3,972,437	1,314,257	66,343	6,960	59.88	19.81	11.49
Subtotal - Professional	25,045,789	8,908,345	209,343	21,961	119.64	42.55	77.88
Total	\$ 67,873,688	\$ 17,117,223					\$ 149.64

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medically Needy Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	73,460						
Home Health Care	262,557	94,491	338	55	776.79	279.56	1.29
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	7,026,351	1,368,749	1,225	200	5,735.80	1,117.35	18.63
IP - Surgery	3,276,960	470,477	276	45	11,873.04	1,704.63	6.40
IP - Other	1,402,759	260,720	185	30	7,582.48	1,409.30	3.55
Subtotal - Inpatient	11,706,070	2,099,946	1,686	275	6,943.10	1,245.52	28.59
OP - Emergency Room	6,919,428	1,361,439	7,001	1,144	988.35	194.46	18.53
OP - Laboratory	194,794	42,443	2,465	403	79.02	17.22	0.58
OP - Radiology	1,406,636	255,294	5,193	848	270.87	49.16	3.48
OP - Surgery	3,591,565	748,318	787	129	4,563.61	950.85	10.19
OP - Other	895,246	425,652	729	119	1,228.05	583.88	5.79
Subtotal - Outpatient	13,007,668	2,833,146	16,175	2,642	804.18	175.16	38.57
Prof - Evaluation & Management	3,711,236	1,352,453	21,959	3,587	169.01	61.59	18.41
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	1,860,276	589,638	2,975	486	625.30	198.20	8.03
Prof - DME/Supplies	325,685	186,202	681	111	478.24	273.42	2.53
Prof - Lab	459,498	156,567	9,799	1,601	46.89	15.98	2.13
Prof - Radiology	1,288,003	392,904	9,898	1,617	130.13	39.70	5.35
Prof - Transportation	444,711	148,970	819	134	542.99	181.89	2.03
Prof - Other	1,833,134	678,296	54,798	8,951	33.45	12.38	9.23
Subtotal - Professional	9,922,543	3,505,031	100,929	16,487	98.31	34.73	47.71
Total	\$ 34,898,838	\$ 8,532,614					\$ 116.15

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Medically Needy Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	73,805						
Home Health Care	1,217,405	891,031	1,388	226	877.09	641.95	12.07
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	14,935,687	2,397,971	2,934	477	5,090.55	817.30	32.49
IP - Surgery	9,940,285	1,090,723	816	133	12,181.72	1,336.67	14.78
IP - Other	2,336,333	249,342	468	76	4,992.16	532.78	3.38
Subtotal - Inpatient	27,212,305	3,738,036	4,218	686	6,451.47	886.21	50.65
OP - Emergency Room	4,463,631	901,435	3,269	532	1,365.44	275.75	12.21
OP - Laboratory	448,379	80,134	7,858	1,278	57.06	10.20	1.09
OP - Radiology	3,307,062	614,830	17,593	2,860	187.98	34.95	8.33
OP - Surgery	8,923,219	2,117,395	1,874	305	4,761.59	1,129.88	28.69
OP - Other	1,938,537	940,596	1,926	313	1,006.51	488.37	12.74
Subtotal - Outpatient	19,080,829	4,654,390	32,520	5,287	586.74	143.12	63.06
Prof - Evaluation & Management	4,935,140	2,162,819	35,713	5,807	138.19	60.56	29.30
Prof - Maternity	1,614	734	1	0	1,614.00	733.84	0.01
Prof - Surgery	3,864,165	1,176,880	7,287	1,185	530.28	161.50	15.95
Prof - DME/Supplies	833,023	475,330	2,306	375	361.24	206.13	6.44
Prof - Lab	1,447,317	466,636	29,511	4,798	49.04	15.81	6.32
Prof - Radiology	2,617,524	823,835	15,980	2,598	163.80	51.55	11.16
Prof - Transportation	564,905	259,307	2,963	482	190.65	87.51	3.51
Prof - Other	5,480,530	2,232,063	273,867	44,528	20.01	8.15	30.24
Subtotal - Professional	19,744,218	7,597,603	367,628	59,773	53.71	20.67	102.94
Total	\$ 67,254,756	\$ 16,881,060					\$ 228.73

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Medically Needy Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	54,360						
Home Health Care	971,185	853,169	590	130	1,646.08	1,446.05	15.69
IP - Maternity	10,786	2,192	2	0	5,393.00	1,095.85	0.04
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	2,035,458	519,338	1,976	436	1,030.09	262.82	9.55
IP - Surgery	649,624	93,320	82	18	7,922.24	1,138.05	1.72
IP - Other	1,018,336	121,662	740	163	1,376.13	164.41	2.24
Subtotal - Inpatient	3,714,204	736,512	2,800	618	1,326.50	263.04	13.55
OP - Emergency Room	253,826	55,972	125	28	2,030.61	447.77	1.03
OP - Laboratory	61,379	10,666	938	207	65.44	11.37	0.20
OP - Radiology	271,496	59,894	1,602	354	169.47	37.39	1.10
OP - Surgery	997,356	243,205	202	45	4,937.41	1,203.99	4.47
OP - Other	2,741,407	2,685,109	952	210	2,879.63	2,820.49	49.39
Subtotal - Outpatient	4,325,464	3,054,846	3,819	843	1,132.62	799.91	56.20
Prof - Evaluation & Management	435,514	193,580	3,080	680	141.40	62.85	3.56
Prof - Maternity	1,771	893	1	0	1,771.00	892.78	0.02
Prof - Surgery	399,927	115,825	767	169	521.42	151.01	2.13
Prof - DME/Supplies	90,027	49,460	280	62	321.53	176.64	0.91
Prof - Lab	135,179	43,098	2,736	604	49.41	15.75	0.79
Prof - Radiology	273,442	86,983	2,739	605	99.83	31.76	1.60
Prof - Transportation	229,924	166,192	2,321	512	99.06	71.60	3.06
Prof - Other	1,133,486	516,949	83,655	18,467	13.55	6.18	9.51
Subtotal - Professional	2,699,271	1,172,980	95,579	21,099	28.24	12.27	21.58
Total	\$ 11,710,124	\$ 5,817,507					\$ 107.02

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Uninsured/Uninsurable All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	208,631						
Home Health Care	517,900	338,943	729	42	710.43	464.94	1.62
IP - Maternity	249,478	58,918	87	5	2,867.56	677.22	0.28
IP - Newborn	141,768	79,806	83	5	1,708.05	961.52	0.38
IP - Medical	14,034,626	2,161,925	2,614	150	5,369.02	827.06	10.36
IP - Surgery	8,189,626	1,225,313	788	45	10,392.93	1,554.97	5.87
IP - Other	662,959	101,183	124	7	5,346.44	816.00	0.48
Subtotal - Inpatient	23,278,457	3,627,145	3,696	213	6,298.28	981.37	17.39
OP - Emergency Room	9,637,280	1,680,158	9,978	574	965.85	168.39	8.05
OP - Laboratory	1,110,751	229,230	15,977	919	69.52	14.35	1.10
OP - Radiology	4,149,187	740,130	20,059	1,154	206.85	36.90	3.55
OP - Surgery	10,908,840	2,440,014	2,620	151	4,163.68	931.30	11.70
OP - Other	2,461,038	965,326	4,067	234	605.12	237.36	4.63
Subtotal - Outpatient	28,267,096	6,054,858	52,701	3,031	536.37	114.89	29.02
Prof - Evaluation & Management	9,921,100	4,321,275	80,953	4,656	122.55	53.38	20.71
Prof - Maternity	113,046	51,680	97	6	1,165.43	532.78	0.25
Prof - Surgery	5,356,977	1,588,454	10,965	631	488.55	144.87	7.61
Prof - DME/Supplies	672,606	405,360	2,007	115	335.13	201.97	1.94
Prof - Lab	2,589,874	931,305	61,086	3,514	42.40	15.25	4.46
Prof - Radiology	3,173,399	985,810	23,442	1,348	135.37	42.05	4.73
Prof - Transportation	612,119	213,462	1,436	83	426.27	148.65	1.02
Prof - Other	7,753,379	3,186,995	230,587	13,263	33.62	13.82	15.28
Subtotal - Professional	30,192,501	11,684,341	410,573	23,615	73.54	28.46	56.00
Total	\$ 82,255,955	\$ 21,705,288					\$ 104.04

TennCare
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 Historical Encounter Data

Exhibit 5a

East

Uninsured/Uninsurable Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	3						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	2,104	266	1	4,000	2,104.28	266.47	88.82
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	2,104	266	1	4,000	2,104.28	266.47	88.82
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	470	243	5	20,000	94.00	48.54	80.89
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	341	155	3	12,000	113.67	51.78	51.78
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	70	12	2	8,000	35.00	6.18	4.12
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	13	8	1	4,000	13.00	7.85	2.62
Subtotal - Professional	894	418	11	44,000	81.27	38.02	139.41
Total	\$ 2,998	\$ 685					\$ 228.23

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Uninsured/Uninsurable Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	83,121						
Home Health Care	79,633	44,924	116	17	686.49	387.28	0.54
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	1,116,788	191,539	359	52	3,110.83	533.54	2.30
IP - Surgery	255,250	35,155	43	6	5,936.06	817.55	0.42
IP - Other	2,959	892	2	0	1,479.50	446.16	0.01
Subtotal - Inpatient	1,374,998	227,586	404	58	3,403.46	563.33	2.74
OP - Emergency Room	1,792,580	292,750	2,967	428	604.17	98.67	3.52
OP - Laboratory	302,516	74,583	3,800	549	79.61	19.63	0.90
OP - Radiology	463,618	86,863	2,550	368	181.81	34.06	1.05
OP - Surgery	1,719,422	430,573	562	81	3,059.47	766.14	5.18
OP - Other	805,707	437,009	1,801	260	447.37	242.65	5.26
Subtotal - Outpatient	5,083,844	1,321,778	11,680	1,686	435.26	113.17	15.90
Prof - Evaluation & Management	2,937,486	1,360,046	27,668	3,994	106.17	49.16	16.36
Prof - Maternity	274	83	1	0	274.00	83.37	0.00
Prof - Surgery	790,440	240,227	2,590	374	305.19	92.75	2.89
Prof - DME/Supplies	106,670	69,027	291	42	366.56	237.21	0.83
Prof - Lab	492,277	193,099	15,158	2,188	32.48	12.74	2.32
Prof - Radiology	322,184	98,614	3,881	560	83.02	25.41	1.19
Prof - Transportation	75,252	26,328	115	17	654.37	228.94	0.32
Prof - Other	1,912,165	873,322	71,652	10,344	26.69	12.19	10.51
Subtotal - Professional	6,636,748	2,860,746	121,356	17,520	54.69	23.57	34.42
Total	\$ 13,175,222	\$ 4,455,035					\$ 53.60

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Uninsured/Uninsurable Age 14 - 18 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	26,376						
Home Health Care	12,439	8,089	41	19	303.39	197.30	0.31
IP - Maternity	78,492	19,263	27	12	2,907.12	713.45	0.73
IP - Newborn	17,116	6,570	21	10	815.07	312.86	0.25
IP - Medical	680,402	121,727	164	75	4,148.80	742.24	4.62
IP - Surgery	318,264	104,022	36	16	8,840.66	2,889.50	3.94
IP - Other	12,340	2,998	4	2	3,085.00	749.38	0.11
Subtotal - Inpatient	1,106,615	254,580	252	115	4,391.33	1,010.24	9.65
OP - Emergency Room	1,342,112	226,604	1,364	621	983.95	166.13	8.59
OP - Laboratory	171,575	39,095	2,145	976	79.99	18.23	1.48
OP - Radiology	405,264	70,107	1,387	631	292.19	50.55	2.66
OP - Surgery	731,900	167,062	231	105	3,168.40	723.21	6.33
OP - Other	177,188	48,433	275	125	644.32	176.12	1.84
Subtotal - Outpatient	2,828,039	551,301	5,402	2,458	523.52	102.06	20.90
Prof - Evaluation & Management	1,243,570	545,323	10,497	4,776	118.47	51.95	20.68
Prof - Maternity	36,670	16,804	24	11	1,527.92	700.15	0.64
Prof - Surgery	362,522	111,835	919	418	394.47	121.69	4.24
Prof - DME/Supplies	29,533	21,297	133	61	222.05	160.13	0.81
Prof - Lab	393,239	149,468	10,560	4,804	37.24	14.15	5.67
Prof - Radiology	323,758	99,937	2,537	1,154	127.61	39.39	3.79
Prof - Transportation	49,891	17,542	97	44	514.34	180.84	0.67
Prof - Other	651,007	302,043	26,744	12,168	24.34	11.29	11.45
Subtotal - Professional	3,090,189	1,264,249	51,511	23,436	59.99	24.54	47.93
Total	\$ 7,037,283	\$ 2,078,220					\$ 78.79

TennCare
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 Historical Encounter Data

Exhibit 5a

East

Uninsured/Uninsurable Age 14 - 18 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	29,161						
Home Health Care	143,877	139,492	63	26	2,283.77	2,214.16	4.78
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	652,200	99,356	114	47	5,721.05	871.54	3.41
IP - Surgery	165,945	18,023	20	8	8,297.26	901.16	0.62
IP - Other	46,446	6,589	14	6	3,317.61	470.67	0.23
Subtotal - Inpatient	864,592	123,968	148	61	5,841.84	837.62	4.25
OP - Emergency Room	954,060	139,687	1,073	442	889.15	130.18	4.79
OP - Laboratory	99,386	18,543	1,302	536	76.33	14.24	0.64
OP - Radiology	280,140	48,220	830	342	337.52	58.10	1.65
OP - Surgery	723,206	114,533	130	53	5,563.12	881.02	3.93
OP - Other	183,717	65,954	208	86	883.26	317.09	2.26
Subtotal - Outpatient	2,240,509	386,937	3,543	1,458	632.38	109.21	13.27
Prof - Evaluation & Management	915,763	396,214	7,840	3,226	116.81	50.54	13.59
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	434,730	133,275	924	380	470.49	144.24	4.57
Prof - DME/Supplies	37,302	25,731	169	70	220.72	152.26	0.88
Prof - Lab	155,187	57,355	4,235	1,743	36.64	13.54	1.97
Prof - Radiology	254,014	77,588	2,367	974	107.31	32.78	2.66
Prof - Transportation	54,817	16,040	85	35	644.91	188.70	0.55
Prof - Other	539,416	249,588	21,545	8,866	25.04	11.58	8.56
Subtotal - Professional	2,391,228	955,791	37,165	15,294	64.34	25.72	32.78
Total	\$ 5,640,205	\$ 1,606,188					\$ 55.08

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FY 2008 Per Capita Cost Development
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Exhibit 5a

East

Uninsured/Uninsurable Age 19 - 20							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	14,533						
Home Health Care	9,139	5,911	28	12	326.40	211.10	0.20
IP - Maternity	84,859	20,621	31	13	2,737.39	665.21	0.71
IP - Newborn	43,535	19,088	24	10	1,813.97	795.32	0.65
IP - Medical	338,696	89,673	52	21	6,513.38	1,724.48	3.08
IP - Surgery	117,022	5,136	5	2	23,404.40	1,027.22	0.18
IP - Other	-	1	2	1	-	0.51	0.00
Subtotal - Inpatient	584,112	134,519	114	47	5,123.79	1,179.99	4.61
OP - Emergency Room	758,817	122,541	830	342	914.24	147.64	4.20
OP - Laboratory	48,767	9,353	781	321	62.44	11.98	0.32
OP - Radiology	164,404	28,816	437	180	376.21	65.94	0.99
OP - Surgery	283,950	59,592	75	31	3,786.00	794.57	2.04
OP - Other	104,415	26,140	153	63	682.45	170.85	0.90
Subtotal - Outpatient	1,360,353	246,444	2,276	937	597.69	108.28	8.45
Prof - Evaluation & Management	543,738	218,079	4,042	1,663	134.52	53.95	7.48
Prof - Maternity	37,338	18,591	41	17	910.69	453.45	0.64
Prof - Surgery	169,935	53,577	383	158	443.70	139.89	1.84
Prof - DME/Supplies	25,709	19,763	48	20	535.60	411.74	0.68
Prof - Lab	187,652	68,539	3,817	1,571	49.16	17.96	2.35
Prof - Radiology	162,260	49,987	1,149	473	141.22	43.50	1.71
Prof - Transportation	51,275	13,794	59	24	869.07	233.80	0.47
Prof - Other	250,834	116,616	11,086	4,562	22.63	10.52	4.00
Subtotal - Professional	1,428,742	558,948	20,625	8,487	69.27	27.10	19.17
Total	\$ 3,382,347	\$ 945,821					\$ 32.43

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Uninsured/Uninsurable Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	55,438						
Home Health Care	272,812	140,527	481	198	567.18	292.16	4.82
IP - Maternity	86,126	19,033	29	12	2,969.87	656.32	0.65
IP - Newborn	79,012	53,882	37	15	2,135.46	1,456.27	1.85
IP - Medical	11,246,539	1,659,629	1,925	792	5,842.36	862.15	56.91
IP - Surgery	7,333,145	1,062,977	684	281	10,720.97	1,554.06	36.45
IP - Other	601,214	90,703	102	42	5,894.25	889.25	3.11
Subtotal - Inpatient	19,346,036	2,886,225	2,777	1,143	6,966.52	1,039.33	98.98
OP - Emergency Room	4,789,712	898,576	3,744	1,541	1,279.30	240.00	30.81
OP - Laboratory	488,507	87,656	7,949	3,271	61.46	11.03	3.01
OP - Radiology	2,835,761	506,124	14,855	6,113	190.90	34.07	17.36
OP - Surgery	7,450,362	1,668,254	1,622	667	4,593.32	1,028.52	57.21
OP - Other	1,190,010	387,789	1,630	671	730.07	237.91	13.30
Subtotal - Outpatient	16,754,352	3,548,398	29,800	12,263	562.23	119.07	121.68
Prof - Evaluation & Management	4,280,074	1,801,371	30,901	12,716	138.51	58.29	61.77
Prof - Maternity	38,764	16,201	31	13	1,250.45	522.62	0.56
Prof - Surgery	3,599,009	1,049,383	6,146	2,529	585.59	170.74	35.99
Prof - DME/Supplies	473,392	269,541	1,366	562	346.55	197.32	9.24
Prof - Lab	1,361,449	462,831	27,314	11,240	49.84	16.94	15.87
Prof - Radiology	2,111,184	659,685	13,508	5,559	156.29	48.84	22.62
Prof - Transportation	380,884	139,759	1,080	444	352.67	129.41	4.79
Prof - Other	4,399,944	1,645,419	99,559	40,970	44.19	16.53	56.43
Subtotal - Professional	16,644,700	6,044,190	179,905	74,033	92.52	33.60	207.27
Total	\$ 53,017,899	\$ 12,619,340					\$ 432.75

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Disabled All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	575,258						
Home Health Care	16,257,885	9,819,283	24,567	512	661.78	399.69	17.07
IP - Maternity	2,307,354	516,376	670	14	3,443.81	770.71	0.90
IP - Newborn	8,079,508	2,579,766	1,963	41	4,115.90	1,314.20	4.48
IP - Medical	257,519,360	46,588,183	70,957	1,480	3,629.23	656.57	80.99
IP - Surgery	90,562,873	13,902,879	9,804	205	9,237.34	1,418.08	24.17
IP - Other	34,529,259	5,349,798	7,177	150	4,811.10	745.41	9.30
Subtotal - Inpatient	392,998,354	68,937,001	90,571	1,889	4,339.12	761.14	119.84
OP - Emergency Room	79,805,069	14,398,712	66,243	1,382	1,204.73	217.36	25.03
OP - Laboratory	8,275,802	1,500,471	123,234	2,571	67.16	12.18	2.61
OP - Radiology	41,401,941	7,434,901	218,816	4,565	189.21	33.98	12.92
OP - Surgery	102,640,947	23,220,968	22,132	462	4,637.67	1,049.20	40.37
OP - Other	33,448,047	16,103,749	33,720	703	991.93	477.57	27.99
Subtotal - Outpatient	265,571,806	62,658,802	464,145	9,682	572.17	135.00	108.92
Prof - Evaluation & Management	77,228,906	32,786,798	525,631	10,965	146.93	62.38	56.99
Prof - Maternity	875,096	378,429	1,355	28	645.83	279.28	0.66
Prof - Surgery	44,669,641	14,219,828	82,499	1,721	541.46	172.36	24.72
Prof - DME/Supplies	16,642,104	9,730,493	39,764	829	418.52	244.71	16.92
Prof - Lab	18,195,186	6,189,580	381,133	7,951	47.74	16.24	10.76
Prof - Radiology	33,068,079	10,237,467	234,072	4,883	141.27	43.74	17.80
Prof - Transportation	13,877,492	6,128,791	56,919	1,187	243.81	107.68	10.65
Prof - Other	79,966,316	33,934,890	4,072,438	84,952	19.64	8.33	58.99
Subtotal - Professional	284,522,821	113,606,278	5,393,811	112,516	52.75	21.06	197.49
Total	\$ 959,350,867	\$ 255,021,364					\$ 443.32

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Disabled Age <21							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	49,023						
Home Health Care	3,449,498	2,616,343	3,377	827	1,021.47	774.75	53.37
IP - Maternity	307,355	70,179	97	24	3,168.60	723.49	1.43
IP - Newborn	7,681,461	2,444,146	1,695	415	4,531.84	1,441.97	49.86
IP - Medical	9,121,389	1,656,274	2,524	618	3,613.86	656.21	33.79
IP - Surgery	2,312,423	555,305	401	98	5,766.64	1,384.80	11.33
IP - Other	475,811	135,163	112	27	4,248.31	1,206.82	2.76
Subtotal - Inpatient	19,898,439	4,861,066	4,829	1,182	4,120.61	1,006.64	99.16
OP - Emergency Room	3,138,566	600,381	4,057	993	773.62	147.99	12.25
OP - Laboratory	693,584	174,306	8,674	2,123	79.96	20.10	3.56
OP - Radiology	890,300	195,932	3,973	973	224.09	49.32	4.00
OP - Surgery	3,803,956	871,698	1,156	283	3,290.62	754.06	17.78
OP - Other	6,574,242	5,021,785	8,665	2,121	758.71	579.55	102.44
Subtotal - Outpatient	15,100,649	6,864,102	26,525	6,493	569.30	258.78	140.02
Prof - Evaluation & Management	4,881,505	2,017,145	31,666	7,751	154.16	63.70	41.15
Prof - Maternity	119,031	49,684	337	82	353.21	147.43	1.01
Prof - Surgery	1,718,488	516,693	5,395	1,321	318.53	95.77	10.54
Prof - DME/Supplies	1,130,994	732,675	1,595	390	709.09	459.36	14.95
Prof - Lab	643,483	236,193	15,025	3,678	42.83	15.72	4.82
Prof - Radiology	836,002	257,936	15,859	3,882	52.71	16.26	5.26
Prof - Transportation	452,748	193,238	1,542	377	293.61	125.32	3.94
Prof - Other	6,625,239	2,711,030	763,827	186,971	8.67	3.55	55.30
Subtotal - Professional	16,407,489	6,714,592	835,246	204,453	19.64	8.04	136.97
Total	\$ 54,856,076	\$ 21,056,103					\$ 429.51

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5a

East

Disabled Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	526,235						
Home Health Care	12,808,387	7,202,940	21,190	483	604.45	339.92	13.69
IP - Maternity	1,999,999	446,198	573	13	3,490.40	778.70	0.85
IP - Newborn	398,047	135,620	268	6	1,485.25	506.05	0.26
IP - Medical	248,397,970	44,931,909	68,433	1,561	3,629.80	656.58	85.38
IP - Surgery	88,250,450	13,347,574	9,403	214	9,385.35	1,419.50	25.36
IP - Other	34,053,448	5,214,634	7,065	161	4,820.02	738.09	9.91
Subtotal - Inpatient	373,099,915	64,075,935	85,742	1,955	4,351.43	747.31	121.76
OP - Emergency Room	76,666,503	13,798,331	62,186	1,418	1,232.86	221.89	26.22
OP - Laboratory	7,582,218	1,326,165	114,560	2,612	66.19	11.58	2.52
OP - Radiology	40,511,641	7,238,969	214,843	4,899	188.56	33.69	13.76
OP - Surgery	98,836,990	22,349,270	20,976	478	4,711.91	1,065.47	42.47
OP - Other	26,873,805	11,081,965	25,055	571	1,072.59	442.31	21.06
Subtotal - Outpatient	250,471,157	55,794,700	437,620	9,979	572.35	127.50	106.03
Prof - Evaluation & Management	72,347,401	30,769,654	493,965	11,264	146.46	62.29	58.47
Prof - Maternity	756,065	328,745	1,018	23	742.70	322.93	0.62
Prof - Surgery	42,951,153	13,703,135	77,104	1,758	557.05	177.72	26.04
Prof - DME/Supplies	15,511,111	8,997,819	38,169	870	406.38	235.74	17.10
Prof - Lab	17,551,703	5,953,387	366,108	8,349	47.94	16.26	11.31
Prof - Radiology	32,232,078	9,979,532	218,213	4,976	147.71	45.73	18.96
Prof - Transportation	13,424,744	5,935,554	55,377	1,263	242.42	107.18	11.28
Prof - Other	73,341,077	31,223,860	3,308,611	75,448	22.17	9.44	59.33
Subtotal - Professional	268,115,332	106,891,685	4,558,565	103,951	58.82	23.45	203.13
Total	\$ 904,494,791	\$ 233,965,261					\$ 444.60

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	913,443						
Home Health Care	10,948,040	9,957,318	6,630	87	1,651.29	1,501.86	10.90
IP - Maternity	101,791	15,294	23	0	4,425.69	664.95	0.02
IP - Newborn	55,764	16,443	45	1	1,239.21	365.39	0.02
IP - Medical	12,074,776	7,917,985	51,639	678	233.83	153.33	8.67
IP - Surgery	2,812,262	446,483	710	9	3,960.93	628.85	0.49
IP - Other	2,123,902	1,545,346	10,739	141	197.77	143.90	1.69
Subtotal - Inpatient	17,168,495	9,941,551	63,156	830	271.84	157.41	10.88
OP - Emergency Room	2,625,994	418,501	2,321	30	1,131.41	180.31	0.46
OP - Laboratory	278,395	49,673	4,197	55	66.33	11.84	0.05
OP - Radiology	1,394,972	250,138	8,429	111	165.50	29.68	0.27
OP - Surgery	3,856,053	1,483,199	981	13	3,930.74	1,511.93	1.62
OP - Other	18,929,533	18,407,595	7,325	96	2,584.24	2,512.98	20.15
Subtotal - Outpatient	27,084,947	20,609,106	23,253	305	1,164.79	886.30	22.56
Prof - Evaluation & Management	2,545,608	1,157,600	19,079	251	133.42	60.67	1.27
Prof - Maternity	31,033	13,501	28	0	1,108.32	482.17	0.01
Prof - Surgery	1,712,235	550,583	7,156	94	239.27	76.94	0.60
Prof - DME/Supplies	673,374	386,009	1,594	21	422.44	242.16	0.42
Prof - Lab	901,452	292,785	18,454	242	48.85	15.87	0.32
Prof - Radiology	1,166,795	419,910	21,725	285	53.71	19.33	0.46
Prof - Transportation	5,541,341	4,663,851	69,259	910	80.01	67.34	5.11
Prof - Other	4,851,885	2,589,465	1,452,018	19,075	3.34	1.78	2.83
Subtotal - Professional	17,423,722	10,073,705	1,589,313	20,879	10.96	6.34	11.03
Total	\$ 72,625,205	\$ 50,581,680					\$ 55.37

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5a

East

Waiver Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	9,446						
Home Health Care	15,153	7,480	32	41	473.53	233.76	0.79
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	14,726	1,672	7	9	2,103.75	238.90	0.18
OP - Laboratory	986	230	11	14	89.64	20.88	0.02
OP - Radiology	1,067	143	1	1	1,067.00	142.84	0.02
OP - Surgery	51,342	3,266	1	1	51,342.00	3,266.45	0.35
OP - Other	117,639	119,764	41	52	2,869.24	2,921.07	12.68
Subtotal - Outpatient	185,760	125,075	61	77	3,045.24	2,050.41	13.24
Prof - Evaluation & Management	13,362	5,379	98	124	136.35	54.89	0.57
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	5,993	1,703	350	445	17.12	4.87	0.18
Prof - DME/Supplies	2,538	1,390	7	9	362.55	198.63	0.15
Prof - Lab	4,290	1,101	76	97	56.45	14.48	0.12
Prof - Radiology	5,718	2,065	55	70	103.97	37.54	0.22
Prof - Transportation	16,453	9,278	115	146	143.07	80.68	0.98
Prof - Other	50,353	21,514	13,255	16,839	3.80	1.62	2.28
Subtotal - Professional	98,706	42,430	13,956	17,729	7.07	3.04	4.49
Total	\$ 299,619	\$ 174,986					\$ 18.52

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Medicaid (TANF & Related)												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			2,887,398					2,887,519				2,879,751
Home Health Care	38	242	0.76	1.180	1.033	0.93	0.999	0.93	1.150	1.000	1.002	1.07
IP - Maternity	118	726	7.15	1.050	1.027	7.71	0.995	7.67	1.050	1.000	0.998	8.03
IP - Newborn	172	891	12.77	1.017	1.027	13.33	0.983	13.10	1.050	1.000	1.017	14.00
IP - Medical	146	731	8.87	1.017	1.027	9.25	1.002	9.27	1.050	1.000	1.003	9.76
IP - Surgery	25	1,366	2.79	1.017	1.027	2.91	1.007	2.93	1.050	1.000	1.003	3.09
IP - Other	11	896	0.82	1.017	1.027	0.85	0.999	0.851	1.050	1.000	1.001	0.89
Subtotal - Inpatient	471	825	32.40			34.05	0.993	33.82	1.050	1.000	1.007	35.77
OP - Emergency Room	1,065	144	12.75	1.083	1.014	14.01	1.000	14.00	1.100	1.000	1.000	15.41
OP - Laboratory	897	14	1.08	1.037	1.014	1.13	0.998	1.13	1.050	1.000	1.000	1.18
OP - Radiology	757	39	2.45	1.037	1.014	2.58	1.003	2.59	1.050	1.000	1.001	2.72
OP - Surgery	154	800	10.26	1.037	1.014	10.78	1.001	10.79	1.050	1.000	1.000	11.33
OP - Other	222	154	2.84	1.037	1.014	2.99	0.997	2.98	1.050	1.000	1.000	3.13
Subtotal - Outpatient	3,094	114	29.38			31.49	1.000	31.49	1.072	1.000	1.000	33.77
Prof - Evaluation & Management	5,754	59	28.51	1.023	1.007	29.39	0.998	29.33	1.030	1.000	1.002	30.28
Prof - Maternity	116	573	5.54	1.023	1.007	5.71	0.995	5.68	1.030	1.000	0.998	5.84
Prof - Surgery	564	142	6.65	1.023	1.007	6.86	1.001	6.87	1.030	1.000	1.001	7.08
Prof - DME/Supplies	99	148	1.22	1.023	1.007	1.25	1.003	1.26	1.030	1.000	1.004	1.30
Prof - Lab	4,080	16	5.29	1.023	1.007	5.45	0.998	5.44	1.030	1.000	0.999	5.60
Prof - Radiology	1,421	47	5.52	1.023	1.007	5.69	1.000	5.69	1.030	1.000	1.000	5.86
Prof - Transportation	114	135	1.29	1.023	1.007	1.33	1.000	1.33	1.030	1.000	1.001	1.37
Prof - Other	8,580	17	12.10	1.023	1.007	12.48	1.000	12.48	1.030	1.000	1.001	12.87
Subtotal - Professional	20,728	38	66.12			68.16	0.999	68.08	1.030	1.000	1.001	70.20
Total			\$ 128.66			\$ 134.64	0.998	\$ 134.33	1.046	1.000	1.002	\$ 140.82
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 140.23			\$ 146.75		\$ 146.40				\$ 153.48

TennCare
FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: **East**

Exhibit 6a

Medicaid (TANF & Related)												
Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			95,622					93,371				95,640
Home Health Care	132	177	1.96	1.180	1.033	2.38	1.000	2.38	1.150	1.000	1.000	2.74
IP - Maternity	1	845	0.07	1.050	1.027	0.08	1.000	0.08	1.050	1.000	1.000	0.08
IP - Newborn	3,018	1,028	258.66	1.017	1.027	269.92	1.000	269.92	1.050	1.000	1.000	283.42
IP - Medical	404	589	19.86	1.017	1.027	20.72	1.000	20.72	1.050	1.000	1.000	21.76
IP - Surgery	55	666	3.03	1.017	1.027	3.16	1.000	3.16	1.050	1.000	1.000	3.32
IP - Other	21	713	1.23	1.017	1.027	1.28	1.000	1.283	1.050	1.000	1.000	1.35
Subtotal - Inpatient	3,499	970	282.85			295.16	1.000	295.16	1.050	1.000	1.000	309.92
OP - Emergency Room	1,297	125	13.53	1.083	1.014	14.87	1.000	14.87	1.100	1.000	1.000	16.35
OP - Laboratory	1,027	12	1.01	1.037	1.014	1.06	1.000	1.06	1.050	1.000	1.000	1.11
OP - Radiology	472	46	1.83	1.037	1.014	1.92	1.000	1.92	1.050	1.000	1.000	2.02
OP - Surgery	84	619	4.35	1.037	1.014	4.58	1.000	4.58	1.050	1.000	1.000	4.81
OP - Other	159	230	3.06	1.037	1.014	3.22	1.000	3.22	1.050	1.000	1.000	3.38
Subtotal - Outpatient	3,039	94	23.78			25.64	1.000	25.64	1.050	1.000	1.000	27.67
Prof - Evaluation & Management	15,993	72	95.31	1.023	1.007	98.25	1.000	98.25	1.030	1.000	1.000	101.19
Prof - Maternity	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	814	132	8.95	1.023	1.007	9.23	1.000	9.23	1.030	1.000	1.000	9.51
Prof - DME/Supplies	284	164	3.89	1.023	1.007	4.01	1.000	4.01	1.030	1.000	1.000	4.13
Prof - Lab	1,781	14	2.09	1.023	1.007	2.16	1.000	2.16	1.030	1.000	1.000	2.22
Prof - Radiology	1,439	21	2.52	1.023	1.007	2.59	1.000	2.59	1.030	1.000	1.000	2.67
Prof - Transportation	98	211	1.72	1.023	1.007	1.77	1.000	1.77	1.030	1.000	1.000	1.82
Prof - Other	21,923	13	24.64	1.023	1.007	25.40	1.000	25.40	1.030	1.000	1.000	26.16
Subtotal - Professional	42,331	39	139.12			143.40	1.000	143.40	1.030	1.000	1.000	147.71
Total			\$ 447.69			\$ 466.59	1.000	\$ 466.59	1.044	1.000	1.000	\$ 488.04
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 487.95			\$ 508.55		\$ 508.55				\$ 531.92

TennCare
FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: **East**

Exhibit 6a

Medicaid (TANF & Related)												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			1,547,654					1,550,048				1,544,899
Home Health Care	23	176	0.33	1.180	1.033	0.40	1.000	0.40	1.150	1.000	1.000	0.46
IP - Maternity	0	617	0.00	1.050	1.027	0.00	1.000	0.00	1.050	1.000	1.000	0.00
IP - Newborn	32	957	2.53	1.017	1.027	2.64	1.000	2.64	1.050	1.000	1.000	2.77
IP - Medical	70	637	3.69	1.017	1.027	3.85	1.000	3.85	1.050	1.000	1.000	4.04
IP - Surgery	8	1,103	0.71	1.017	1.027	0.74	1.000	0.74	1.050	1.000	1.000	0.78
IP - Other	5	1,427	0.54	1.017	1.027	0.57	1.000	0.566	1.050	1.000	1.000	0.59
Subtotal - Inpatient	114	789	7.47			7.80	1.000	7.80	1.050	1.000	1.000	8.19
OP - Emergency Room	848	115	8.14	1.083	1.014	8.94	1.000	8.94	1.100	1.000	1.000	9.84
OP - Laboratory	446	17	0.63	1.037	1.014	0.66	1.000	0.66	1.050	1.000	1.000	0.69
OP - Radiology	257	36	0.77	1.037	1.014	0.81	1.000	0.81	1.050	1.000	1.000	0.85
OP - Surgery	94	794	6.20	1.037	1.014	6.52	1.000	6.52	1.050	1.000	1.000	6.84
OP - Other	198	125	2.07	1.037	1.014	2.17	1.000	2.17	1.050	1.000	1.000	2.28
Subtotal - Outpatient	1,843	116	17.80			19.10	1.000	19.10	1.050	1.000	1.000	20.50
Prof - Evaluation & Management	4,737	56	21.94	1.023	1.007	22.62	1.000	22.62	1.030	1.000	1.000	23.30
Prof - Maternity	0	334	0.01	1.023	1.007	0.01	1.000	0.01	1.030	1.000	1.000	0.01
Prof - Surgery	387	95	3.08	1.023	1.007	3.17	1.000	3.17	1.030	1.000	1.000	3.27
Prof - DME/Supplies	71	105	0.62	1.023	1.007	0.64	1.000	0.64	1.030	1.000	1.000	0.66
Prof - Lab	1,885	12	1.89	1.023	1.007	1.94	1.000	1.94	1.030	1.000	1.000	2.00
Prof - Radiology	575	21	1.03	1.023	1.007	1.06	1.000	1.06	1.030	1.000	1.000	1.09
Prof - Transportation	55	134	0.61	1.023	1.007	0.63	1.000	0.63	1.030	1.000	1.000	0.65
Prof - Other	7,046	15	8.65	1.023	1.007	8.92	1.000	8.92	1.030	1.000	1.000	9.19
Subtotal - Professional	14,757	31	37.83			39.00	1.000	39.00	1.030	1.000	1.000	40.17
Total			\$ 63.44			\$ 66.30	1.000	\$ 66.30	1.039	1.000	1.000	\$ 69.32
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 69.14			\$ 72.26		\$ 72.26				\$ 75.56

TennCare
FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: **East**

Exhibit 6a

Medicaid (TANF & Related)												
Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			288,432					289,113				288,441
Home Health Care	17	287	0.41	1.180	1.033	0.50	1.000	0.50	1.150	1.000	1.000	0.58
IP - Maternity	336	687	19.22	1.050	1.027	20.72	1.000	20.72	1.050	1.000	1.000	21.75
IP - Newborn	165	674	9.29	1.017	1.027	9.70	1.000	9.70	1.050	1.000	1.000	10.18
IP - Medical	139	677	7.84	1.017	1.027	8.18	1.000	8.18	1.050	1.000	1.000	8.59
IP - Surgery	16	1,238	1.64	1.017	1.027	1.72	1.000	1.72	1.050	1.000	1.000	1.80
IP - Other	6	751	0.38	1.017	1.027	0.40	1.000	0.399	1.050	1.000	1.000	0.42
Subtotal - Inpatient	662	695	38.37			40.71	1.000	40.71	1.050	1.000	1.000	42.74
OP - Emergency Room	1,147	151	14.44	1.083	1.014	15.86	1.000	15.86	1.100	1.000	1.000	17.45
OP - Laboratory	1,450	14	1.71	1.037	1.014	1.80	1.000	1.80	1.050	1.000	1.000	1.89
OP - Radiology	686	39	2.26	1.037	1.014	2.37	1.000	2.37	1.050	1.000	1.000	2.49
OP - Surgery	159	550	7.31	1.037	1.014	7.69	1.000	7.69	1.050	1.000	1.000	8.07
OP - Other	231	163	3.15	1.037	1.014	3.31	1.000	3.31	1.050	1.000	1.000	3.47
Subtotal - Outpatient	3,672	94	28.86			31.03	1.000	31.03	1.050	1.000	1.000	33.38
Prof - Evaluation & Management	5,826	57	27.87	1.023	1.007	28.73	1.000	28.73	1.030	1.000	1.000	29.59
Prof - Maternity	310	592	15.28	1.023	1.007	15.75	1.000	15.75	1.030	1.000	1.000	16.22
Prof - Surgery	473	123	4.86	1.023	1.007	5.01	1.000	5.01	1.030	1.000	1.000	5.16
Prof - DME/Supplies	57	160	0.76	1.023	1.007	0.78	1.000	0.78	1.030	1.000	1.000	0.81
Prof - Lab	7,554	16	10.01	1.023	1.007	10.32	1.000	10.32	1.030	1.000	1.000	10.63
Prof - Radiology	1,816	58	8.77	1.023	1.007	9.04	1.000	9.04	1.030	1.000	1.000	9.31
Prof - Transportation	163	121	1.64	1.023	1.007	1.69	1.000	1.69	1.030	1.000	1.000	1.74
Prof - Other	7,012	23	13.25	1.023	1.007	13.65	1.000	13.65	1.030	1.000	1.000	14.06
Subtotal - Professional	23,211	43	82.44			84.98	1.000	84.98	1.030	1.000	1.000	87.53
Total			\$ 150.09			\$ 157.22	1.000	\$ 157.22	1.040	1.000	1.000	\$ 164.23
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 163.58			\$ 171.36		\$ 171.36				\$ 178.99

TennCare
FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: East

Exhibit 6a

Medicaid (TANF & Related)												
Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			238,188					237,838				235,773
Home Health Care	23	229	0.43	1.180	1.033	0.53	1.000	0.53	1.150	1.000	1.000	0.61
IP - Maternity	-	-	-	1.050	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Medical	80	816	5.43	1.017	1.027	5.66	1.000	5.66	1.050	1.000	1.000	5.95
IP - Surgery	17	897	1.24	1.017	1.027	1.29	1.000	1.29	1.050	1.000	1.000	1.36
IP - Other	8	768	0.52	1.017	1.027	0.54	1.000	0.542	1.050	1.000	1.000	0.57
Subtotal - Inpatient	104	826	7.18			7.50	1.000	7.50	1.050	1.000	1.000	7.87
OP - Emergency Room	717	146	8.75	1.083	1.014	9.61	1.000	9.61	1.100	1.000	1.000	10.57
OP - Laboratory	375	16	0.49	1.037	1.014	0.51	1.000	0.51	1.050	1.000	1.000	0.54
OP - Radiology	404	48	1.62	1.037	1.014	1.71	1.000	1.71	1.050	1.000	1.000	1.79
OP - Surgery	61	827	4.20	1.037	1.014	4.42	1.000	4.42	1.050	1.000	1.000	4.64
OP - Other	77	179	1.15	1.037	1.014	1.21	1.000	1.21	1.050	1.000	1.000	1.27
Subtotal - Outpatient	1,635	119	16.21			17.46	1.000	17.46	1.050	1.000	1.000	18.81
Prof - Evaluation & Management	3,145	58	15.26	1.023	1.007	15.73	1.000	15.73	1.030	1.000	1.000	16.20
Prof - Maternity	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	351	135	3.95	1.023	1.007	4.07	1.000	4.07	1.030	1.000	1.000	4.19
Prof - DME/Supplies	61	147	0.75	1.023	1.007	0.77	1.000	0.77	1.030	1.000	1.000	0.79
Prof - Lab	1,516	14	1.78	1.023	1.007	1.83	1.000	1.83	1.030	1.000	1.000	1.88
Prof - Radiology	1,005	29	2.45	1.023	1.007	2.52	1.000	2.52	1.030	1.000	1.000	2.60
Prof - Transportation	90	147	1.11	1.023	1.007	1.14	1.000	1.14	1.030	1.000	1.000	1.18
Prof - Other	5,491	15	6.67	1.023	1.007	6.87	1.000	6.87	1.030	1.000	1.000	7.08
Subtotal - Professional	11,659	33	31.95			32.94	1.000	32.94	1.030	1.000	1.000	33.92
Total			\$ 55.78			\$ 58.42	1.000	\$ 58.42	1.040	1.000	1.000	\$ 61.22
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 60.80			\$ 63.67		\$ 63.67				\$ 66.72

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: East

Medicaid (TANF & Related) Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			574,988					570,318				566,806
Home Health Care	54	242	1.08	1.180	1.033	1.32	1.000	1.32	1.150	1.000	1.000	1.52
IP - Maternity	424	742	26.23	1.050	1.027	28.28	1.000	28.28	1.050	1.000	1.000	29.69
IP - Newborn	193	599	9.65	1.017	1.027	10.07	1.000	10.07	1.050	1.000	1.000	10.57
IP - Medical	237	798	15.74	1.017	1.027	16.42	1.000	16.42	1.050	1.000	1.000	17.24
IP - Surgery	50	1,432	6.00	1.017	1.027	6.26	1.000	6.26	1.050	1.000	1.000	6.58
IP - Other	18	858	1.31	1.017	1.027	1.36	1.000	1.364	1.050	1.000	1.000	1.43
Subtotal - Inpatient	923	766	58.92			62.39	1.000	62.39	1.050	1.000	1.000	65.51
OP - Emergency Room	1,679	170	23.81	1.083	1.014	26.16	1.000	26.16	1.100	1.000	1.000	28.77
OP - Laboratory	1,999	13	2.24	1.037	1.014	2.35	1.000	2.35	1.050	1.000	1.000	2.47
OP - Radiology	1,852	38	5.89	1.037	1.014	6.19	1.000	6.19	1.050	1.000	1.000	6.50
OP - Surgery	324	828	22.36	1.037	1.014	23.51	1.000	23.51	1.050	1.000	1.000	24.69
OP - Other	328	141	3.85	1.037	1.014	4.05	1.000	4.05	1.050	1.000	1.000	4.25
Subtotal - Outpatient	6,182	113	58.14			62.26	1.000	62.26	1.050	1.000	1.000	66.68
Prof - Evaluation & Management	7,561	62	39.14	1.023	1.007	40.35	1.000	40.35	1.030	1.000	1.000	41.56
Prof - Maternity	427	566	20.13	1.023	1.007	20.75	1.000	20.75	1.030	1.000	1.000	21.38
Prof - Surgery	987	181	14.90	1.023	1.007	15.36	1.000	15.36	1.030	1.000	1.000	15.82
Prof - DME/Supplies	130	171	1.85	1.023	1.007	1.91	1.000	1.91	1.030	1.000	1.000	1.97
Prof - Lab	9,487	17	13.68	1.023	1.007	14.10	1.000	14.10	1.030	1.000	1.000	14.52
Prof - Radiology	3,260	59	15.98	1.023	1.007	16.47	1.000	16.47	1.030	1.000	1.000	16.96
Prof - Transportation	212	134	2.37	1.023	1.007	2.44	1.000	2.44	1.030	1.000	1.000	2.51
Prof - Other	10,879	20	18.20	1.023	1.007	18.76	1.000	18.76	1.030	1.000	1.000	19.32
Subtotal - Professional	32,943	46	126.25			130.14	1.000	130.14	1.030	1.000	1.000	134.04
Total			\$ 244.39			\$ 256.11	1.000	\$ 256.11	1.040	1.000	1.000	\$ 267.76
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 266.37			\$ 279.14		\$ 279.14				\$ 291.83

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Medicaid (TANF & Related)												
Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			75,208					78,000				79,112
Home Health Care	82	219	1.50	1.180	1.033	1.83	1.000	1.83	1.150	1.000	1.000	2.11
IP - Maternity	-	-	-	1.050	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Medical	359	1,023	30.66	1.017	1.027	31.99	1.000	31.99	1.050	1.000	1.000	33.59
IP - Surgery	97	1,877	15.12	1.017	1.027	15.78	1.000	15.78	1.050	1.000	1.000	16.57
IP - Other	30	901	2.24	1.017	1.027	2.34	1.000	2.338	1.050	1.000	1.000	2.46
Subtotal - Inpatient	486	1,186	48.02			50.11	1.000	50.11	1.050	1.000	1.000	52.62
OP - Emergency Room	1,484	194	23.99	1.083	1.014	26.36	1.000	26.36	1.100	1.000	1.000	28.99
OP - Laboratory	578	12	0.59	1.037	1.014	0.62	1.000	0.62	1.050	1.000	1.000	0.65
OP - Radiology	1,576	52	6.86	1.037	1.014	7.22	1.000	7.22	1.050	1.000	1.000	7.58
OP - Surgery	251	974	20.39	1.037	1.014	21.44	1.000	21.44	1.050	1.000	1.000	22.52
OP - Other	241	331	6.63	1.037	1.014	6.97	1.000	6.97	1.050	1.000	1.000	7.32
Subtotal - Outpatient	4,129	170	58.46			62.61	1.000	62.61	1.050	1.000	1.000	67.05
Prof - Evaluation & Management	5,901	63	30.85	1.023	1.007	31.80	1.000	31.80	1.030	1.000	1.000	32.76
Prof - Maternity	0	1,159	0.02	1.023	1.007	0.02	1.000	0.02	1.030	1.000	1.000	0.02
Prof - Surgery	966	198	15.97	1.023	1.007	16.47	1.000	16.47	1.030	1.000	1.000	16.96
Prof - DME/Supplies	226	209	3.95	1.023	1.007	4.07	1.000	4.07	1.030	1.000	1.000	4.19
Prof - Lab	3,278	16	4.28	1.023	1.007	4.41	1.000	4.41	1.030	1.000	1.000	4.54
Prof - Radiology	2,684	45	10.13	1.023	1.007	10.44	1.000	10.44	1.030	1.000	1.000	10.75
Prof - Transportation	183	199	3.04	1.023	1.007	3.13	1.000	3.13	1.030	1.000	1.000	3.23
Prof - Other	8,863	22	16.20	1.023	1.007	16.70	1.000	16.70	1.030	1.000	1.000	17.20
Subtotal - Professional	22,102	46	84.44			87.04	1.000	87.04	1.030	1.000	1.000	89.65
Total			\$ 192.42			\$ 201.59	1.000	\$ 201.59	1.042	1.000	1.000	\$ 211.43
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 209.72			\$ 219.72		\$ 219.72				\$ 230.44

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Medicaid (TANF & Related) Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			60,861					63,157				63,631
Home Health Care	216	392	7.08	1.180	1.033	8.63	1.000	8.63	1.150	1.000	1.000	9.92
IP - Maternity	4	703	0.21	1.050	1.027	0.22	1.000	0.22	1.050	1.000	1.000	0.24
IP - Newborn	0	195	0.01	1.017	1.027	0.01	1.000	0.01	1.050	1.000	1.000	0.01
IP - Medical	578	944	45.43	1.017	1.027	47.41	1.000	47.41	1.050	1.000	1.000	49.78
IP - Surgery	143	1,783	21.18	1.017	1.027	22.10	1.000	22.10	1.050	1.000	1.000	23.20
IP - Other	55	659	3.00	1.017	1.027	3.13	1.000	3.131	1.050	1.000	1.000	3.29
Subtotal - Inpatient	779	1,076	69.82			72.87	1.000	72.87	1.050	1.000	1.000	76.51
OP - Emergency Room	973	234	19.01	1.083	1.014	20.89	1.000	20.89	1.100	1.000	1.000	22.97
OP - Laboratory	1,492	12	1.53	1.037	1.014	1.61	1.000	1.61	1.050	1.000	1.000	1.69
OP - Radiology	4,320	35	12.71	1.037	1.014	13.37	1.000	13.37	1.050	1.000	1.000	14.04
OP - Surgery	402	991	33.21	1.037	1.014	34.92	1.000	34.92	1.050	1.000	1.000	36.67
OP - Other	419	219	7.66	1.037	1.014	8.06	1.000	8.06	1.050	1.000	1.000	8.46
Subtotal - Outpatient	7,607	117	74.13			78.84	1.000	78.84	1.050	1.000	1.000	83.83
Prof - Evaluation & Management	8,521	62	43.85	1.023	1.007	45.20	1.000	45.20	1.030	1.000	1.000	46.56
Prof - Maternity	2	497	0.10	1.023	1.007	0.10	1.000	0.10	1.030	1.000	1.000	0.10
Prof - Surgery	1,475	195	24.02	1.023	1.007	24.76	1.000	24.76	1.030	1.000	1.000	25.50
Prof - DME/Supplies	412	196	6.72	1.023	1.007	6.93	1.000	6.93	1.030	1.000	1.000	7.14
Prof - Lab	7,287	17	10.43	1.023	1.007	10.75	1.000	10.75	1.030	1.000	1.000	11.08
Prof - Radiology	3,804	54	17.05	1.023	1.007	17.57	1.000	17.57	1.030	1.000	1.000	18.10
Prof - Transportation	463	108	4.15	1.023	1.007	4.28	1.000	4.28	1.030	1.000	1.000	4.41
Prof - Other	24,057	17	33.98	1.023	1.007	35.02	1.000	35.02	1.030	1.000	1.000	36.07
Subtotal - Professional	46,021	37	140.30			144.62	1.000	144.62	1.030	1.000	1.000	148.96
Total			\$ 291.32			\$ 304.96	1.000	\$ 304.96	1.043	1.000	1.000	\$ 319.22
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 317.52			\$ 332.38		\$ 332.38				\$ 347.93

TennCare
FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: **East**

Exhibit 6a

Medicaid (TANF & Related)												
Age 65+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			6,444					5,673				5,447
Home Health Care	155	1,420	18.29	1.180	1.033	22.29	1.000	22.29	1.150	1.000	1.000	25.63
IP - Maternity	-	-	-	1.050	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Medical	2,577	228	48.99	1.017	1.027	51.12	1.000	51.12	1.050	1.000	1.000	53.67
IP - Surgery	41	1,316	4.49	1.017	1.027	4.69	1.000	4.69	1.050	1.000	1.000	4.92
IP - Other	426	280	9.95	1.017	1.027	10.38	1.000	10.382	1.050	1.000	1.000	10.90
Subtotal - Inpatient	3,045	250	63.43			66.19	1.000	66.19	1.050	1.000	1.000	69.50
OP - Emergency Room	108	410	3.69	1.083	1.014	4.05	1.000	4.05	1.100	1.000	1.000	4.46
OP - Laboratory	1,454	9	1.06	1.037	1.014	1.11	1.000	1.11	1.050	1.000	1.000	1.17
OP - Radiology	348	46	1.35	1.037	1.014	1.42	1.000	1.42	1.050	1.000	1.000	1.49
OP - Surgery	99	1,530	12.58	1.037	1.014	13.23	1.000	13.23	1.050	1.000	1.000	13.89
OP - Other	320	2,048	54.66	1.037	1.014	57.48	1.000	57.48	1.050	1.000	1.000	60.35
Subtotal - Outpatient	2,330	378	73.34			77.29	1.000	77.29	1.050	1.000	1.000	81.36
Prof - Evaluation & Management	1,970	67	10.99	1.023	1.007	11.33	1.000	11.33	1.030	1.000	1.000	11.67
Prof - Maternity	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	212	211	3.74	1.023	1.007	3.85	1.000	3.85	1.030	1.000	1.000	3.97
Prof - DME/Supplies	54	298	1.34	1.023	1.007	1.38	1.000	1.38	1.030	1.000	1.000	1.42
Prof - Lab	1,061	18	1.56	1.023	1.007	1.61	1.000	1.61	1.030	1.000	1.000	1.66
Prof - Radiology	817	31	2.08	1.023	1.007	2.15	1.000	2.15	1.030	1.000	1.000	2.21
Prof - Transportation	546	125	5.70	1.023	1.007	5.87	1.000	5.87	1.030	1.000	1.000	6.05
Prof - Other	8,888	9	6.80	1.023	1.007	7.01	1.000	7.01	1.030	1.000	1.000	7.22
Subtotal - Professional	13,549	29	32.21			33.20	1.000	33.20	1.030	1.000	1.000	34.20
Total			\$ 187.27			\$ 198.98	1.000	\$ 198.98	1.058	1.000	1.000	\$ 210.69
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 204.11			\$ 216.87		\$ 216.87				\$ 229.64

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Medically Needy All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			463,102					358,043				355,110
Home Health Care	80	684	4.55	1.148	1.033	5.40	0.639	3.45	1.100	1.000	0.975	3.70
IP - Maternity	42	711	2.49	1.057	1.027	2.70	1.196	3.23	1.060	1.000	1.007	3.45
IP - Newborn	23	782	1.50	1.057	1.027	1.63	1.196	1.94	1.060	1.000	1.007	2.07
IP - Medical	234	762	14.88	1.057	1.027	16.14	0.994	16.04	1.060	1.000	0.997	16.94
IP - Surgery	52	1,557	6.72	1.057	1.027	7.29	1.029	7.50	1.060	1.000	0.992	7.89
IP - Other	45	496	1.86	1.057	1.027	2.02	0.975	1.968	1.060	1.000	1.004	2.10
Subtotal - Inpatient	396	832	27.45			29.78	1.030	30.68	1.060	1.000	0.998	32.45
OP - Emergency Room	907	188	14.19	1.116	1.014	16.05	1.135	18.22	1.100	1.000	1.005	20.15
OP - Laboratory	815	13	0.88	1.037	1.014	0.92	1.072	0.99	1.050	1.000	0.999	1.04
OP - Radiology	1,181	39	3.88	1.037	1.014	4.08	1.035	4.22	1.050	1.000	0.997	4.42
OP - Surgery	166	973	13.43	1.050	1.014	14.30	1.019	14.58	1.050	1.000	0.995	15.23
OP - Other	194	644	10.40	1.083	1.014	11.42	0.589	6.72	1.100	1.000	0.989	7.31
Subtotal - Outpatient	3,262	157	42.77			46.78	0.956	44.72	1.078	1.000	0.999	48.14
Prof - Evaluation & Management	4,407	60	21.94	1.064	1.007	23.50	1.074	25.25	1.070	1.000	0.999	26.99
Prof - Maternity	48	525	2.12	1.064	1.007	2.27	1.197	2.71	1.070	1.000	1.006	2.92
Prof - Surgery	612	165	8.41	1.064	1.007	9.01	1.050	9.46	1.070	1.000	0.998	10.10
Prof - DME/Supplies	130	199	2.15	1.064	1.007	2.31	0.968	2.23	1.070	1.000	0.992	2.37
Prof - Lab	3,768	16	5.13	1.064	1.007	5.50	1.093	6.01	1.070	1.000	0.999	6.42
Prof - Radiology	1,719	47	6.70	1.064	1.007	7.18	1.071	7.69	1.070	1.000	1.000	8.23
Prof - Transportation	220	114	2.08	1.064	1.007	2.23	0.935	2.08	1.070	1.000	0.998	2.22
Prof - Other	14,834	11	13.23	1.064	1.007	14.18	0.959	13.60	1.070	1.000	0.992	14.42
Subtotal - Professional	25,739	29	61.76			66.16	1.043	69.02	1.070	1.000	0.998	73.68
Total			\$ 136.53			\$ 148.12	0.998	\$ 147.88	1.071	1.000	0.997	\$ 157.97
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 148.81			\$ 161.44		\$ 161.18				\$ 172.17

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Medically Needy Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			115					169				193
Home Health Care	105	16	0.14	1.148	1.033	0.17	1.000	0.17	1.100	1.000	1.000	0.18
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	732	423	25.80	1.057	1.027	27.99	1.000	27.99	1.060	1.000	1.000	29.67
IP - Medical	314	217	5.69	1.057	1.027	6.17	1.000	6.17	1.060	1.000	1.000	6.54
IP - Surgery	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	1,046	361	31.49			34.16	1.000	34.16	1.060	1.000	1.000	36.21
OP - Emergency Room	314	148	3.86	1.116	1.014	4.37	1.000	4.37	1.100	1.000	1.000	4.81
OP - Laboratory	523	9	0.38	1.037	1.014	0.40	1.000	0.40	1.050	1.000	1.000	0.42
OP - Radiology	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Surgery	105	1,123	9.79	1.050	1.014	10.42	1.000	10.42	1.050	1.000	1.000	10.95
OP - Other	209	45	0.78	1.083	1.014	0.85	1.000	0.85	1.100	1.000	1.000	0.94
Subtotal - Outpatient	1,151	154	14.81			16.05	1.000	16.05	1.100	1.000	1.000	17.11
Prof - Evaluation & Management	10,985	54	49.22	1.064	1.007	52.72	1.000	52.72	1.070	1.000	1.000	56.42
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	523	105	4.58	1.064	1.007	4.90	1.000	4.90	1.070	1.000	1.000	5.24
Prof - DME/Supplies	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Lab	418	29	1.01	1.064	1.007	1.09	1.000	1.09	1.070	1.000	1.000	1.16
Prof - Radiology	105	11	0.10	1.064	1.007	0.10	1.000	0.10	1.070	1.000	1.000	0.11
Prof - Transportation	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Other	16,217	10	13.78	1.064	1.007	14.76	1.000	14.76	1.070	1.000	1.000	15.80
Subtotal - Professional	28,248	29	68.69			73.58	1.000	73.58	1.070	1.000	1.000	78.73
Total			\$ 115.12			\$ 123.96	1.000	\$ 123.96	1.071	1.000	1.000	\$ 132.24
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 125.47			\$ 135.10		\$ 135.10				\$ 144.13

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs: East

Exhibit 6a

Medically Needy												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			57,745					40,653				39,306
Home Health Care	29	601	1.46	1.148	1.033	1.73	1.000	1.73	1.100	1.000	1.000	1.90
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	0	266	0.01	1.057	1.027	0.01	1.000	0.01	1.060	1.000	1.000	0.01
IP - Medical	78	680	4.44	1.057	1.027	4.81	1.000	4.81	1.060	1.000	1.000	5.10
IP - Surgery	5	913	0.41	1.057	1.027	0.45	1.000	0.45	1.060	1.000	1.000	0.47
IP - Other	3	705	0.20	1.057	1.027	0.21	1.000	0.212	1.060	1.000	1.000	0.22
Subtotal - Inpatient	87	693	5.05			5.48	1.000	5.48	1.060	1.000	1.000	5.81
OP - Emergency Room	661	125	6.91	1.116	1.014	7.83	1.000	7.83	1.100	1.000	1.000	8.61
OP - Laboratory	576	16	0.75	1.037	1.014	0.79	1.000	0.79	1.050	1.000	1.000	0.83
OP - Radiology	338	44	1.24	1.037	1.014	1.30	1.000	1.30	1.050	1.000	1.000	1.37
OP - Surgery	112	752	7.00	1.050	1.014	7.45	1.000	7.45	1.050	1.000	1.000	7.82
OP - Other	167	266	3.72	1.083	1.014	4.08	1.000	4.08	1.100	1.000	1.000	4.49
Subtotal - Outpatient	1,854	127	19.62			21.46	1.000	21.46	1.100	1.000	1.000	23.13
Prof - Evaluation & Management	4,477	53	19.67	1.064	1.007	21.07	1.000	21.07	1.070	1.000	1.000	22.54
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	423	102	3.61	1.064	1.007	3.87	1.000	3.87	1.070	1.000	1.000	4.14
Prof - DME/Supplies	53	180	0.79	1.064	1.007	0.85	1.000	0.85	1.070	1.000	1.000	0.91
Prof - Lab	1,991	13	2.18	1.064	1.007	2.34	1.000	2.34	1.070	1.000	1.000	2.50
Prof - Radiology	673	25	1.38	1.064	1.007	1.48	1.000	1.48	1.070	1.000	1.000	1.58
Prof - Transportation	21	197	0.34	1.064	1.007	0.37	1.000	0.37	1.070	1.000	1.000	0.40
Prof - Other	8,288	13	8.73	1.064	1.007	9.35	1.000	9.35	1.070	1.000	1.000	10.01
Subtotal - Professional	15,926	28	36.71			39.33	1.000	39.33	1.070	1.000	1.000	42.08
Total			\$ 62.84			\$ 67.99	1.000	\$ 67.99	1.079	1.000	1.000	\$ 72.92
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 68.49			\$ 74.11		\$ 74.11				\$ 79.47

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: **East**

Exhibit 6a

Medically Needy Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			46,065					41,252				40,854
Home Health Care	22	391	0.71	1.148	1.033	0.85	1.000	0.85	1.100	1.000	1.000	0.93
IP - Maternity	147	699	8.54	1.057	1.027	9.27	1.000	9.27	1.060	1.000	1.000	9.83
IP - Newborn	85	874	6.22	1.057	1.027	6.75	1.000	6.75	1.060	1.000	1.000	7.15
IP - Medical	145	851	10.29	1.057	1.027	11.16	1.000	11.16	1.060	1.000	1.000	11.83
IP - Surgery	20	1,048	1.75	1.057	1.027	1.90	1.000	1.90	1.060	1.000	1.000	2.01
IP - Other	23	546	1.07	1.057	1.027	1.16	1.000	1.158	1.060	1.000	1.000	1.23
Subtotal - Inpatient	421	795	27.87			30.24	1.000	30.24	1.060	1.000	1.000	32.05
OP - Emergency Room	1,528	177	22.57	1.116	1.014	25.54	1.000	25.54	1.100	1.000	1.000	28.09
OP - Laboratory	1,405	13	1.54	1.037	1.014	1.62	1.000	1.62	1.050	1.000	1.000	1.70
OP - Radiology	829	46	3.20	1.037	1.014	3.37	1.000	3.37	1.050	1.000	1.000	3.54
OP - Surgery	173	784	11.31	1.050	1.014	12.05	1.000	12.05	1.050	1.000	1.000	12.65
OP - Other	225	140	2.62	1.083	1.014	2.87	1.000	2.87	1.100	1.000	1.000	3.16
Subtotal - Outpatient	4,159	119	41.23			45.44	1.000	45.44	1.100	1.000	1.000	49.14
Prof - Evaluation & Management	6,062	60	30.51	1.064	1.007	32.68	1.000	32.68	1.070	1.000	1.000	34.97
Prof - Maternity	166	527	7.27	1.064	1.007	7.79	1.000	7.79	1.070	1.000	1.000	8.33
Prof - Surgery	549	136	6.21	1.064	1.007	6.65	1.000	6.65	1.070	1.000	1.000	7.12
Prof - DME/Supplies	67	149	0.83	1.064	1.007	0.89	1.000	0.89	1.070	1.000	1.000	0.95
Prof - Lab	8,041	17	11.09	1.064	1.007	11.88	1.000	11.88	1.070	1.000	1.000	12.71
Prof - Radiology	2,056	52	8.93	1.064	1.007	9.57	1.000	9.57	1.070	1.000	1.000	10.23
Prof - Transportation	127	158	1.66	1.064	1.007	1.78	1.000	1.78	1.070	1.000	1.000	1.91
Prof - Other	8,722	17	12.64	1.064	1.007	13.55	1.000	13.55	1.070	1.000	1.000	14.49
Subtotal - Professional	25,789	37	79.15			84.79	1.000	84.79	1.070	1.000	1.000	90.72
Total			\$ 148.96			\$ 161.31	1.000	\$ 161.31	1.077	1.000	1.000	\$ 172.84
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 162.36			\$ 175.82		\$ 175.82				\$ 188.38

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: **East**

Exhibit 6a

Medically Needy Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			43,163					37,572				36,653
Home Health Care	24	293	0.58	1.148	1.033	0.69	1.000	0.69	1.100	1.000	1.000	0.76
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	2	444	0.08	1.057	1.027	0.09	1.000	0.09	1.060	1.000	1.000	0.09
IP - Medical	148	1,262	15.55	1.057	1.027	16.87	1.000	16.87	1.060	1.000	1.000	17.88
IP - Surgery	81	2,789	18.80	1.057	1.027	20.40	1.000	20.40	1.060	1.000	1.000	21.62
IP - Other	26	579	1.26	1.057	1.027	1.37	1.000	1.367	1.060	1.000	1.000	1.45
Subtotal - Inpatient	257	1,666	35.70			38.73	1.000	38.73	1.060	1.000	1.000	41.05
OP - Emergency Room	1,067	168	14.93	1.116	1.014	16.89	1.000	16.89	1.100	1.000	1.000	18.58
OP - Laboratory	339	17	0.49	1.037	1.014	0.52	1.000	0.52	1.050	1.000	1.000	0.54
OP - Radiology	665	32	1.76	1.037	1.014	1.85	1.000	1.85	1.050	1.000	1.000	1.95
OP - Surgery	79	1,215	7.97	1.050	1.014	8.48	1.000	8.48	1.050	1.000	1.000	8.91
OP - Other	96	229	1.83	1.083	1.014	2.01	1.000	2.01	1.100	1.000	1.000	2.22
Subtotal - Outpatient	2,246	144	26.98			29.76	1.000	29.76	1.100	1.000	1.000	32.20
Prof - Evaluation & Management	3,237	61	16.52	1.064	1.007	17.69	1.000	17.69	1.070	1.000	1.000	18.93
Prof - Maternity	1	706	0.03	1.064	1.007	0.04	1.000	0.04	1.070	1.000	1.000	0.04
Prof - Surgery	422	176	6.19	1.064	1.007	6.63	1.000	6.63	1.070	1.000	1.000	7.10
Prof - DME/Supplies	56	193	0.89	1.064	1.007	0.96	1.000	0.96	1.070	1.000	1.000	1.03
Prof - Lab	1,353	15	1.71	1.064	1.007	1.84	1.000	1.84	1.070	1.000	1.000	1.97
Prof - Radiology	1,415	34	4.04	1.064	1.007	4.33	1.000	4.33	1.070	1.000	1.000	4.63
Prof - Transportation	89	243	1.81	1.064	1.007	1.94	1.000	1.94	1.070	1.000	1.000	2.07
Prof - Other	5,646	15	6.92	1.064	1.007	7.41	1.000	7.41	1.070	1.000	1.000	7.93
Subtotal - Professional	12,218	37	38.12			40.83	1.000	40.83	1.070	1.000	1.000	43.69
Total			\$ 101.38			\$ 110.01	1.000	\$ 110.01	1.075	1.000	1.000	\$ 117.70
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 110.49			\$ 119.91		\$ 119.91				\$ 128.28

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: East

Medically Needy Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			114,387					107,759				107,997
Home Health Care	47	279	1.10	1.148	1.033	1.31	1.000	1.31	1.100	1.000	1.000	1.44
IP - Maternity	111	717	6.63	1.057	1.027	7.19	1.000	7.19	1.060	1.000	1.000	7.62
IP - Newborn	57	738	3.50	1.057	1.027	3.80	1.000	3.80	1.060	1.000	1.000	4.02
IP - Medical	151	836	10.51	1.057	1.027	11.40	1.000	11.40	1.060	1.000	1.000	12.09
IP - Surgery	45	1,259	4.74	1.057	1.027	5.14	1.000	5.14	1.060	1.000	1.000	5.45
IP - Other	15	798	1.00	1.057	1.027	1.09	1.000	1.090	1.060	1.000	1.000	1.15
Subtotal - Inpatient	379	836	26.38			28.62	1.000	28.62	1.060	1.000	1.000	30.34
OP - Emergency Room	1,228	185	18.94	1.116	1.014	21.44	1.000	21.44	1.100	1.000	1.000	23.58
OP - Laboratory	1,131	13	1.20	1.037	1.014	1.26	1.000	1.26	1.050	1.000	1.000	1.32
OP - Radiology	1,468	41	4.99	1.037	1.014	5.25	1.000	5.25	1.050	1.000	1.000	5.51
OP - Surgery	214	902	16.09	1.050	1.014	17.14	1.000	17.14	1.050	1.000	1.000	18.00
OP - Other	194	189	3.05	1.083	1.014	3.35	1.000	3.35	1.100	1.000	1.000	3.69
Subtotal - Outpatient	4,236	125	44.28			48.44	1.000	48.44	1.100	1.000	1.000	52.10
Prof - Evaluation & Management	5,535	60	27.89	1.064	1.007	29.88	1.000	29.88	1.070	1.000	1.000	31.97
Prof - Maternity	129	523	5.61	1.064	1.007	6.01	1.000	6.01	1.070	1.000	1.000	6.43
Prof - Surgery	727	180	10.92	1.064	1.007	11.69	1.000	11.69	1.070	1.000	1.000	12.51
Prof - DME/Supplies	109	158	1.43	1.064	1.007	1.53	1.000	1.53	1.070	1.000	1.000	1.64
Prof - Lab	6,092	17	8.73	1.064	1.007	9.36	1.000	9.36	1.070	1.000	1.000	10.01
Prof - Radiology	2,256	53	9.93	1.064	1.007	10.64	1.000	10.64	1.070	1.000	1.000	11.38
Prof - Transportation	154	146	1.88	1.064	1.007	2.01	1.000	2.01	1.070	1.000	1.000	2.15
Prof - Other	6,960	20	11.49	1.064	1.007	12.31	1.000	12.31	1.070	1.000	1.000	13.17
Subtotal - Professional	21,961	43	77.88			83.43	1.000	83.43	1.070	1.000	1.000	89.27
Total			\$ 149.64			\$ 161.80	1.000	\$ 161.80	1.077	1.000	1.000	\$ 173.15
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 163.10			\$ 176.35		\$ 176.35				\$ 188.72

TennCare
FY 2008 Per Capita Cost Development
 Development of Per Capita Costs: East

Exhibit 6a

Medically Needy												
Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			73,460					74,479				76,703
Home Health Care	55	280	1.29	1.148	1.033	1.53	1.000	1.53	1.100	1.000	1.000	1.68
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	200	1,117	18.63	1.057	1.027	20.21	1.000	20.21	1.060	1.000	1.000	21.43
IP - Surgery	45	1,705	6.40	1.057	1.027	6.95	1.000	6.95	1.060	1.000	1.000	7.36
IP - Other	30	1,409	3.55	1.057	1.027	3.85	1.000	3.85	1.060	1.000	1.000	4.08
Subtotal - Inpatient	275	1,246	28.59			31.01	1.000	31.01	1.060	1.000	1.000	32.87
OP - Emergency Room	1,144	194	18.53	1.116	1.014	20.97	1.000	20.97	1.100	1.000	1.000	23.07
OP - Laboratory	403	17	0.58	1.037	1.014	0.61	1.000	0.61	1.050	1.000	1.000	0.64
OP - Radiology	848	49	3.48	1.037	1.014	3.65	1.000	3.65	1.050	1.000	1.000	3.84
OP - Surgery	129	951	10.19	1.050	1.014	10.85	1.000	10.85	1.050	1.000	1.000	11.39
OP - Other	119	584	5.79	1.083	1.014	6.37	1.000	6.37	1.100	1.000	1.000	7.00
Subtotal - Outpatient	2,642	175	38.57			42.45	1.000	42.45	1.100	1.000	1.000	45.94
Prof - Evaluation & Management	3,587	62	18.41	1.064	1.007	19.72	1.000	19.72	1.070	1.000	1.000	21.10
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	486	198	8.03	1.064	1.007	8.60	1.000	8.60	1.070	1.000	1.000	9.20
Prof - DME/Supplies	111	273	2.53	1.064	1.007	2.72	1.000	2.72	1.070	1.000	1.000	2.91
Prof - Lab	1,601	16	2.13	1.064	1.007	2.28	1.000	2.28	1.070	1.000	1.000	2.44
Prof - Radiology	1,617	40	5.35	1.064	1.007	5.73	1.000	5.73	1.070	1.000	1.000	6.13
Prof - Transportation	134	182	2.03	1.064	1.007	2.17	1.000	2.17	1.070	1.000	1.000	2.32
Prof - Other	8,951	12	9.23	1.064	1.007	9.89	1.000	9.89	1.070	1.000	1.000	10.58
Subtotal - Professional	16,487	35	47.71			51.11	1.000	51.11	1.070	1.000	1.000	54.69
Total			\$ 116.15			\$ 126.10	1.000	\$ 126.10	1.078	1.000	1.000	\$ 135.18
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 126.60			\$ 137.44		\$ 137.44				\$ 147.34

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: East

Medically Needy Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			73,805					45,604				43,207
Home Health Care	226	642	12.07	1.148	1.033	14.32	1.000	14.32	1.100	1.000	1.000	15.75
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	477	817	32.49	1.057	1.027	35.25	1.000	35.25	1.060	1.000	1.000	37.36
IP - Surgery	133	1,337	14.78	1.057	1.027	16.03	1.000	16.03	1.060	1.000	1.000	16.99
IP - Other	76	533	3.38	1.057	1.027	3.67	1.000	3.665	1.060	1.000	1.000	3.89
Subtotal - Inpatient	686	886	50.65			54.95	1.000	54.95	1.060	1.000	1.000	58.24
OP - Emergency Room	532	276	12.21	1.116	1.014	13.82	1.000	13.82	1.100	1.000	1.000	15.20
OP - Laboratory	1,278	10	1.09	1.037	1.014	1.14	1.000	1.14	1.050	1.000	1.000	1.20
OP - Radiology	2,860	35	8.33	1.037	1.014	8.76	1.000	8.76	1.050	1.000	1.000	9.20
OP - Surgery	305	1,130	28.69	1.050	1.014	30.56	1.000	30.56	1.050	1.000	1.000	32.09
OP - Other	313	488	12.74	1.083	1.014	14.00	1.000	14.00	1.100	1.000	1.000	15.40
Subtotal - Outpatient	5,287	143	63.06			68.28	1.000	68.28	1.100	1.000	1.000	73.09
Prof - Evaluation & Management	5,807	61	29.30	1.064	1.007	31.39	1.000	31.39	1.070	1.000	1.000	33.59
Prof - Maternity	0	734	0.01	1.064	1.007	0.01	1.000	0.01	1.070	1.000	1.000	0.01
Prof - Surgery	1,185	162	15.95	1.064	1.007	17.08	1.000	17.08	1.070	1.000	1.000	18.28
Prof - DME/Supplies	375	206	6.44	1.064	1.007	6.90	1.000	6.90	1.070	1.000	1.000	7.38
Prof - Lab	4,798	16	6.32	1.064	1.007	6.77	1.000	6.77	1.070	1.000	1.000	7.25
Prof - Radiology	2,598	52	11.16	1.064	1.007	11.96	1.000	11.96	1.070	1.000	1.000	12.79
Prof - Transportation	482	88	3.51	1.064	1.007	3.76	1.000	3.76	1.070	1.000	1.000	4.03
Prof - Other	44,528	8	30.24	1.064	1.007	32.40	1.000	32.40	1.070	1.000	1.000	34.67
Subtotal - Professional	59,773	21	102.94			110.28	1.000	110.28	1.070	1.000	1.000	118.00
Total			\$ 228.73			\$ 247.82	1.000	\$ 247.82	1.078	1.000	1.000	\$ 265.08
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 249.29			\$ 270.11		\$ 270.11				\$ 288.91

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Medically Needy Age 65+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			54,360					10,555				10,198
Home Health Care	130	1,446	15.69	1.148	1.033	18.61	1.000	18.61	1.100	1.000	1.000	20.47
IP - Maternity	0	1,096	0.04	1.057	1.027	0.04	1.000	0.04	1.060	1.000	1.000	0.05
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	436	263	9.55	1.057	1.027	10.36	1.000	10.36	1.060	1.000	1.000	10.99
IP - Surgery	18	1,138	1.72	1.057	1.027	1.86	1.000	1.86	1.060	1.000	1.000	1.97
IP - Other	163	164	2.24	1.057	1.027	2.43	1.000	2.428	1.060	1.000	1.000	2.57
Subtotal - Inpatient	618	263	13.55			14.70	1.000	14.70	1.060	1.000	1.000	15.58
OP - Emergency Room	28	448	1.03	1.116	1.014	1.17	1.000	1.17	1.100	1.000	1.000	1.28
OP - Laboratory	207	11	0.20	1.037	1.014	0.21	1.000	0.21	1.050	1.000	1.000	0.22
OP - Radiology	354	37	1.10	1.037	1.014	1.16	1.000	1.16	1.050	1.000	1.000	1.22
OP - Surgery	45	1,204	4.47	1.050	1.014	4.77	1.000	4.77	1.050	1.000	1.000	5.00
OP - Other	210	2,820	49.39	1.083	1.014	54.27	1.000	54.27	1.100	1.000	1.000	59.70
Subtotal - Outpatient	843	800	56.20			61.56	1.000	61.56	1.100	1.000	1.000	67.41
Prof - Evaluation & Management	680	63	3.56	1.064	1.007	3.81	1.000	3.81	1.070	1.000	1.000	4.08
Prof - Maternity	0	893	0.02	1.064	1.007	0.02	1.000	0.02	1.070	1.000	1.000	0.02
Prof - Surgery	169	151	2.13	1.064	1.007	2.28	1.000	2.28	1.070	1.000	1.000	2.44
Prof - DME/Supplies	62	177	0.91	1.064	1.007	0.97	1.000	0.97	1.070	1.000	1.000	1.04
Prof - Lab	604	16	0.79	1.064	1.007	0.85	1.000	0.85	1.070	1.000	1.000	0.91
Prof - Radiology	605	32	1.60	1.064	1.007	1.71	1.000	1.71	1.070	1.000	1.000	1.83
Prof - Transportation	512	72	3.06	1.064	1.007	3.28	1.000	3.28	1.070	1.000	1.000	3.50
Prof - Other	18,467	6	9.51	1.064	1.007	10.19	1.000	10.19	1.070	1.000	1.000	10.90
Subtotal - Professional	21,099	12	21.58			23.12	1.000	23.12	1.070	1.000	1.000	24.73
Total			\$ 107.02			\$ 117.99	1.000	\$ 117.99	1.089	1.000	1.000	\$ 128.20
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 116.64			\$ 128.60		\$ 128.60				\$ 139.73

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Uninsured/Uninsurable All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			208,631					176,519				163,824
Home Health Care	42	465	1.62	1.180	1.033	1.98	0.980	1.94	1.150	1.000	0.846	1.89
IP - Maternity	5	677	0.28	1.050	1.027	0.30	0.815	0.25	1.050	1.000	0.809	0.21
IP - Newborn	5	962	0.38	1.017	1.027	0.40	0.665	0.27	1.050	1.000	0.434	0.12
IP - Medical	150	827	10.36	1.017	1.027	10.81	0.738	7.99	1.050	1.000	0.466	3.90
IP - Surgery	45	1,555	5.87	1.017	1.027	6.13	0.701	4.30	1.050	1.000	0.352	1.59
IP - Other	7	816	0.48	1.017	1.027	0.51	0.685	0.35	1.050	1.000	0.310	0.11
Subtotal - Inpatient	213	981	17.39			18.15	0.724	13.14	1.050	1.000	0.430	5.94
OP - Emergency Room	574	168	8.05	1.083	1.014	8.85	0.866	7.66	1.100	1.000	0.718	6.05
OP - Laboratory	919	14	1.10	1.037	1.014	1.16	0.984	1.14	1.050	1.000	0.861	1.03
OP - Radiology	1,154	37	3.55	1.037	1.014	3.73	0.794	2.96	1.050	1.000	0.574	1.79
OP - Surgery	151	931	11.70	1.037	1.014	12.30	0.803	9.87	1.050	1.000	0.582	6.04
OP - Other	234	237	4.63	1.037	1.014	4.87	0.978	4.76	1.050	1.000	0.849	4.24
Subtotal - Outpatient	3,031	115	29.02			30.90	0.854	26.39	1.065	1.000	0.681	19.14
Prof - Evaluation & Management	4,656	53	20.71	1.023	1.007	21.35	0.955	20.39	1.030	1.000	0.831	17.44
Prof - Maternity	6	533	0.25	1.023	1.007	0.26	0.815	0.21	1.030	1.000	0.814	0.17
Prof - Surgery	631	145	7.61	1.023	1.007	7.85	0.812	6.37	1.030	1.000	0.604	3.96
Prof - DME/Supplies	115	202	1.94	1.023	1.007	2.00	0.798	1.60	1.030	1.000	0.590	0.97
Prof - Lab	3,514	15	4.46	1.023	1.007	4.60	0.889	4.09	1.030	1.000	0.753	3.17
Prof - Radiology	1,348	42	4.73	1.023	1.007	4.87	0.795	3.87	1.030	1.000	0.585	2.33
Prof - Transportation	83	149	1.02	1.023	1.007	1.05	0.795	0.84	1.030	1.000	0.593	0.51
Prof - Other	13,263	14	15.28	1.023	1.007	15.75	0.901	14.19	1.030	1.000	0.750	10.95
Subtotal - Professional	23,615	28	56.00			57.73	0.893	51.56	1.030	1.000	0.744	39.53
Total			\$ 104.04			\$ 108.76	0.855	\$ 93.03	1.045	1.000	0.684	\$ 66.49
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 113.39			\$ 118.54		\$ 101.39				\$ 72.47

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs: East

Exhibit 6a

Uninsured/Uninsurable												
Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			3					4				-
Home Health Care	-	-	-	1.180	1.033	-	1.000	-	1.150	1.000	1.000	-
IP - Maternity	-	-	-	1.050	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Newborn	4,000	266	88.82	1.017	1.027	92.69	1.000	92.69	1.050	1.000	1.000	97.32
IP - Medical	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Surgery	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Other	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
Subtotal - Inpatient	4,000	266	88.82			92.69	1.000	92.69	1.050	1.000	1.000	97.32
OP - Emergency Room	-	-	-	1.083	1.014	-	1.000	-	1.100	1.000	1.000	-
OP - Laboratory	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Surgery	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Other	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
Subtotal - Outpatient	-	-	-			-	1.000	-	1.050	1.000	1.000	-
Prof - Evaluation & Management	20,000	49	80.89	1.023	1.007	83.39	1.000	83.39	1.030	1.000	1.000	85.89
Prof - Maternity	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	12,000	52	51.78	1.023	1.007	53.38	1.000	53.38	1.030	1.000	1.000	54.98
Prof - DME/Supplies	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Lab	8,000	6	4.12	1.023	1.007	4.24	1.000	4.24	1.030	1.000	1.000	4.37
Prof - Radiology	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Transportation	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Other	4,000	8	2.62	1.023	1.007	2.70	1.000	2.70	1.030	1.000	1.000	2.78
Subtotal - Professional	44,000	38	139.41			143.71	1.000	143.71	1.030	1.000	1.000	148.02
Total			\$ 228.23			\$ 236.40	1.000	\$ 236.40	1.038	1.000	1.000	\$ 245.35
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 248.76			\$ 257.66		\$ 257.66				\$ 267.41

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Uninsured/Uninsurable												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			83,121					87,724				89,557
Home Health Care	17	387	0.54	1.180	1.033	0.66	1.000	0.66	1.150	1.000	1.000	0.76
IP - Maternity	-	-	-	1.050	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Medical	52	534	2.30	1.017	1.027	2.40	1.000	2.40	1.050	1.000	1.000	2.52
IP - Surgery	6	818	0.42	1.017	1.027	0.44	1.000	0.44	1.050	1.000	1.000	0.46
IP - Other	0	446	0.01	1.017	1.027	0.01	1.000	0.011	1.050	1.000	1.000	0.01
Subtotal - Inpatient	58	563	2.74			2.86	1.000	2.86	1.050	1.000	1.000	3.00
OP - Emergency Room	428	99	3.52	1.083	1.014	3.87	1.000	3.87	1.100	1.000	1.000	4.26
OP - Laboratory	549	20	0.90	1.037	1.014	0.94	1.000	0.94	1.050	1.000	1.000	0.99
OP - Radiology	368	34	1.05	1.037	1.014	1.10	1.000	1.10	1.050	1.000	1.000	1.15
OP - Surgery	81	766	5.18	1.037	1.014	5.45	1.000	5.45	1.050	1.000	1.000	5.72
OP - Other	260	243	5.26	1.037	1.014	5.53	1.000	5.53	1.050	1.000	1.000	5.80
Subtotal - Outpatient	1,686	113	15.90			16.89	1.000	16.89	1.050	1.000	1.000	17.93
Prof - Evaluation & Management	3,994	49	16.36	1.023	1.007	16.87	1.000	16.87	1.030	1.000	1.000	17.37
Prof - Maternity	0	83	0.00	1.023	1.007	0.00	1.000	0.00	1.030	1.000	1.000	0.00
Prof - Surgery	374	93	2.89	1.023	1.007	2.98	1.000	2.98	1.030	1.000	1.000	3.07
Prof - DME/Supplies	42	237	0.83	1.023	1.007	0.86	1.000	0.86	1.030	1.000	1.000	0.88
Prof - Lab	2,188	13	2.32	1.023	1.007	2.39	1.000	2.39	1.030	1.000	1.000	2.47
Prof - Radiology	560	25	1.19	1.023	1.007	1.22	1.000	1.22	1.030	1.000	1.000	1.26
Prof - Transportation	17	229	0.32	1.023	1.007	0.33	1.000	0.33	1.030	1.000	1.000	0.34
Prof - Other	10,344	12	10.51	1.023	1.007	10.83	1.000	10.83	1.030	1.000	1.000	11.16
Subtotal - Professional	17,520	24	34.42			35.48	1.000	35.48	1.030	1.000	1.000	36.54
Total			\$ 53.60			\$ 55.88	1.000	\$ 55.88	1.038	1.000	1.000	\$ 58.23
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 58.42			\$ 60.91		\$ 60.91				\$ 63.46

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Uninsured/Uninsurable Age 14 - 18 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			26,376					28,257				28,873
Home Health Care	19	197	0.31	1.180	1.033	0.37	1.000	0.37	1.150	1.000	1.000	0.43
IP - Maternity	12	713	0.73	1.050	1.027	0.79	1.000	0.79	1.050	1.000	1.000	0.83
IP - Newborn	10	313	0.25	1.017	1.027	0.26	1.000	0.26	1.050	1.000	1.000	0.27
IP - Medical	75	742	4.62	1.017	1.027	4.82	1.000	4.82	1.050	1.000	1.000	5.06
IP - Surgery	16	2,890	3.94	1.017	1.027	4.12	1.000	4.12	1.050	1.000	1.000	4.32
IP - Other	2	749	0.11	1.017	1.027	0.12	1.000	0.119	1.050	1.000	1.000	0.12
Subtotal - Inpatient	115	1,010	9.65			10.10	1.000	10.10	1.050	1.000	1.000	10.60
OP - Emergency Room	621	166	8.59	1.083	1.014	9.44	1.000	9.44	1.100	1.000	1.000	10.38
OP - Laboratory	976	18	1.48	1.037	1.014	1.56	1.000	1.56	1.050	1.000	1.000	1.64
OP - Radiology	631	51	2.66	1.037	1.014	2.80	1.000	2.80	1.050	1.000	1.000	2.93
OP - Surgery	105	723	6.33	1.037	1.014	6.66	1.000	6.66	1.050	1.000	1.000	6.99
OP - Other	125	176	1.84	1.037	1.014	1.93	1.000	1.93	1.050	1.000	1.000	2.03
Subtotal - Outpatient	2,458	102	20.90			22.38	1.000	22.38	1.050	1.000	1.000	23.98
Prof - Evaluation & Management	4,776	52	20.68	1.023	1.007	21.31	1.000	21.31	1.030	1.000	1.000	21.95
Prof - Maternity	11	700	0.64	1.023	1.007	0.66	1.000	0.66	1.030	1.000	1.000	0.68
Prof - Surgery	418	122	4.24	1.023	1.007	4.37	1.000	4.37	1.030	1.000	1.000	4.50
Prof - DME/Supplies	61	160	0.81	1.023	1.007	0.83	1.000	0.83	1.030	1.000	1.000	0.86
Prof - Lab	4,804	14	5.67	1.023	1.007	5.84	1.000	5.84	1.030	1.000	1.000	6.02
Prof - Radiology	1,154	39	3.79	1.023	1.007	3.91	1.000	3.91	1.030	1.000	1.000	4.02
Prof - Transportation	44	181	0.67	1.023	1.007	0.69	1.000	0.69	1.030	1.000	1.000	0.71
Prof - Other	12,168	11	11.45	1.023	1.007	11.80	1.000	11.80	1.030	1.000	1.000	12.16
Subtotal - Professional	23,436	25	47.93			49.41	1.000	49.41	1.030	1.000	1.000	50.89
Total			\$ 78.79			\$ 82.27	1.000	\$ 82.27	1.038	1.000	1.000	\$ 85.90
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 85.88			\$ 89.66		\$ 89.66				\$ 93.62

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Uninsured/Uninsurable Age 14 - 18 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			29,161					31,067				31,926
Home Health Care	26	2,214	4.78	1.180	1.033	5.83	1.000	5.83	1.150	1.000	1.000	6.70
IP - Maternity	-	-	-	1.050	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.050	1.000	1.000	-
IP - Medical	47	872	3.41	1.017	1.027	3.56	1.000	3.56	1.050	1.000	1.000	3.73
IP - Surgery	8	901	0.62	1.017	1.027	0.64	1.000	0.64	1.050	1.000	1.000	0.68
IP - Other	6	471	0.23	1.017	1.027	0.24	1.000	0.236	1.050	1.000	1.000	0.25
Subtotal - Inpatient	61	838	4.25			4.44	1.000	4.44	1.050	1.000	1.000	4.66
OP - Emergency Room	442	130	4.79	1.083	1.014	5.26	1.000	5.26	1.100	1.000	1.000	5.79
OP - Laboratory	536	14	0.64	1.037	1.014	0.67	1.000	0.67	1.050	1.000	1.000	0.70
OP - Radiology	342	58	1.65	1.037	1.014	1.74	1.000	1.74	1.050	1.000	1.000	1.83
OP - Surgery	53	881	3.93	1.037	1.014	4.13	1.000	4.13	1.050	1.000	1.000	4.34
OP - Other	86	317	2.26	1.037	1.014	2.38	1.000	2.38	1.050	1.000	1.000	2.50
Subtotal - Outpatient	1,458	109	13.27			14.18	1.000	14.18	1.050	1.000	1.000	15.15
Prof - Evaluation & Management	3,226	51	13.59	1.023	1.007	14.01	1.000	14.01	1.030	1.000	1.000	14.43
Prof - Maternity	-	-	-	1.023	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	380	144	4.57	1.023	1.007	4.71	1.000	4.71	1.030	1.000	1.000	4.85
Prof - DME/Supplies	70	152	0.88	1.023	1.007	0.91	1.000	0.91	1.030	1.000	1.000	0.94
Prof - Lab	1,743	14	1.97	1.023	1.007	2.03	1.000	2.03	1.030	1.000	1.000	2.09
Prof - Radiology	974	33	2.66	1.023	1.007	2.74	1.000	2.74	1.030	1.000	1.000	2.83
Prof - Transportation	35	189	0.55	1.023	1.007	0.57	1.000	0.57	1.030	1.000	1.000	0.58
Prof - Other	8,866	12	8.56	1.023	1.007	8.82	1.000	8.82	1.030	1.000	1.000	9.09
Subtotal - Professional	15,294	26	32.78			33.79	1.000	33.79	1.030	1.000	1.000	34.80
Total			\$ 55.08			\$ 58.23	1.000	\$ 58.23	1.048	1.000	1.000	\$ 61.31
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 60.03			\$ 63.47		\$ 63.47				\$ 66.83

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Disabled All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			575,258					574,888				575,870
Home Health Care	512	400	17.07	1.148	1.033	20.24	1.001	20.25	1.100	1.000	0.999	22.26
IP - Maternity	14	771	0.90	1.057	1.027	0.97	1.000	0.97	1.060	1.000	1.000	1.03
IP - Newborn	41	1,314	4.48	1.057	1.027	4.87	1.003	4.88	1.060	1.000	0.997	5.15
IP - Medical	1,480	657	80.99	1.057	1.027	87.86	1.000	87.85	1.060	1.000	1.000	93.14
IP - Surgery	205	1,418	24.17	1.057	1.027	26.22	1.000	26.22	1.060	1.000	1.000	27.79
IP - Other	150	745	9.30	1.057	1.027	10.09	1.000	10.087	1.060	1.000	1.000	10.69
Subtotal - Inpatient	1,889	761	119.84			130.01	1.000	130.00	1.060	1.000	1.000	137.81
OP - Emergency Room	1,382	217	25.03	1.116	1.014	28.33	1.000	28.32	1.100	1.000	1.000	31.16
OP - Laboratory	2,571	12	2.61	1.037	1.014	2.74	1.000	2.74	1.050	1.000	1.000	2.88
OP - Radiology	4,565	34	12.92	1.037	1.014	13.59	1.000	13.59	1.050	1.000	1.000	14.27
OP - Surgery	462	1,049	40.37	1.050	1.014	42.99	1.000	42.99	1.050	1.000	1.000	45.15
OP - Other	703	478	27.99	1.083	1.014	30.76	1.001	30.78	1.100	1.000	0.999	33.83
Subtotal - Outpatient	9,682	135	108.92			118.41	1.000	118.42	1.075	1.000	1.000	127.28
Prof - Evaluation & Management	10,965	62	56.99	1.064	1.007	61.06	1.000	61.05	1.070	1.000	1.000	65.33
Prof - Maternity	28	279	0.66	1.064	1.007	0.70	1.000	0.70	1.070	1.000	1.000	0.75
Prof - Surgery	1,721	172	24.72	1.064	1.007	26.48	1.000	26.48	1.070	1.000	1.000	28.34
Prof - DME/Supplies	829	245	16.92	1.064	1.007	18.12	1.000	18.12	1.070	1.000	1.000	19.39
Prof - Lab	7,951	16	10.76	1.064	1.007	11.53	1.000	11.52	1.070	1.000	1.000	12.33
Prof - Radiology	4,883	44	17.80	1.064	1.007	19.06	1.000	19.06	1.070	1.000	1.000	20.40
Prof - Transportation	1,187	108	10.65	1.064	1.007	11.41	1.000	11.41	1.070	1.000	1.000	12.21
Prof - Other	84,952	8	58.99	1.064	1.007	63.19	1.000	63.19	1.070	1.000	1.000	67.62
Subtotal - Professional	112,516	21	197.49			211.56	1.000	211.55	1.070	1.000	1.000	226.38
Total			\$ 443.32			\$ 480.22	1.000	\$ 480.22	1.070	1.000	1.000	\$ 513.73
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 483.18			\$ 523.40		\$ 523.40				\$ 559.92

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Disabled Age <21												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			49,023					49,124				49,039
Home Health Care	827	775	53.37	1.148	1.033	63.28	1.000	63.28	1.100	1.000	1.000	69.61
IP - Maternity	24	723	1.43	1.057	1.027	1.55	1.000	1.55	1.060	1.000	1.000	1.65
IP - Newborn	415	1,442	49.86	1.057	1.027	54.09	1.000	54.09	1.060	1.000	1.000	57.33
IP - Medical	618	656	33.79	1.057	1.027	36.65	1.000	36.65	1.060	1.000	1.000	38.85
IP - Surgery	98	1,385	11.33	1.057	1.027	12.29	1.000	12.29	1.060	1.000	1.000	13.03
IP - Other	27	1,207	2.76	1.057	1.027	2.99	1.000	2.991	1.060	1.000	1.000	3.17
Subtotal - Inpatient	1,182	1,007	99.16			107.57	1.000	107.57	1.060	1.000	1.000	114.03
OP - Emergency Room	993	148	12.25	1.116	1.014	13.86	1.000	13.86	1.100	1.000	1.000	15.25
OP - Laboratory	2,123	20	3.56	1.037	1.014	3.74	1.000	3.74	1.050	1.000	1.000	3.93
OP - Radiology	973	49	4.00	1.037	1.014	4.20	1.000	4.20	1.050	1.000	1.000	4.41
OP - Surgery	283	754	17.78	1.050	1.014	18.94	1.000	18.94	1.050	1.000	1.000	19.89
OP - Other	2,121	580	102.44	1.083	1.014	112.54	1.000	112.54	1.100	1.000	1.000	123.80
Subtotal - Outpatient	6,493	259	140.02			153.29	1.000	153.29	1.100	1.000	1.000	167.27
Prof - Evaluation & Management	7,751	64	41.15	1.064	1.007	44.08	1.000	44.08	1.070	1.000	1.000	47.16
Prof - Maternity	82	147	1.01	1.064	1.007	1.09	1.000	1.09	1.070	1.000	1.000	1.16
Prof - Surgery	1,321	96	10.54	1.064	1.007	11.29	1.000	11.29	1.070	1.000	1.000	12.08
Prof - DME/Supplies	390	459	14.95	1.064	1.007	16.01	1.000	16.01	1.070	1.000	1.000	17.13
Prof - Lab	3,678	16	4.82	1.064	1.007	5.16	1.000	5.16	1.070	1.000	1.000	5.52
Prof - Radiology	3,882	16	5.26	1.064	1.007	5.64	1.000	5.64	1.070	1.000	1.000	6.03
Prof - Transportation	377	125	3.94	1.064	1.007	4.22	1.000	4.22	1.070	1.000	1.000	4.52
Prof - Other	186,971	4	55.30	1.064	1.007	59.24	1.000	59.24	1.070	1.000	1.000	63.39
Subtotal - Professional	204,453	8	136.97			146.73	1.000	146.73	1.070	1.000	1.000	157.00
Total			\$ 429.51			\$ 470.87	1.000	\$ 470.87	1.082	1.000	0.997	\$ 507.91
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 468.13			\$ 513.21		\$ 513.21				\$ 553.58

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Disabled Age 21+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			526,235					525,764				526,831
Home Health Care	483	340	13.69	1.148	1.033	16.23	1.000	16.23	1.100	1.000	1.000	17.85
IP - Maternity	13	779	0.85	1.057	1.027	0.92	1.000	0.92	1.060	1.000	1.000	0.98
IP - Newborn	6	506	0.26	1.057	1.027	0.28	1.000	0.28	1.060	1.000	1.000	0.30
IP - Medical	1,561	657	85.38	1.057	1.027	92.63	1.000	92.63	1.060	1.000	1.000	98.19
IP - Surgery	214	1,420	25.36	1.057	1.027	27.52	1.000	27.52	1.060	1.000	1.000	29.17
IP - Other	161	738	9.91	1.057	1.027	10.75	1.000	10.750	1.060	1.000	1.000	11.40
Subtotal - Inpatient	1,955	747	121.76			132.10	1.000	132.10	1.060	1.000	1.000	140.02
OP - Emergency Room	1,418	222	26.22	1.116	1.014	29.67	1.000	29.67	1.100	1.000	1.000	32.64
OP - Laboratory	2,612	12	2.52	1.037	1.014	2.65	1.000	2.65	1.050	1.000	1.000	2.78
OP - Radiology	4,899	34	13.76	1.037	1.014	14.47	1.000	14.47	1.050	1.000	1.000	15.19
OP - Surgery	478	1,065	42.47	1.050	1.014	45.24	1.000	45.24	1.050	1.000	1.000	47.50
OP - Other	571	442	21.06	1.083	1.014	23.14	1.000	23.14	1.100	1.000	1.000	25.45
Subtotal - Outpatient	9,979	127	106.03			115.16	1.000	115.16	1.100	1.000	1.000	123.56
Prof - Evaluation & Management	11,264	62	58.47	1.064	1.007	62.64	1.000	62.64	1.070	1.000	1.000	67.02
Prof - Maternity	23	323	0.62	1.064	1.007	0.67	1.000	0.67	1.070	1.000	1.000	0.72
Prof - Surgery	1,758	178	26.04	1.064	1.007	27.90	1.000	27.90	1.070	1.000	1.000	29.85
Prof - DME/Supplies	870	236	17.10	1.064	1.007	18.32	1.000	18.32	1.070	1.000	1.000	19.60
Prof - Lab	8,349	16	11.31	1.064	1.007	12.12	1.000	12.12	1.070	1.000	1.000	12.97
Prof - Radiology	4,976	46	18.96	1.064	1.007	20.32	1.000	20.32	1.070	1.000	1.000	21.74
Prof - Transportation	1,263	107	11.28	1.064	1.007	12.08	1.000	12.08	1.070	1.000	1.000	12.93
Prof - Other	75,448	9	59.33	1.064	1.007	63.56	1.000	63.56	1.070	1.000	1.000	68.01
Subtotal - Professional	103,951	23	203.13			217.60	1.000	217.60	1.070	1.000	1.000	232.83
Total			\$ 444.60			\$ 481.09	1.000	\$ 481.09	1.075	1.000	0.994	\$ 514.27
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 484.58			\$ 524.35		\$ 524.35				\$ 560.51

FY 2008 Per Capita Cost Development

Development of Per Capita Costs: **East**

Duals All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			913,443					934,127				943,561
Home Health Care	87	1,502	10.90	1.148	1.033	12.93	1.000	12.93	1.100	1.000	1.000	14.22
IP - Maternity	0	665	0.02	1.057	1.027	0.02	1.000	0.02	1.060	1.000	1.000	0.02
IP - Newborn	1	365	0.02	1.057	1.027	0.02	1.000	0.02	1.060	1.000	1.000	0.02
IP - Medical	678	153	8.67	1.057	1.027	9.40	1.000	9.40	1.060	1.000	1.000	9.97
IP - Surgery	9	629	0.49	1.057	1.027	0.53	1.000	0.53	1.060	1.000	1.000	0.56
IP - Other	141	144	1.69	1.057	1.027	1.84	1.000	1.835	1.060	1.000	1.000	1.95
Subtotal - Inpatient	830	157	10.88			11.81	1.000	11.81	1.060	1.000	1.000	12.52
OP - Emergency Room	30	180	0.46	1.116	1.014	0.52	1.000	0.52	1.100	1.000	1.000	0.57
OP - Laboratory	55	12	0.05	1.037	1.014	0.06	1.000	0.06	1.050	1.000	1.000	0.06
OP - Radiology	111	30	0.27	1.037	1.014	0.29	1.000	0.29	1.050	1.000	1.000	0.30
OP - Surgery	13	1,512	1.62	1.050	1.014	1.73	1.000	1.73	1.050	1.000	1.000	1.82
OP - Other	96	2,513	20.15	1.083	1.014	22.14	1.000	22.14	1.100	1.000	1.000	24.35
Subtotal - Outpatient	305	886	22.56			24.73	1.000	24.73	1.096	1.000	1.000	27.10
Prof - Evaluation & Management	251	61	1.27	1.064	1.007	1.36	1.000	1.36	1.070	1.000	1.000	1.45
Prof - Maternity	0	482	0.01	1.064	1.007	0.02	1.000	0.02	1.070	1.000	1.000	0.02
Prof - Surgery	94	77	0.60	1.064	1.007	0.65	1.000	0.65	1.070	1.000	1.000	0.69
Prof - DME/Supplies	21	242	0.42	1.064	1.007	0.45	1.000	0.45	1.070	1.000	1.000	0.48
Prof - Lab	242	16	0.32	1.064	1.007	0.34	1.000	0.34	1.070	1.000	1.000	0.37
Prof - Radiology	285	19	0.46	1.064	1.007	0.49	1.000	0.49	1.070	1.000	1.000	0.53
Prof - Transportation	910	67	5.11	1.064	1.007	5.47	1.000	5.47	1.070	1.000	1.000	5.85
Prof - Other	19,075	2	2.83	1.064	1.007	3.04	1.000	3.04	1.070	1.000	1.000	3.25
Subtotal - Professional	20,879	6	11.03			11.81	1.000	11.81	1.070	1.000	1.000	12.64
Total			\$ 55.37			\$ 61.28	1.000	\$ 61.28	1.085	1.000	1.000	\$ 66.48
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 60.35			\$ 66.79		\$ 66.79				\$ 72.46

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs: East

Exhibit 6a

Waiver Duals												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			9,446					2,756				1,083
Home Health Care	41	234	0.79	1.148	1.033	0.94	1.000	0.94	1.100	1.000	1.000	1.03
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Surgery	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.000	1.000	1.000	-
OP - Emergency Room	9	239	0.18	1.116	1.014	0.20	1.000	0.20	1.100	1.000	1.000	0.22
OP - Laboratory	14	21	0.02	1.037	1.014	0.03	1.000	0.03	1.050	1.000	1.000	0.03
OP - Radiology	1	143	0.02	1.037	1.014	0.02	1.000	0.02	1.050	1.000	1.000	0.02
OP - Surgery	1	3,266	0.35	1.050	1.014	0.37	1.000	0.37	1.050	1.000	1.000	0.39
OP - Other	52	2,921	12.68	1.083	1.014	13.93	1.000	13.93	1.100	1.000	1.000	15.32
Subtotal - Outpatient	77	2,050	13.24			14.54	1.000	14.54	1.099	1.000	1.000	15.97
Prof - Evaluation & Management	124	55	0.57	1.064	1.007	0.61	1.000	0.61	1.070	1.000	1.000	0.65
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	445	5	0.18	1.064	1.007	0.19	1.000	0.19	1.070	1.000	1.000	0.21
Prof - DME/Supplies	9	199	0.15	1.064	1.007	0.16	1.000	0.16	1.070	1.000	1.000	0.17
Prof - Lab	97	14	0.12	1.064	1.007	0.12	1.000	0.12	1.070	1.000	1.000	0.13
Prof - Radiology	70	38	0.22	1.064	1.007	0.23	1.000	0.23	1.070	1.000	1.000	0.25
Prof - Transportation	146	81	0.98	1.064	1.007	1.05	1.000	1.05	1.070	1.000	1.000	1.13
Prof - Other	16,839	2	2.28	1.064	1.007	2.44	1.000	2.44	1.070	1.000	1.000	2.61
Subtotal - Professional	17,729	3	4.49			4.81	1.000	4.81	1.070	1.000	1.000	5.15
Total			\$ 18.52			\$ 20.29	1.000	\$ 20.29	1.092	1.000	1.000	\$ 22.16
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 20.19			\$ 22.12		\$ 22.12				\$ 24.15

TennCare
FY 2008 Per Capita Cost Development

Exhibit 6a

Development of Per Capita Costs: **East**

Total For All Aid Categories All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			5,057,277					4,933,852				4,919,199
Home Health Care	105	553	4.83	1.165	1.033	5.81	0.976	5.67	1.113	1.000	0.997	6.29
IP - Maternity	73	726	4.43	1.064	1.027	4.84	1.003	4.85	1.051	1.000	0.998	5.08
IP - Newborn	105	907	7.96	1.041	1.027	8.50	0.987	8.39	1.051	1.000	1.015	8.96
IP - Medical	402	527	17.63	1.049	1.027	18.99	0.995	18.89	1.060	1.000	0.993	19.88
IP - Surgery	46	1,393	5.29	1.033	1.027	5.61	0.993	5.57	1.057	1.000	0.984	5.79
IP - Other	53	456	2.02	1.054	1.027	2.186	0.995	2.176	1.062	1.000	0.997	2.30
Subtotal - Inpatient	679	660	37.32			40.12	0.994	39.88	1.057	1.000	0.997	42.02
OP - Emergency Room	877	162	11.84	1.089	1.014	13.08	1.009	13.19	1.099	1.000	0.995	14.43
OP - Laboratory	927	14	1.05	1.037	1.014	1.10	1.003	1.10	1.049	1.000	0.995	1.15
OP - Radiology	1,127	36	3.42	1.031	1.014	3.58	0.996	3.56	1.050	1.000	0.988	3.70
OP - Surgery	164	911	12.45	1.039	1.014	13.13	0.995	13.06	1.050	1.000	0.989	13.57
OP - Other	252	458	9.61	1.081	1.014	10.54	0.967	10.19	1.096	1.000	0.997	11.14
Subtotal - Outpatient	3,347	138	38.38			41.42	0.993	41.11	1.077	1.000	0.993	43.99
Prof - Evaluation & Management	5,173	60	25.85	1.038	1.007	27.04	1.002	27.10	1.043	1.000	0.997	28.18
Prof - Maternity	74	557	3.44	1.038	1.007	3.60	1.004	3.61	1.033	1.000	0.998	3.73
Prof - Surgery	618	152	7.80	1.038	1.007	8.16	0.998	8.14	1.049	1.000	0.990	8.46
Prof - DME/Supplies	171	208	2.97	1.059	1.007	3.17	0.994	3.15	1.062	1.000	0.994	3.33
Prof - Lab	3,768	16	4.95	1.034	1.007	5.16	1.003	5.17	1.043	1.000	0.993	5.36
Prof - Radiology	1,632	45	6.07	1.037	1.007	6.34	1.000	6.34	1.048	1.000	0.992	6.59
Prof - Transportation	389	96	3.11	1.069	1.007	3.35	0.995	3.33	1.066	1.000	0.997	3.53
Prof - Other	19,944	10	15.98	1.046	1.007	16.83	0.994	16.74	1.052	1.000	0.993	17.48
Subtotal - Professional	31,769	27	70.18			73.65	0.999	73.58	1.047	1.000	0.995	76.66
Total			\$ 150.72			\$ 161.01	0.995	\$ 160.24	1.060	1.000	0.995	\$ 168.95
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 164.27			\$ 175.48		\$ 174.65				\$ 184.14

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 7a

East

Total For All Aid Categories							
All Ages							
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
		PMPM	Total	PMPM	Total	PMPM	Total
Member Months			5,057,277		4,933,852		4,919,199
Home Health Care		\$ 4.83	\$ 24,437,576	\$ 5.67	\$ 27,983,469	\$ 6.29	\$ 30,947,768
IP - Maternity		\$ 4.43	\$ 22,395,993	\$ 4.85	\$ 23,923,893	\$ 5.08	\$ 25,006,307
IP - Newborn		\$ 7.96	\$ 40,240,746	\$ 8.39	\$ 41,399,771	\$ 8.96	\$ 44,054,704
IP - Medical		\$ 17.63	\$ 89,158,242	\$ 18.89	\$ 93,201,094	\$ 19.88	\$ 97,794,547
IP - Surgery		\$ 5.29	\$ 26,748,817	\$ 5.57	\$ 27,479,787	\$ 5.79	\$ 28,494,977
IP - Other		\$ 2.02	\$ 10,215,385	\$ 2.18	\$ 10,737,606	\$ 2.30	\$ 11,333,496
Subtotal - Inpatient		\$ 37.32	\$ 188,759,182	\$ 39.88	\$ 196,742,150	\$ 42.02	\$ 206,684,029
OP - Emergency Room		\$ 11.84	\$ 59,880,873	\$ 13.19	\$ 65,078,256	\$ 14.43	\$ 71,002,029
OP - Laboratory		\$ 1.05	\$ 5,290,529	\$ 1.10	\$ 5,443,636	\$ 1.15	\$ 5,662,320
OP - Radiology		\$ 3.42	\$ 17,308,051	\$ 3.56	\$ 17,585,942	\$ 3.70	\$ 18,196,691
OP - Surgery		\$ 12.45	\$ 62,977,396	\$ 13.06	\$ 64,458,665	\$ 13.57	\$ 66,746,780
OP - Other		\$ 9.61	\$ 48,617,723	\$ 10.19	\$ 50,264,960	\$ 11.14	\$ 54,776,554
Subtotal - Outpatient		\$ 38.38	\$ 194,074,572	\$ 41.11	\$ 202,831,460	\$ 43.99	\$ 216,384,374
Prof - Evaluation & Management		\$ 25.85	\$ 130,743,487	\$ 27.10	\$ 133,700,154	\$ 28.18	\$ 138,637,072
Prof - Maternity		\$ 3.44	\$ 17,420,014	\$ 3.61	\$ 17,831,694	\$ 3.73	\$ 18,326,082
Prof - Surgery		\$ 7.80	\$ 39,469,664	\$ 8.14	\$ 40,160,030	\$ 8.46	\$ 41,592,311
Prof - DME/Supplies		\$ 2.97	\$ 15,033,995	\$ 3.15	\$ 15,553,893	\$ 3.33	\$ 16,369,164
Prof - Lab		\$ 4.95	\$ 25,052,775	\$ 5.17	\$ 25,527,656	\$ 5.36	\$ 26,372,511
Prof - Radiology		\$ 6.07	\$ 30,695,455	\$ 6.34	\$ 31,286,214	\$ 6.59	\$ 32,420,770
Prof - Transportation		\$ 3.11	\$ 15,710,012	\$ 3.33	\$ 16,413,365	\$ 3.53	\$ 17,385,028
Prof - Other		\$ 15.98	\$ 80,811,527	\$ 16.74	\$ 82,578,055	\$ 17.48	\$ 85,994,079
Subtotal - Professional		\$ 70.18	\$ 354,936,930	\$ 73.58	\$ 363,051,061	\$ 76.66	\$ 377,097,016
Total		\$ 150.72	\$ 762,208,261	\$ 160.24	\$ 790,608,140	\$ 168.95	\$ 831,113,187
Admin %	6.3%	\$ 10.27	\$ 51,921,544	\$ 10.92	\$ 53,856,140	\$ 11.51	\$ 56,615,340
Premium Tax	2.0%	\$ 3.29	\$ 16,614,894	\$ 3.49	\$ 17,233,965	\$ 3.68	\$ 18,116,909
Total Premium Rate		\$ 164.27	\$ 830,744,698	\$ 174.65	\$ 861,698,245	\$ 184.14	\$ 905,845,435

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

East

Exhibit 8a

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	95,622	\$ 487.95	\$ 46,658,615	93,371	\$ 508.55	\$ 47,483,739	95,640	\$ 531.92	\$ 50,872,706
	Age 1 - 13	1,547,654	\$ 69.14	\$ 107,005,937	1,550,048	\$ 72.26	\$ 112,012,716	1,544,899	\$ 75.56	\$ 116,730,243
	Age 14 - 20 Female	288,432	\$ 163.58	\$ 47,182,526	289,113	\$ 171.36	\$ 49,541,955	288,441	\$ 178.99	\$ 51,629,012
	Age 14 - 20 Male	238,188	\$ 60.80	\$ 14,480,998	237,838	\$ 63.67	\$ 15,144,306	235,773	\$ 66.72	\$ 15,731,243
	Age 21 - 44 Female	574,988	\$ 266.37	\$ 153,159,815	570,318	\$ 279.14	\$ 159,200,543	566,806	\$ 291.83	\$ 165,412,713
	Age 21 - 44 Male	75,208	\$ 209.72	\$ 15,773,037	78,000	\$ 219.72	\$ 17,137,855	79,112	\$ 230.44	\$ 18,230,644
	Age 45 - 64	60,861	\$ 317.52	\$ 19,324,738	63,157	\$ 332.38	\$ 20,992,350	63,631	\$ 347.93	\$ 22,139,209
	Age 65+	6,444	\$ 204.11	\$ 1,315,345	5,673	\$ 216.87	\$ 1,230,285	5,447	\$ 229.64	\$ 1,250,962
	All Ages	2,887,398	\$ 140.23	\$ 404,901,010	2,887,519	\$ 146.40	\$ 422,743,748	2,879,751	\$ 153.48	\$ 441,996,732
Medically Needy	Age Under 1	115	\$ 125.47	\$ 14,391	169	\$ 135.10	\$ 22,770	193	\$ 144.13	\$ 27,779
	Age 1 - 13	57,745	\$ 68.49	\$ 3,955,171	40,653	\$ 74.11	\$ 3,012,759	39,306	\$ 79.47	\$ 3,123,783
	Age 14 - 20 Female	46,065	\$ 162.36	\$ 7,479,022	41,252	\$ 175.82	\$ 7,252,807	40,854	\$ 188.38	\$ 7,696,002
	Age 14 - 20 Male	43,163	\$ 110.49	\$ 4,769,250	37,572	\$ 119.91	\$ 4,505,056	36,653	\$ 128.28	\$ 4,701,938
	Age 21 - 44 Female	114,387	\$ 163.10	\$ 18,656,374	107,759	\$ 176.35	\$ 19,003,088	107,997	\$ 188.72	\$ 20,381,081
	Age 21 - 44 Male	73,460	\$ 126.60	\$ 9,299,852	74,479	\$ 137.44	\$ 10,236,655	76,703	\$ 147.34	\$ 11,301,420
	Age 45 - 64	73,805	\$ 249.29	\$ 18,398,976	45,604	\$ 270.11	\$ 12,318,086	43,207	\$ 288.91	\$ 12,482,898
	Age 65+	54,360	\$ 116.64	\$ 6,340,607	10,555	\$ 128.60	\$ 1,357,344	10,198	\$ 139.73	\$ 1,424,935
	All Ages	463,102	\$ 148.81	\$ 68,913,641	358,043	\$ 161.18	\$ 57,708,564	355,110	\$ 172.17	\$ 61,139,836
Uninsured/Uninsurable	Age Under 1	3	\$ 248.76	\$ 746	4	\$ 257.66	\$ 1,031	-	\$ 267.41	\$ -
	Age 1 - 13	83,121	\$ 58.42	\$ 4,855,623	87,724	\$ 60.91	\$ 5,342,922	89,557	\$ 63.46	\$ 5,683,362
	Age 14 - 18 Female	26,376	\$ 85.88	\$ 2,265,090	28,257	\$ 89.66	\$ 2,533,638	28,873	\$ 93.62	\$ 2,703,241
	Age 14 - 18 Male	29,161	\$ 60.03	\$ 1,750,614	31,067	\$ 63.47	\$ 1,971,738	31,926	\$ 66.83	\$ 2,133,472
	Age 19-20	14,533	\$ 35.35	\$ 513,774	14,203	\$ 36.98	\$ 525,229	11,723	\$ 38.68	\$ 453,396
	Age 21+	55,438	\$ 471.66	\$ 26,147,840	15,263	\$ 492.92	\$ 7,523,543	1,745	\$ 515.39	\$ 899,175
		All Ages	208,631	\$ 113.39	\$ 23,656,990	176,519	\$ 101.39	\$ 17,898,099	163,824	\$ 72.47
Disabled	Age <21	49,023	\$ 468.13	\$ 22,949,431	49,124	\$ 513.21	\$ 25,211,085	49,039	\$ 553.58	\$ 27,147,035
	Age 21+	526,235	\$ 484.58	\$ 255,003,009	525,764	\$ 524.35	\$ 275,684,539	526,831	\$ 560.51	\$ 295,296,373
	All Ages	575,258	\$ 483.18	\$ 277,952,440	574,888	\$ 523.40	\$ 300,895,624	575,870	\$ 559.92	\$ 322,443,408
Duals	All Ages	913,443	\$ 60.35	\$ 55,129,896	934,127	\$ 66.79	\$ 62,391,250	943,561	\$ 72.46	\$ 68,366,655
Waiver Duals	All Ages	9,446	\$ 20.19	\$ 190,720	2,756	\$ 22.12	\$ 60,959	1,083	\$ 24.15	\$ 26,158
All Groups	All Ages	5,057,277	\$ 164.27	\$ 830,744,698	4,933,852	\$ 174.65	\$ 861,698,245	4,919,199	\$ 184.14	\$ 905,845,435

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Exhibit 5b

West

Total For All Aid Categories All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	4,409,393						
Home Health Care	20,519,520	14,982,982	12,880	35	1,593.13	1,163.27	3.40
IP - Maternity	84,345,632	22,836,486	30,110	82	2,801.25	758.44	5.18
IP - Newborn	67,178,622	22,639,515	25,943	71	2,589.47	872.66	5.13
IP - Medical	292,615,920	69,652,868	110,871	302	2,639.25	628.23	15.80
IP - Surgery	175,307,610	32,538,560	29,207	79	6,002.25	1,114.07	7.38
IP - Other	50,597,580	11,556,308	12,988	35	3,895.72	889.77	2.62
Subtotal - Inpatient	670,045,365	159,223,737	209,119	569	3,204.13	761.40	36.11
OP - Emergency Room	246,884,597	81,871,703	225,840	615	1,093.18	362.52	18.57
OP - Laboratory	18,204,563	6,265,748	222,055	604	81.98	28.22	1.42
OP - Radiology	60,252,592	17,906,071	289,636	788	208.03	61.82	4.06
OP - Surgery	159,142,654	66,860,580	38,824	106	4,099.08	1,722.15	15.16
OP - Other	88,899,935	44,666,606	126,458	344	703.00	353.21	10.13
Subtotal - Outpatient	573,384,340	217,570,709	902,813	2,457	635.11	240.99	49.34
Prof - Evaluation & Management	173,258,660	91,692,278	1,281,658	3,488	135.18	71.54	20.79
Prof - Maternity	32,417,533	13,499,509	18,782	51	1,725.99	718.75	3.06
Prof - Surgery	59,695,832	17,488,124	130,481	355	457.51	134.03	3.97
Prof - DME/Supplies	18,619,164	9,428,674	36,942	101	504.01	255.23	2.14
Prof - Lab	59,696,319	15,281,111	1,272,484	3,463	46.91	12.01	3.47
Prof - Radiology	54,936,091	17,380,730	388,207	1,056	141.51	44.77	3.94
Prof - Transportation	27,841,956	14,775,099	153,580	418	181.29	96.20	3.35
Prof - Other	145,766,180	54,977,876	9,332,667	25,399	15.62	5.89	12.47
Subtotal - Professional	572,231,736	234,523,401	12,614,801	34,331	45.36	18.59	53.19
Total	\$ 1,836,180,961	\$ 626,300,829					\$ 142.04

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Exhibit 5b

West

Medicaid (TANF & Related) All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	2,907,072						
Home Health Care	1,287,222	782,189	1,859	8	692.43	420.76	0.27
IP - Maternity	76,610,979	20,846,927	27,055	112	2,831.68	770.54	7.17
IP - Newborn	57,197,371	18,887,107	22,414	93	2,551.86	842.65	6.50
IP - Medical	106,241,707	27,964,311	37,200	154	2,855.96	751.73	9.62
IP - Surgery	58,660,172	11,231,401	10,060	42	5,831.03	1,116.44	3.86
IP - Other	15,082,754	3,447,479	3,609	15	4,179.21	955.25	1.19
Subtotal - Inpatient	313,792,982	82,377,224	100,338	414	3,127.36	821.00	28.34
OP - Emergency Room	161,844,538	59,816,066	164,007	677	986.81	364.72	20.58
OP - Laboratory	8,616,625	3,254,955	113,439	468	75.96	28.69	1.12
OP - Radiology	28,298,503	9,214,336	133,236	550	212.39	69.16	3.17
OP - Surgery	81,443,842	35,643,005	21,510	89	3,786.32	1,657.04	12.26
OP - Other	27,192,865	14,313,196	68,454	283	397.24	209.09	4.92
Subtotal - Outpatient	307,396,372	122,241,558	500,646	2,067	614.00	244.17	42.05
Prof - Evaluation & Management	113,767,066	61,854,600	849,171	3,505	133.97	72.84	21.28
Prof - Maternity	29,873,454	12,455,412	17,105	71	1,746.47	728.17	4.28
Prof - Surgery	31,300,339	9,120,632	74,402	307	420.69	122.59	3.14
Prof - DME/Supplies	3,862,322	1,959,653	10,381	43	372.06	188.77	0.67
Prof - Lab	39,557,699	10,297,574	853,517	3,523	46.35	12.06	3.54
Prof - Radiology	27,609,972	8,689,450	213,247	880	129.47	40.75	2.99
Prof - Transportation	9,498,634	3,621,108	26,166	108	363.01	138.39	1.25
Prof - Other	63,549,304	24,661,253	2,125,357	8,773	29.90	11.60	8.48
Subtotal - Professional	319,018,790	132,659,681	4,169,346	17,210	76.52	31.82	45.63
Total	\$ 941,495,367	\$ 338,060,653					\$ 116.29

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Exhibit 5b

West

Medicaid (TANF & Related) Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	85,194						
Home Health Care	186,142	112,462	122	17	1,525.75	921.82	1.32
IP - Maternity	317,637	100,239	299	42	1,062.33	335.25	1.18
IP - Newborn	13,040,188	5,771,180	5,888	829	2,214.71	980.16	67.74
IP - Medical	12,811,075	6,255,933	5,138	724	2,493.40	1,217.58	73.43
IP - Surgery	5,265,889	2,364,649	1,202	169	4,380.94	1,967.26	27.76
IP - Other	1,359,888	435,899	486	68	2,798.12	896.91	5.12
Subtotal - Inpatient	32,794,676	14,927,900	13,013	1,833	2,520.15	1,147.15	175.22
OP - Emergency Room	5,999,800	3,494,817	8,063	1,136	744.12	433.44	41.02
OP - Laboratory	233,218	103,941	4,425	623	52.70	23.49	1.22
OP - Radiology	677,543	359,096	3,656	515	185.32	98.22	4.22
OP - Surgery	3,037,150	1,882,577	797	112	3,810.73	2,362.08	22.10
OP - Other	2,018,125	1,028,681	6,673	940	302.43	154.16	12.07
Subtotal - Outpatient	11,965,836	6,869,113	23,614	3,326	506.73	290.89	80.63
Prof - Evaluation & Management	9,762,391	5,622,421	66,451	9,360	146.91	84.61	66.00
Prof - Maternity	3,600	1,300	1	0	3,600.00	1,299.67	0.02
Prof - Surgery	1,578,598	480,379	2,747	387	574.66	174.87	5.64
Prof - DME/Supplies	336,214	165,375	902	127	372.74	183.34	1.94
Prof - Lab	326,173	78,409	10,070	1,418	32.39	7.79	0.92
Prof - Radiology	589,221	163,085	9,860	1,389	59.76	16.54	1.91
Prof - Transportation	440,456	133,942	815	115	540.44	164.35	1.57
Prof - Other	4,541,668	2,022,012	117,590	16,563	38.62	17.20	23.73
Subtotal - Professional	17,578,322	8,666,922	208,436	29,359	84.33	41.58	101.73
Total	\$ 62,524,976	\$ 30,576,397					\$ 358.90

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Exhibit 5b

West

Medicaid (TANF & Related)							
Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,566,345						
Home Health Care	329,212	233,295	430	3	765.61	542.55	0.15
IP - Maternity	22,246	15,448	15	0	1,483.07	1,029.84	0.01
IP - Newborn	1,266,368	618,659	649	5	1,951.26	953.25	0.39
IP - Medical	20,250,987	6,374,624	7,616	58	2,659.01	837.00	4.07
IP - Surgery	9,937,586	2,411,972	1,856	14	5,354.30	1,299.55	1.54
IP - Other	1,525,336	577,396	442	3	3,450.99	1,306.33	0.37
Subtotal - Inpatient	33,002,524	9,998,099	10,578	81	3,119.92	945.18	6.38
OP - Emergency Room	53,367,296	28,338,648	72,142	553	739.75	392.82	18.09
OP - Laboratory	2,448,277	1,206,006	35,883	275	68.23	33.61	0.77
OP - Radiology	4,912,208	2,484,442	22,667	174	216.71	109.61	1.59
OP - Surgery	27,018,470	15,443,296	6,802	52	3,972.14	2,270.41	9.86
OP - Other	7,212,913	4,772,296	26,361	202	273.62	181.04	3.05
Subtotal - Outpatient	94,959,164	52,244,688	163,855	1,255	579.53	318.85	33.35
Prof - Evaluation & Management	38,642,407	23,886,489	340,732	2,610	113.41	70.10	15.25
Prof - Maternity	11,431	4,690	7	0	1,633.02	670.04	0.00
Prof - Surgery	7,765,845	2,406,430	28,229	216	275.10	85.25	1.54
Prof - DME/Supplies	1,083,695	541,478	3,146	24	344.47	172.12	0.35
Prof - Lab	6,133,197	1,525,446	194,457	1,490	31.54	7.84	0.97
Prof - Radiology	3,213,039	876,587	46,819	359	68.63	18.72	0.56
Prof - Transportation	2,251,892	899,265	7,149	55	314.99	125.79	0.57
Prof - Other	19,813,228	9,432,670	681,720	5,223	29.06	13.84	6.02
Subtotal - Professional	78,914,734	39,573,055	1,302,259	9,977	60.60	30.39	25.26
Total	\$ 207,205,633	\$ 102,049,138					\$ 65.15

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Exhibit 5b

West

Medicaid (TANF & Related) Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	301,620						
Home Health Care	76,396	35,274	137	5	557.64	257.47	0.12
IP - Maternity	20,557,125	5,493,477	7,702	306	2,669.06	713.25	18.21
IP - Newborn	10,920,076	3,214,292	4,472	178	2,441.88	718.76	10.66
IP - Medical	10,783,376	2,619,781	4,742	189	2,274.01	552.46	8.69
IP - Surgery	4,543,630	868,176	979	39	4,641.09	886.80	2.88
IP - Other	1,320,914	283,495	302	12	4,373.89	938.72	0.94
Subtotal - Inpatient	48,125,120	12,479,221	18,197	724	2,644.67	685.78	41.37
OP - Emergency Room	18,630,775	6,132,883	17,622	701	1,057.25	348.02	20.33
OP - Laboratory	1,076,354	414,542	15,867	631	67.84	26.13	1.37
OP - Radiology	2,536,498	812,797	11,568	460	219.27	70.26	2.69
OP - Surgery	5,653,088	2,359,869	2,008	80	2,815.28	1,175.23	7.82
OP - Other	3,078,165	1,501,235	6,531	260	471.32	229.86	4.98
Subtotal - Outpatient	30,974,881	11,221,327	53,596	2,132	577.93	209.37	37.20
Prof - Evaluation & Management	12,655,205	6,515,918	87,409	3,478	144.78	74.55	21.60
Prof - Maternity	7,503,212	3,125,797	4,083	162	1,837.67	765.56	10.36
Prof - Surgery	2,611,069	757,655	6,985	278	373.81	108.47	2.51
Prof - DME/Supplies	237,190	125,060	525	21	451.79	238.21	0.41
Prof - Lab	6,903,584	1,909,593	145,412	5,785	47.48	13.13	6.33
Prof - Radiology	3,473,359	1,097,598	24,380	970	142.47	45.02	3.64
Prof - Transportation	1,424,502	538,387	4,106	163	346.93	131.12	1.78
Prof - Other	6,855,343	2,561,525	265,500	10,563	25.82	9.65	8.49
Subtotal - Professional	41,663,463	16,631,534	538,400	21,420	77.38	30.89	55.14
Total	\$ 120,839,861	\$ 40,367,356					\$ 133.84

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West

Medicaid (TANF & Related) Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	238,056						
Home Health Care	102,727	83,376	71	4	1,446.85	1,174.30	0.35
IP - Maternity	35,255	4,284	62	3	568.63	69.09	0.02
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	6,025,306	1,346,725	1,742	88	3,458.84	773.09	5.66
IP - Surgery	6,210,327	858,929	772	39	8,044.47	1,112.60	3.61
IP - Other	1,093,177	743,926	176	9	6,211.23	4,226.85	3.13
Subtotal - Inpatient	13,364,065	2,953,864	2,752	139	4,856.13	1,073.35	12.41
OP - Emergency Room	7,762,940	3,054,598	7,526	379	1,031.48	405.87	12.83
OP - Laboratory	332,267	150,831	4,811	243	69.06	31.35	0.63
OP - Radiology	1,516,352	609,008	6,749	340	224.68	90.24	2.56
OP - Surgery	3,923,555	1,622,595	836	42	4,693.25	1,940.90	6.82
OP - Other	965,376	521,138	2,510	127	384.61	207.62	2.19
Subtotal - Outpatient	14,500,491	5,958,171	22,432	1,131	646.42	265.61	25.03
Prof - Evaluation & Management	3,817,729	2,165,365	31,222	1,574	122.28	69.35	9.10
Prof - Maternity	2,140	877	1	0	2,140.00	876.63	0.00
Prof - Surgery	1,779,152	493,155	3,265	165	544.92	151.04	2.07
Prof - DME/Supplies	337,264	182,865	606	31	556.54	301.76	0.77
Prof - Lab	890,924	221,983	22,041	1,111	40.42	10.07	0.93
Prof - Radiology	1,026,578	287,962	11,616	586	88.38	24.79	1.21
Prof - Transportation	552,215	211,069	1,291	65	427.74	163.49	0.89
Prof - Other	2,368,579	1,050,432	101,942	5,139	23.23	10.30	4.41
Subtotal - Professional	10,774,581	4,613,707	171,984	8,669	62.65	26.83	19.38
Total	\$ 38,741,864	\$ 13,609,119					\$ 57.17

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West

Medicaid (TANF & Related) Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	613,554						
Home Health Care	303,472	153,451	782	15	388.07	196.23	0.25
IP - Maternity	55,498,002	15,190,356	18,813	368	2,949.98	807.44	24.76
IP - Newborn	31,673,705	9,152,883	11,238	220	2,818.45	814.46	14.92
IP - Medical	42,340,910	8,788,681	13,088	256	3,235.09	671.51	14.32
IP - Surgery	23,365,402	3,245,002	3,759	74	6,215.86	863.26	5.29
IP - Other	6,967,635	1,112,067	1,480	29	4,707.86	751.40	1.81
Subtotal - Inpatient	159,845,655	37,488,988	48,378	946	3,304.10	774.92	61.10
OP - Emergency Room	67,504,905	16,684,434	52,394	1,025	1,288.41	318.44	27.19
OP - Laboratory	3,871,613	1,181,551	45,413	888	85.25	26.02	1.93
OP - Radiology	14,307,697	3,762,492	67,253	1,315	212.74	55.95	6.13
OP - Surgery	33,592,689	11,393,317	9,125	178	3,681.39	1,248.58	18.57
OP - Other	10,722,143	5,180,621	21,836	427	491.03	237.25	8.44
Subtotal - Outpatient	129,999,046	38,202,415	196,021	3,834	663.19	194.89	62.26
Prof - Evaluation & Management	43,086,304	20,686,642	279,190	5,460	154.33	74.10	33.72
Prof - Maternity	22,318,483	9,308,413	12,970	254	1,720.78	717.69	15.17
Prof - Surgery	14,354,506	4,011,822	26,743	523	536.76	150.01	6.54
Prof - DME/Supplies	1,212,533	611,727	3,467	68	349.74	176.44	1.00
Prof - Lab	22,999,413	6,018,649	436,380	8,535	52.71	13.79	9.81
Prof - Radiology	16,097,173	5,195,068	100,889	1,973	159.55	51.49	8.47
Prof - Transportation	3,985,326	1,481,651	9,984	195	399.17	148.40	2.41
Prof - Other	23,784,829	7,542,222	779,028	15,236	30.53	9.68	12.29
Subtotal - Professional	147,838,566	54,856,194	1,648,651	32,245	89.67	33.27	89.41
Total	\$ 437,986,739	\$ 130,701,049					\$ 213.02

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Exhibit 5b

West

Medicaid (TANF & Related) Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	39,926						
Home Health Care	83,309	69,432	54	16	1,542.77	1,285.79	1.74
IP - Maternity	68,020	7,806	130	39	523.23	60.05	0.20
IP - Newborn	-	930	4	1	-	232.62	0.02
IP - Medical	4,883,389	871,909	1,600	481	3,052.12	544.94	21.84
IP - Surgery	3,197,000	569,587	577	173	5,540.73	987.15	14.27
IP - Other	1,024,078	85,270	252	76	4,063.80	338.37	2.14
Subtotal - Inpatient	9,172,487	1,535,503	2,563	770	3,578.81	599.10	38.46
OP - Emergency Room	3,269,170	741,854	2,841	854	1,150.71	261.12	18.58
OP - Laboratory	177,759	54,134	2,078	625	85.54	26.05	1.36
OP - Radiology	1,224,275	287,640	6,423	1,930	190.61	44.78	7.20
OP - Surgery	2,409,366	784,144	515	155	4,678.38	1,522.61	19.64
OP - Other	886,217	315,818	1,504	452	589.24	209.99	7.91
Subtotal - Outpatient	7,966,787	2,183,590	13,361	4,016	596.27	163.43	54.69
Prof - Evaluation & Management	1,815,036	881,243	13,323	4,004	136.23	66.14	22.07
Prof - Maternity	5,300	2,231	3	1	1,766.67	743.66	0.06
Prof - Surgery	931,885	268,525	2,043	614	456.14	131.44	6.73
Prof - DME/Supplies	185,796	99,095	508	153	365.74	195.07	2.48
Prof - Lab	410,529	95,293	8,012	2,408	51.24	11.89	2.39
Prof - Radiology	877,166	295,026	5,695	1,712	154.02	51.80	7.39
Prof - Transportation	299,152	96,179	434	130	689.29	221.61	2.41
Prof - Other	1,225,375	381,145	34,562	10,388	35.45	11.03	9.55
Subtotal - Professional	5,750,239	2,118,736	64,580	19,410	89.04	32.81	53.07
Total	\$ 22,972,822	\$ 5,907,261					\$ 147.96

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Exhibit 5b

West

Medicaid (TANF & Related) Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	57,363						
Home Health Care	193,139	87,648	233	49	828.92	376.17	1.53
IP - Maternity	112,693	35,318	34	7	3,314.50	1,038.77	0.62
IP - Newborn	297,034	129,162	163	34	1,822.30	792.40	2.25
IP - Medical	8,460,247	1,430,922	2,047	428	4,133.00	699.03	24.94
IP - Surgery	5,307,697	738,138	756	158	7,020.76	976.37	12.87
IP - Other	1,453,881	151,859	263	55	5,528.06	577.41	2.65
Subtotal - Inpatient	15,631,552	2,485,399	3,263	683	4,790.55	761.69	43.33
OP - Emergency Room	5,210,869	1,333,922	3,372	705	1,545.33	395.59	23.25
OP - Laboratory	468,728	142,623	4,811	1,006	97.43	29.65	2.49
OP - Radiology	3,078,602	886,701	14,506	3,035	212.23	61.13	15.46
OP - Surgery	5,721,286	2,130,378	1,398	292	4,092.48	1,523.88	37.14
OP - Other	1,618,750	688,887	2,807	587	576.68	245.42	12.01
Subtotal - Outpatient	16,098,234	5,182,512	26,894	5,626	598.58	192.70	90.35
Prof - Evaluation & Management	3,822,773	2,017,555	29,475	6,166	129.70	68.45	35.17
Prof - Maternity	29,289	12,104	40	8	732.23	302.59	0.21
Prof - Surgery	2,183,493	677,932	4,229	885	516.31	160.31	11.82
Prof - DME/Supplies	452,111	227,873	1,182	247	382.50	192.79	3.97
Prof - Lab	1,854,454	439,500	35,977	7,526	51.55	12.22	7.66
Prof - Radiology	2,281,436	758,255	13,539	2,832	168.51	56.01	13.22
Prof - Transportation	477,577	228,111	2,034	425	234.80	112.15	3.98
Prof - Other	4,879,014	1,642,056	133,749	27,979	36.48	12.28	28.63
Subtotal - Professional	15,980,147	6,003,386	220,225	46,070	72.56	27.26	104.66
Total	\$ 47,903,073	\$ 13,758,945					\$ 239.86

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medicaid (TANF & Related) Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	5,015						
Home Health Care	12,825	7,252	30	72	427.50	241.74	1.45
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	686,418	275,735	1,227	2,936	559.43	224.72	54.98
IP - Surgery	832,641	174,947	159	380	5,236.73	1,100.29	34.88
IP - Other	337,845	57,568	208	498	1,624.25	276.77	11.48
Subtotal - Inpatient	1,856,903	508,250	1,594	3,814	1,164.93	318.85	101.35
OP - Emergency Room	98,782	34,909	47	112	2,101.75	742.75	6.96
OP - Laboratory	8,409	1,325	151	361	55.69	8.78	0.26
OP - Radiology	45,327	12,159	414	991	109.49	29.37	2.42
OP - Surgery	88,239	26,829	29	69	3,042.71	925.12	5.35
OP - Other	691,175	304,519	232	555	2,979.20	1,312.58	60.72
Subtotal - Outpatient	931,932	379,741	873	2,089	1,067.51	434.98	75.72
Prof - Evaluation & Management	165,221	78,968	1,369	3,276	120.69	57.68	15.75
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	95,791	24,734	161	385	594.98	153.63	4.93
Prof - DME/Supplies	17,520	6,180	45	108	389.32	137.33	1.23
Prof - Lab	39,424	8,700	1,168	2,795	33.75	7.45	1.73
Prof - Radiology	52,000	15,868	449	1,074	115.81	35.34	3.16
Prof - Transportation	67,514	32,504	353	845	191.26	92.08	6.48
Prof - Other	81,269	29,191	11,266	26,957	7.21	2.59	5.82
Subtotal - Professional	518,739	196,146	14,811	35,440	35.02	13.24	39.11
Total	\$ 3,320,399	\$ 1,091,389					\$ 217.62

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medically Needy All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	322,285						
Home Health Care	1,226,637	614,433	638	24	1,922.63	963.06	1.91
IP - Maternity	4,560,364	1,124,199	2,009	75	2,269.97	559.58	3.49
IP - Newborn	3,061,483	948,302	1,361	51	2,249.44	696.77	2.94
IP - Medical	18,684,551	3,642,871	8,010	298	2,332.65	454.79	11.30
IP - Surgery	14,765,546	1,914,377	1,917	71	7,702.42	998.63	5.94
IP - Other	1,673,642	286,597	466	17	3,591.51	615.01	0.89
Subtotal - Inpatient	42,745,585	7,916,347	13,763	512	3,105.83	575.19	24.56
OP - Emergency Room	18,946,787	4,880,887	16,578	617	1,142.89	294.42	15.14
OP - Laboratory	1,171,848	358,859	16,637	619	70.44	21.57	1.11
OP - Radiology	5,517,961	1,426,678	29,790	1,109	185.23	47.89	4.43
OP - Surgery	11,976,156	4,324,442	2,934	109	4,081.85	1,473.91	13.42
OP - Other	4,950,970	2,501,977	7,765	289	637.60	322.21	7.76
Subtotal - Outpatient	42,563,723	13,492,844	73,704	2,744	577.50	183.07	41.87
Prof - Evaluation & Management	11,673,831	5,904,092	86,050	3,204	135.66	68.61	18.32
Prof - Maternity	1,507,734	624,980	1,035	39	1,456.75	603.85	1.94
Prof - Surgery	5,150,473	1,488,764	10,093	376	510.30	147.50	4.62
Prof - DME/Supplies	1,033,958	525,709	2,312	86	447.21	227.38	1.63
Prof - Lab	4,893,170	1,270,501	97,635	3,635	50.12	13.01	3.94
Prof - Radiology	4,713,480	1,462,518	31,329	1,167	150.45	46.68	4.54
Prof - Transportation	1,544,032	760,172	6,978	260	221.27	108.94	2.36
Prof - Other	8,922,763	3,156,913	422,885	15,746	21.10	7.47	9.80
Subtotal - Professional	39,439,440	15,193,649	658,317	24,512	59.91	23.08	47.14
Total	\$ 125,975,386	\$ 37,217,272					\$ 115.48

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	104						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	35,233	14,466	32	3,685	1,101.03	452.06	138.82
IP - Newborn	496,551	77,305	121	13,933	4,103.72	638.88	741.82
IP - Medical	1,199,913	193,031	814	93,734	1,474.09	237.14	1,852.33
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	1,731,696	284,802	967	111,352	1,790.79	294.52	2,732.97
OP - Emergency Room	4,685	2,548	6	691	780.89	424.64	24.45
OP - Laboratory	343	199	7	806	48.96	28.41	1.91
OP - Radiology	718	109	3	345	239.33	36.39	1.05
OP - Surgery	617	303	1	115	617.00	303.44	2.91
OP - Other	3,164	1,988	22	2,533	143.80	90.36	19.08
Subtotal - Outpatient	9,527	5,147	39	4,491	244.27	131.98	49.39
Prof - Evaluation & Management	9,970	5,981	76	8,752	131.18	78.70	57.40
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	535	263	1	115	535.00	263.38	2.53
Prof - DME/Supplies	4,054	2,348	2	230	2,026.76	1,174.22	22.54
Prof - Lab	441	71	7	806	62.94	10.18	0.68
Prof - Radiology	413	112	8	921	51.63	14.02	1.08
Prof - Transportation	2,890	861	1	115	2,890.04	860.66	8.26
Prof - Other	1,859	1,341	101	11,630	18.40	13.28	12.87
Subtotal - Professional	20,161	10,978	196	22,570	102.86	56.01	105.34
Total	\$ 1,761,383	\$ 300,927					\$ 2,887.70

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	38,167						
Home Health Care	115,517	69,710	64	20	1,804.95	1,089.21	1.83
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	525,740	156,405	216	68	2,433.98	724.10	4.10
IP - Surgery	488,917	41,664	31	10	15,771.50	1,344.01	1.09
IP - Other	63,342	8,922	9	3	7,038.00	991.37	0.23
Subtotal - Inpatient	1,077,998	206,991	256	80	4,210.93	808.56	5.42
OP - Emergency Room	995,561	436,986	1,366	429	728.81	319.90	11.45
OP - Laboratory	80,871	32,787	1,318	414	61.36	24.88	0.86
OP - Radiology	209,698	85,754	947	298	221.43	90.55	2.25
OP - Surgery	1,015,821	421,306	239	75	4,250.30	1,762.79	11.04
OP - Other	309,599	195,088	955	300	324.19	204.28	5.11
Subtotal - Outpatient	2,611,550	1,171,922	4,825	1,517	541.25	242.89	30.71
Prof - Evaluation & Management	1,005,384	585,234	9,130	2,871	110.12	64.10	15.33
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	368,903	101,926	988	311	373.38	103.16	2.67
Prof - DME/Supplies	61,806	38,622	109	34	567.03	354.33	1.01
Prof - Lab	174,068	43,688	4,920	1,547	35.38	8.88	1.14
Prof - Radiology	143,668	35,793	1,576	496	91.16	22.71	0.94
Prof - Transportation	17,516	7,625	64	20	273.68	119.15	0.20
Prof - Other	609,158	269,405	31,610	9,939	19.27	8.52	7.06
Subtotal - Professional	2,380,503	1,082,293	48,397	15,217	49.19	22.36	28.36
Total	\$ 6,185,568	\$ 2,530,916					\$ 66.31

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	38,578						
Home Health Care	1,844	1,099	13	4	141.85	84.56	0.03
IP - Maternity	1,892,990	443,687	887	276	2,134.15	500.21	11.50
IP - Newborn	1,154,378	342,734	526	164	2,194.64	651.59	8.88
IP - Medical	2,272,031	380,153	885	275	2,567.27	429.55	9.85
IP - Surgery	907,072	134,915	78	24	11,629.13	1,729.68	3.50
IP - Other	43,301	12,737	15	5	2,886.72	849.10	0.33
Subtotal - Inpatient	6,269,772	1,314,226	2,391	744	2,622.24	549.66	34.07
OP - Emergency Room	3,115,927	791,197	2,973	925	1,048.08	266.13	20.51
OP - Laboratory	203,687	66,277	2,878	895	70.77	23.03	1.72
OP - Radiology	538,742	140,584	2,991	930	180.12	47.00	3.64
OP - Surgery	1,004,323	358,707	274	85	3,665.41	1,309.15	9.30
OP - Other	403,856	235,953	1,011	314	399.46	233.39	6.12
Subtotal - Outpatient	5,266,534	1,592,717	10,127	3,150	520.05	157.27	41.29
Prof - Evaluation & Management	1,871,988	950,204	13,615	4,235	137.49	69.79	24.63
Prof - Maternity	585,186	243,303	413	128	1,416.92	589.11	6.31
Prof - Surgery	544,840	150,384	1,392	433	391.41	108.03	3.90
Prof - DME/Supplies	48,358	27,494	112	35	431.77	245.48	0.71
Prof - Lab	1,137,745	317,109	22,832	7,102	49.83	13.89	8.22
Prof - Radiology	568,804	177,137	3,953	1,230	143.89	44.81	4.59
Prof - Transportation	166,110	62,492	437	136	380.11	143.00	1.62
Prof - Other	796,765	316,085	33,656	10,469	23.67	9.39	8.19
Subtotal - Professional	5,719,796	2,244,208	76,410	23,768	74.86	29.37	58.17
Total	\$ 17,257,947	\$ 5,152,249					\$ 133.55

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	36,198						
Home Health Care	10,582	5,476	10	3	1,058.25	547.60	0.15
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	1,743,241	320,899	591	196	2,949.65	542.98	8.87
IP - Surgery	1,748,388	184,886	278	92	6,289.17	665.06	5.11
IP - Other	56,465	11,471	14	5	4,033.18	819.39	0.32
Subtotal - Inpatient	3,548,094	517,256	883	293	4,018.23	585.79	14.29
OP - Emergency Room	2,071,828	585,582	1,757	582	1,179.19	333.28	16.18
OP - Laboratory	103,044	23,908	1,213	402	84.95	19.71	0.66
OP - Radiology	349,727	108,049	1,807	599	193.54	59.79	2.98
OP - Surgery	1,214,827	483,687	225	75	5,399.23	2,149.72	13.36
OP - Other	234,160	92,243	595	197	393.55	155.03	2.55
Subtotal - Outpatient	3,973,586	1,293,469	5,597	1,855	709.95	231.10	35.73
Prof - Evaluation & Management	749,887	361,989	5,371	1,781	139.62	67.40	10.00
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	365,336	99,045	591	196	618.17	167.59	2.74
Prof - DME/Supplies	83,300	45,533	86	29	968.60	529.45	1.26
Prof - Lab	154,575	34,041	2,923	969	52.88	11.65	0.94
Prof - Radiology	263,617	71,900	2,478	821	106.38	29.02	1.99
Prof - Transportation	173,611	54,753	224	74	775.05	244.43	1.51
Prof - Other	364,086	144,446	35,797	11,867	10.17	4.04	3.99
Subtotal - Professional	2,154,411	811,707	47,470	15,737	45.38	17.10	22.42
Total	\$ 9,686,673	\$ 2,627,908					\$ 72.60

TennCare
FY 2007 Per Capita Cost Development
Historical Encounter Data

Exhibit 5b

West

Medically Needy							
Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	84,268						
Home Health Care	201,973	110,467	68	10	2,970.20	1,624.52	1.31
IP - Maternity	2,601,228	649,801	1,072	153	2,426.52	606.16	7.71
IP - Newborn	1,410,554	528,263	714	102	1,975.57	739.86	6.27
IP - Medical	4,618,128	827,998	1,292	184	3,574.40	640.87	9.83
IP - Surgery	3,908,943	480,272	564	80	6,930.75	851.55	5.70
IP - Other	110,854	21,612	34	5	3,260.40	635.64	0.26
Subtotal - Inpatient	12,649,707	2,507,946	3,676	523	3,441.16	682.25	29.76
OP - Emergency Room	6,640,706	1,606,304	5,729	816	1,159.14	280.38	19.06
OP - Laboratory	388,391	115,945	5,049	719	76.92	22.96	1.38
OP - Radiology	1,881,349	475,250	8,955	1,275	210.09	53.07	5.64
OP - Surgery	3,241,925	969,674	954	136	3,398.24	1,016.43	11.51
OP - Other	922,081	519,177	2,216	316	416.10	234.29	6.16
Subtotal - Outpatient	13,074,451	3,686,350	22,903	3,261	570.86	160.95	43.75
Prof - Evaluation & Management	4,349,658	2,146,949	30,343	4,321	143.35	70.76	25.48
Prof - Maternity	922,548	381,677	622	89	1,483.20	613.63	4.53
Prof - Surgery	1,700,426	493,319	3,231	460	526.28	152.68	5.85
Prof - DME/Supplies	271,879	138,538	493	70	551.48	281.01	1.64
Prof - Lab	2,177,910	582,971	42,197	6,009	51.61	13.82	6.92
Prof - Radiology	1,708,706	540,041	11,009	1,568	155.21	49.05	6.41
Prof - Transportation	330,277	126,150	868	124	380.50	145.33	1.50
Prof - Other	2,336,796	767,436	83,967	11,957	27.83	9.14	9.11
Subtotal - Professional	13,798,199	5,177,080	172,730	24,597	79.88	29.97	61.44
Total	\$ 39,724,330	\$ 11,481,844					\$ 136.25

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	50,292						
Home Health Care	46,921	40,159	40	10	1,173.02	1,003.98	0.80
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	2,566,854	404,986	682	163	3,763.72	593.82	8.05
IP - Surgery	3,232,693	407,345	291	69	11,108.91	1,399.81	8.10
IP - Other	579,188	75,287	162	39	3,575.24	464.73	1.50
Subtotal - Inpatient	6,378,736	887,617	1,135	271	5,620.03	782.04	17.65
OP - Emergency Room	3,110,820	764,383	2,673	638	1,163.79	285.96	15.20
OP - Laboratory	104,220	36,103	2,991	714	34.84	12.07	0.72
OP - Radiology	660,422	166,646	2,869	685	230.19	58.09	3.31
OP - Surgery	1,100,446	363,574	289	69	3,807.77	1,258.04	7.23
OP - Other	548,739	363,292	736	176	745.57	493.60	7.22
Subtotal - Outpatient	5,524,647	1,693,997	9,558	2,281	578.01	177.23	33.68
Prof - Evaluation & Management	1,253,604	591,263	8,637	2,061	145.14	68.46	11.76
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	564,160	157,277	1,076	257	524.31	146.17	3.13
Prof - DME/Supplies	130,077	68,256	278	66	467.90	245.53	1.36
Prof - Lab	287,523	67,524	5,665	1,352	50.75	11.92	1.34
Prof - Radiology	575,280	172,543	4,054	967	141.90	42.56	3.43
Prof - Transportation	261,727	98,941	605	144	432.61	163.54	1.97
Prof - Other	1,005,234	332,272	47,139	11,248	21.32	7.05	6.61
Subtotal - Professional	4,077,604	1,488,077	67,454	16,095	60.45	22.06	29.59
Total	\$ 16,027,907	\$ 4,109,851					\$ 81.72

TennCare
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 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	40,981						
Home Health Care	54,456	30,526	145	42	375.56	210.52	0.74
IP - Maternity	30,913	16,245	18	5	1,717.37	902.51	0.40
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	5,023,473	1,024,320	1,452	425	3,459.69	705.45	25.00
IP - Surgery	3,976,982	566,358	593	174	6,706.55	955.07	13.82
IP - Other	646,201	119,036	158	46	4,089.88	753.40	2.90
Subtotal - Inpatient	9,677,569	1,725,960	2,221	650	4,357.30	777.11	42.12
OP - Emergency Room	2,780,101	646,838	1,970	577	1,411.22	328.34	15.78
OP - Laboratory	264,870	78,785	2,935	859	90.25	26.84	1.92
OP - Radiology	1,704,532	408,233	11,376	3,331	149.84	35.89	9.96
OP - Surgery	3,883,502	1,522,959	853	250	4,552.76	1,785.42	37.16
OP - Other	1,802,892	665,888	1,865	546	966.70	357.04	16.25
Subtotal - Outpatient	10,435,897	3,322,704	18,999	5,563	549.29	174.89	81.08
Prof - Evaluation & Management	2,205,303	1,145,177	17,047	4,992	129.37	67.18	27.94
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	1,413,261	431,870	2,516	737	561.71	171.65	10.54
Prof - DME/Supplies	361,524	176,733	1,084	317	333.51	163.04	4.31
Prof - Lab	861,704	204,150	16,999	4,978	50.69	12.01	4.98
Prof - Radiology	1,326,789	425,077	7,291	2,135	181.98	58.30	10.37
Prof - Transportation	357,500	206,843	2,440	714	146.52	84.77	5.05
Prof - Other	3,462,319	1,185,283	112,316	32,889	30.83	10.55	28.92
Subtotal - Professional	9,988,399	3,775,135	159,693	46,762	62.55	23.64	92.12
Total	\$ 30,156,321	\$ 8,854,324					\$ 216.06

TennCare
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 Historical Encounter Data

Exhibit 5b

West

Medically Needy Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	33,697						
Home Health Care	795,344	356,996	298	106	2,668.94	1,197.97	10.59
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	735,171	335,080	2,078	740	353.79	161.25	9.94
IP - Surgery	502,551	98,937	82	29	6,128.67	1,206.55	2.94
IP - Other	174,292	37,531	74	26	2,355.30	507.18	1.11
Subtotal - Inpatient	1,412,014	471,549	2,234	796	632.06	211.08	13.99
OP - Emergency Room	227,159	47,050	104	37	2,184.22	452.40	1.40
OP - Laboratory	26,423	4,855	246	88	107.41	19.74	0.14
OP - Radiology	172,773	42,053	842	300	205.19	49.94	1.25
OP - Surgery	514,696	204,231	99	35	5,198.94	2,062.94	6.06
OP - Other	726,480	428,349	365	130	1,990.36	1,173.56	12.71
Subtotal - Outpatient	1,667,531	726,537	1,656	590	1,006.96	438.73	21.56
Prof - Evaluation & Management	228,038	117,295	1,831	652	124.54	64.06	3.48
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	193,013	54,678	298	106	647.69	183.48	1.62
Prof - DME/Supplies	72,961	28,185	148	53	492.98	190.44	0.84
Prof - Lab	99,204	20,946	2,092	745	47.42	10.01	0.62
Prof - Radiology	126,203	39,914	960	342	131.46	41.58	1.18
Prof - Transportation	234,402	202,508	2,339	833	100.21	86.58	6.01
Prof - Other	346,546	140,645	78,299	27,883	4.43	1.80	4.17
Subtotal - Professional	1,300,367	604,171	85,967	30,614	15.13	7.03	17.93
Total	\$ 5,175,256	\$ 2,159,253					\$ 64.08

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Uninsured/Uninsurable All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	118,262						
Home Health Care	62,321	38,768	133	13	468.58	291.49	0.33
IP - Maternity	214,501	50,930	69	7	3,108.71	738.11	0.43
IP - Newborn	265,856	34,180	58	6	4,583.72	589.30	0.29
IP - Medical	7,256,636	1,376,122	1,994	202	3,639.24	690.13	11.64
IP - Surgery	5,044,635	928,944	883	90	5,713.06	1,052.03	7.85
IP - Other	1,042,915	145,200	176	18	5,925.65	825.00	1.23
Subtotal - Inpatient	13,824,542	2,535,376	3,180	323	4,347.34	797.29	21.44
OP - Emergency Room	4,620,574	1,468,864	4,114	417	1,123.13	357.04	12.42
OP - Laboratory	570,905	198,598	5,656	574	100.94	35.11	1.68
OP - Radiology	2,184,039	675,836	8,489	861	257.28	79.61	5.71
OP - Surgery	4,948,459	2,072,054	1,104	112	4,482.30	1,876.86	17.52
OP - Other	1,350,310	671,562	2,623	266	514.80	256.03	5.68
Subtotal - Outpatient	13,674,287	5,086,914	21,986	2,231	621.95	231.37	43.01
Prof - Evaluation & Management	4,150,179	2,227,807	35,038	3,555	118.45	63.58	18.84
Prof - Maternity	66,742	28,798	39	4	1,711.33	738.41	0.24
Prof - Surgery	2,421,715	688,587	5,016	509	482.80	137.28	5.82
Prof - DME/Supplies	410,276	211,042	860	87	477.06	245.40	1.78
Prof - Lab	1,544,062	380,318	33,154	3,364	46.57	11.47	3.22
Prof - Radiology	1,600,503	506,580	10,874	1,103	147.19	46.59	4.28
Prof - Transportation	344,661	160,119	1,014	103	339.90	157.91	1.35
Prof - Other	4,045,176	1,467,276	147,915	15,009	27.35	9.92	12.41
Subtotal - Professional	14,583,315	5,670,526	233,910	23,735	62.35	24.24	47.95
Total	\$ 42,144,465	\$ 13,331,584					\$ 112.73

TennCare
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Exhibit 5b

West

Uninsured/Uninsurable Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	5						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	-	-	-	-	-	-	-
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	-	-	-	-	-	-	-
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	-	-	-	-	-	-	-
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	-	-	-	-	-	-	-
Subtotal - Professional	-	-	-	-	-	-	-
Total	\$ -	\$ -					\$ -

TennCare
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Exhibit 5b

West

Uninsured/Uninsurable Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	49,072						
Home Health Care	409	187	3	1	136.33	62.37	0.00
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	209,366	60,162	98	24	2,136.38	613.90	1.23
IP - Surgery	150,493	26,865	24	6	6,270.55	1,119.37	0.55
IP - Other	3,571	2,055	3	1	1,190.20	684.92	0.04
Subtotal - Inpatient	363,430	89,082	125	31	2,907.44	712.66	1.82
OP - Emergency Room	957,882	422,337	1,233	302	776.87	342.53	8.61
OP - Laboratory	96,873	48,914	1,385	339	69.94	35.32	1.00
OP - Radiology	232,206	116,005	986	241	235.50	117.65	2.36
OP - Surgery	745,322	434,072	181	44	4,117.80	2,398.19	8.85
OP - Other	219,699	135,146	634	155	346.53	213.16	2.75
Subtotal - Outpatient	2,251,982	1,156,474	4,419	1,081	509.61	261.70	23.57
Prof - Evaluation & Management	1,037,058	619,590	9,982	2,441	103.89	62.07	12.63
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	255,127	80,900	831	203	307.01	97.35	1.65
Prof - DME/Supplies	70,252	37,284	94	23	747.37	396.64	0.76
Prof - Lab	265,933	58,838	6,593	1,612	40.34	8.92	1.20
Prof - Radiology	116,908	33,604	1,578	386	74.09	21.30	0.68
Prof - Transportation	21,651	7,506	45	11	481.13	166.81	0.15
Prof - Other	722,897	324,110	31,056	7,594	23.28	10.44	6.60
Subtotal - Professional	2,489,827	1,161,833	50,179	12,271	49.62	23.15	23.68
Total	\$ 5,105,647	\$ 2,407,576					\$ 49.06

TennCare
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Exhibit 5b

West

Uninsured/Uninsurable Age 14 - 18 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	15,487						
Home Health Care	35	34	1	1	34.65	34.08	0.00
IP - Maternity	34,906	12,797	16	12	2,181.64	799.81	0.83
IP - Newborn	3,885	902	4	3	971.25	225.49	0.06
IP - Medical	283,889	85,427	108	84	2,628.61	790.99	5.52
IP - Surgery	134,473	7,922	8	6	16,809.14	990.27	0.51
IP - Other	16,752	3,407	9	7	1,861.32	378.57	0.22
Subtotal - Inpatient	473,906	110,455	145	112	3,268.31	761.76	7.13
OP - Emergency Room	504,083	172,627	456	353	1,105.44	378.57	11.15
OP - Laboratory	48,935	24,002	678	525	72.18	35.40	1.55
OP - Radiology	141,189	52,821	458	355	308.27	115.33	3.41
OP - Surgery	289,214	82,959	67	52	4,316.63	1,238.20	5.36
OP - Other	168,357	66,262	246	191	684.38	269.36	4.28
Subtotal - Outpatient	1,151,777	398,671	1,905	1,476	604.61	209.28	25.74
Prof - Evaluation & Management	452,632	250,249	3,954	3,064	114.47	63.29	16.16
Prof - Maternity	10,442	4,070	4	3	2,610.50	1,017.61	0.26
Prof - Surgery	129,700	36,181	314	243	413.06	115.22	2.34
Prof - DME/Supplies	23,158	14,036	38	29	609.43	369.36	0.91
Prof - Lab	225,720	61,330	4,946	3,832	45.64	12.40	3.96
Prof - Radiology	99,345	30,063	821	636	121.00	36.62	1.94
Prof - Transportation	20,740	8,639	68	53	305.01	127.04	0.56
Prof - Other	255,838	111,244	10,398	8,057	24.60	10.70	7.18
Subtotal - Professional	1,217,575	515,812	20,543	15,918	59.27	25.11	33.31
Total	\$ 2,843,293	\$ 1,024,973					\$ 66.18

TennCare
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Exhibit 5b

West

Uninsured/Uninsurable Age 14 - 18 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	16,084						
Home Health Care	356	177	4	3	88.89	44.14	0.01
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	288,680	53,412	56	42	5,154.99	953.78	3.32
IP - Surgery	71,068	8,004	14	10	5,076.26	571.69	0.50
IP - Other	13,522	1,275	1	1	13,521.90	1,274.98	0.08
Subtotal - Inpatient	373,269	62,690	71	53	5,257.31	882.96	3.90
OP - Emergency Room	486,375	170,577	444	331	1,095.44	384.18	10.61
OP - Laboratory	29,535	10,392	361	269	81.81	28.79	0.65
OP - Radiology	171,663	67,093	926	691	185.38	72.45	4.17
OP - Surgery	363,864	174,207	80	60	4,548.30	2,177.58	10.83
OP - Other	79,695	39,468	191	143	417.25	206.64	2.45
Subtotal - Outpatient	1,131,132	461,738	2,002	1,494	565.00	230.64	28.71
Prof - Evaluation & Management	340,120	183,950	3,017	2,251	112.73	60.97	11.44
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	177,464	47,229	445	332	398.80	106.13	2.94
Prof - DME/Supplies	33,061	20,063	55	41	601.12	364.78	1.25
Prof - Lab	88,053	20,147	1,856	1,385	47.44	10.86	1.25
Prof - Radiology	93,662	27,343	903	674	103.72	30.28	1.70
Prof - Transportation	11,077	5,066	29	22	381.97	174.70	0.31
Prof - Other	223,004	115,505	10,499	7,833	21.24	11.00	7.18
Subtotal - Professional	966,441	419,304	16,804	12,537	57.51	24.95	26.07
Total	\$ 2,471,197	\$ 943,909					\$ 58.69

TennCare
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Exhibit 5b

West

Uninsured/Uninsurable Age 19 - 20							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	7,897						
Home Health Care	1,190	729	2	1	595.00	364.50	0.05
IP - Maternity	99,739	25,338	35	26	2,849.69	723.95	1.58
IP - Newborn	13,696	2,923	9	7	1,521.83	324.76	0.18
IP - Medical	232,317	85,939	83	62	2,799.00	1,035.41	5.34
IP - Surgery	1,463,396	137,978	116	87	12,615.48	1,189.46	8.58
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	1,809,148	252,178	243	181	7,445.06	1,037.77	15.68
OP - Emergency Room	405,852	91,451	335	250	1,211.50	272.99	5.69
OP - Laboratory	18,030	5,714	256	191	70.43	22.32	0.36
OP - Radiology	103,293	26,364	572	427	180.58	46.09	1.64
OP - Surgery	113,526	37,737	39	29	2,910.91	967.61	2.35
OP - Other	63,616	26,583	122	91	521.44	217.89	1.65
Subtotal - Outpatient	704,316	187,849	1,324	988	531.96	141.88	11.68
Prof - Evaluation & Management	226,646	115,671	1,865	1,391	121.53	62.02	7.19
Prof - Maternity	43,871	19,607	25	19	1,754.84	784.30	1.22
Prof - Surgery	284,109	63,999	754	563	376.80	84.88	3.98
Prof - DME/Supplies	6,746	3,831	13	10	518.94	294.68	0.24
Prof - Lab	117,656	33,126	2,357	1,759	49.92	14.05	2.06
Prof - Radiology	65,367	19,954	621	463	105.26	32.13	1.24
Prof - Transportation	50,269	14,628	42	31	1,196.89	348.29	0.91
Prof - Other	171,763	51,369	13,220	9,863	12.99	3.89	3.19
Subtotal - Professional	966,427	322,186	18,897	14,099	51.14	17.05	20.03
Total	\$ 3,481,081	\$ 762,942					\$ 47.43

TennCare
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Exhibit 5b

West

Uninsured/Uninsurable Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	29,718						
Home Health Care	60,332	37,642	123	92	490.50	306.03	2.34
IP - Maternity	79,855	12,794	18	13	4,436.41	710.80	0.80
IP - Newborn	248,275	30,355	45	34	5,517.21	674.55	1.89
IP - Medical	6,242,385	1,091,182	1,649	1,230	3,785.56	661.72	67.84
IP - Surgery	3,225,205	748,175	721	538	4,473.24	1,037.69	46.52
IP - Other	<u>1,009,070</u>	<u>138,463</u>	<u>163</u>	<u>122</u>	<u>6,190.61</u>	<u>849.47</u>	<u>8.61</u>
Subtotal - Inpatient	10,804,790	2,020,970	2,596	1,937	4,162.09	778.49	125.65
OP - Emergency Room	2,266,382	611,872	1,646	1,228	1,376.90	371.73	38.04
OP - Laboratory	377,533	109,575	2,976	2,220	126.86	36.82	6.81
OP - Radiology	1,535,689	413,553	5,547	4,139	276.85	74.55	25.71
OP - Surgery	3,436,533	1,343,079	737	550	4,662.87	1,822.36	83.50
OP - Other	<u>818,942</u>	<u>404,104</u>	<u>1,430</u>	<u>1,067</u>	<u>572.69</u>	<u>282.59</u>	<u>25.12</u>
Subtotal - Outpatient	8,435,079	2,882,181	12,336	9,204	683.78	233.64	179.20
Prof - Evaluation & Management	2,093,723	1,058,346	16,220	12,101	129.08	65.25	65.80
Prof - Maternity	12,429	5,120	10	7	1,242.90	512.00	0.32
Prof - Surgery	1,575,315	460,279	2,672	1,994	589.56	172.26	28.62
Prof - DME/Supplies	277,057	135,828	660	492	419.78	205.80	8.44
Prof - Lab	846,701	206,876	17,402	12,983	48.66	11.89	12.86
Prof - Radiology	1,225,222	395,615	6,951	5,186	176.27	56.91	24.60
Prof - Transportation	240,924	124,279	830	619	290.27	149.73	7.73
Prof - Other	<u>2,671,674</u>	<u>865,047</u>	<u>82,742</u>	<u>61,732</u>	<u>32.29</u>	<u>10.45</u>	<u>53.78</u>
Subtotal - Professional	8,943,046	3,251,391	127,487	95,116	70.15	25.50	202.15
Total	\$ 28,243,247	\$ 8,192,184					\$ 509.34

TennCare
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Exhibit 5b

West

Disabled All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	453,793						
Home Health Care	14,111,416	10,373,776	7,996	211	1,764.81	1,297.37	22.86
IP - Maternity	2,905,259	797,682	958	25	3,032.63	832.65	1.76
IP - Newborn	5,999,723	2,591,227	1,899	50	3,159.41	1,364.52	5.71
IP - Medical	152,492,833	34,077,861	50,672	1,340	3,009.41	672.52	75.10
IP - Surgery	91,822,796	17,780,183	15,429	408	5,951.31	1,152.39	39.18
IP - Other	31,138,581	7,173,217	6,656	176	4,678.27	1,077.71	15.81
Subtotal - Inpatient	284,359,192	62,420,170	75,614	2,000	3,760.67	825.51	137.55
OP - Emergency Room	57,588,032	14,701,122	39,266	1,038	1,466.61	374.40	32.40
OP - Laboratory	7,471,244	2,349,112	83,211	2,200	89.79	28.23	5.18
OP - Radiology	23,243,272	6,359,924	113,535	3,002	204.72	56.02	14.02
OP - Surgery	58,191,392	23,822,790	12,736	337	4,569.05	1,870.51	52.50
OP - Other	43,647,478	19,188,719	40,724	1,077	1,071.79	471.19	42.29
Subtotal - Outpatient	190,141,419	66,421,667	289,472	7,655	656.86	229.46	146.37
Prof - Evaluation & Management	41,823,934	20,836,468	297,646	7,871	140.52	70.00	45.92
Prof - Maternity	942,130	381,740	586	15	1,607.73	651.43	0.84
Prof - Surgery	19,893,709	5,959,785	38,897	1,029	511.45	153.22	13.13
Prof - DME/Supplies	12,617,711	6,449,802	22,024	582	572.91	292.85	14.21
Prof - Lab	13,004,956	3,161,786	274,859	7,268	47.32	11.50	6.97
Prof - Radiology	20,266,003	6,510,586	126,639	3,349	160.03	51.41	14.35
Prof - Transportation	10,199,865	4,922,193	43,956	1,162	232.05	111.98	10.85
Prof - Other	64,429,116	23,306,866	4,429,049	117,121	14.55	5.26	51.36
Subtotal - Professional	183,177,425	71,529,226	5,233,656	138,398	35.00	13.67	157.63
Total	\$ 671,789,453	\$ 210,744,838					\$ 464.41

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Exhibit 5b

West

Disabled Age <21							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	74,796						
Home Health Care	8,955,718	6,722,772	2,342	376	3,823.96	2,870.53	89.88
IP - Maternity	401,630	152,240	212	34	1,894.48	718.11	2.04
IP - Newborn	3,703,090	1,985,416	1,098	176	3,372.58	1,808.21	26.54
IP - Medical	8,159,031	3,153,118	2,769	444	2,946.56	1,138.72	42.16
IP - Surgery	6,183,731	1,427,888	841	135	7,352.83	1,697.85	19.09
IP - Other	2,302,693	1,115,588	438	70	5,257.29	2,547.00	14.92
Subtotal - Inpatient	20,750,175	7,834,249	5,358	860	3,872.75	1,462.16	104.74
OP - Emergency Room	4,574,334	2,074,718	4,081	655	1,120.89	508.38	27.74
OP - Laboratory	765,828	418,215	8,258	1,325	92.74	50.64	5.59
OP - Radiology	1,185,439	593,960	5,902	947	200.85	100.64	7.94
OP - Surgery	6,597,129	4,405,655	1,341	215	4,919.56	3,285.35	58.90
OP - Other	6,820,876	5,080,435	8,179	1,312	833.95	621.16	67.92
Subtotal - Outpatient	19,943,606	12,572,983	27,761	4,454	718.40	452.90	168.10
Prof - Evaluation & Management	3,934,722	2,134,569	26,957	4,325	145.96	79.18	28.54
Prof - Maternity	165,277	69,703	135	22	1,224.28	516.32	0.93
Prof - Surgery	1,831,541	583,970	4,473	718	409.47	130.55	7.81
Prof - DME/Supplies	2,856,919	1,385,480	3,218	516	887.79	430.54	18.52
Prof - Lab	733,360	192,757	17,105	2,744	42.87	11.27	2.58
Prof - Radiology	897,607	279,164	12,050	1,933	74.49	23.17	3.73
Prof - Transportation	542,049	251,431	1,788	287	303.16	140.62	3.36
Prof - Other	6,827,459	3,265,887	1,357,738	217,830	5.03	2.41	43.66
Subtotal - Professional	17,788,934	8,162,960	1,423,464	228,374	12.50	5.73	109.14
Total	\$ 67,438,433	\$ 35,292,964					\$ 471.85

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Disabled Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	378,997						
Home Health Care	5,155,698	3,651,003	5,654	179	911.87	645.74	9.63
IP - Maternity	2,503,629	645,442	746	24	3,356.07	865.20	1.70
IP - Newborn	2,296,634	605,811	801	25	2,867.21	756.32	1.60
IP - Medical	144,333,801	30,924,743	47,903	1,517	3,013.04	645.57	81.60
IP - Surgery	85,639,065	16,352,296	14,588	462	5,870.51	1,120.94	43.15
IP - Other	28,835,888	6,057,629	6,218	197	4,637.49	974.21	15.98
Subtotal - Inpatient	263,609,017	54,585,921	70,256	2,224	3,752.12	776.96	144.03
OP - Emergency Room	53,013,698	12,626,403	35,185	1,114	1,506.71	358.86	33.32
OP - Laboratory	6,705,417	1,930,898	74,953	2,373	89.46	25.76	5.09
OP - Radiology	22,057,833	5,765,964	107,633	3,408	204.94	53.57	15.21
OP - Surgery	51,594,263	19,417,135	11,395	361	4,527.80	1,704.00	51.23
OP - Other	36,826,602	14,108,284	32,545	1,030	1,131.56	433.50	37.23
Subtotal - Outpatient	170,197,813	53,848,684	261,711	8,286	650.33	205.76	142.08
Prof - Evaluation & Management	37,889,213	18,701,899	270,689	8,571	139.97	69.09	49.35
Prof - Maternity	776,852	312,037	451	14	1,722.51	691.88	0.82
Prof - Surgery	18,062,168	5,375,815	34,424	1,090	524.70	156.16	14.18
Prof - DME/Supplies	9,760,792	5,064,322	18,806	595	519.03	269.29	13.36
Prof - Lab	12,271,596	2,969,029	257,754	8,161	47.61	11.52	7.83
Prof - Radiology	19,368,396	6,231,421	114,589	3,628	169.02	54.38	16.44
Prof - Transportation	9,657,816	4,670,762	42,168	1,335	229.03	110.77	12.32
Prof - Other	57,601,657	20,040,979	3,071,311	97,246	18.75	6.53	52.88
Subtotal - Professional	165,388,491	63,366,265	3,810,192	120,640	43.41	16.63	167.19
Total	\$ 604,351,020	\$ 175,451,874					\$ 462.94

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	603,014						
Home Health Care	3,462,137	2,810,840	2,189	44	1,581.61	1,284.07	4.66
IP - Maternity	54,530	16,748	19	0	2,869.98	881.49	0.03
IP - Newborn	654,190	178,699	211	4	3,100.43	846.92	0.30
IP - Medical	7,925,928	2,588,240	12,991	259	610.11	199.23	4.29
IP - Surgery	5,014,461	683,655	918	18	5,462.38	744.72	1.13
IP - Other	1,659,689	503,815	2,081	41	797.54	242.10	0.84
Subtotal - Inpatient	15,308,797	3,971,157	16,220	323	943.82	244.83	6.59
OP - Emergency Room	3,857,742	1,000,356	1,860	37	2,074.05	537.83	1.66
OP - Laboratory	373,940	104,223	3,112	62	120.16	33.49	0.17
OP - Radiology	1,002,373	228,438	4,564	91	219.63	50.05	0.38
OP - Surgery	2,564,152	989,248	536	11	4,783.87	1,845.61	1.64
OP - Other	11,754,857	7,987,839	6,872	137	1,710.54	1,162.37	13.25
Subtotal - Outpatient	19,553,064	10,310,105	16,944	337	1,153.98	608.48	17.10
Prof - Evaluation & Management	1,831,221	864,130	13,665	272	134.01	63.24	1.43
Prof - Maternity	27,473	8,580	17	0	1,616.06	504.71	0.01
Prof - Surgery	909,815	225,390	2,047	41	444.46	110.11	0.37
Prof - DME/Supplies	694,597	282,269	1,360	27	510.73	207.55	0.47
Prof - Lab	692,297	170,020	13,240	263	52.29	12.84	0.28
Prof - Radiology	727,909	207,176	6,077	121	119.78	34.09	0.34
Prof - Transportation	6,208,713	5,271,532	75,137	1,495	82.63	70.16	8.74
Prof - Other	4,690,425	2,344,968	2,190,053	43,582	2.14	1.07	3.89
Subtotal - Professional	15,782,449	9,374,065	2,301,596	45,802	6.86	4.07	15.55
Total	\$ 54,106,448	\$ 26,466,168					\$ 43.89

TennCare
 FY 2007 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5b

West

Waiver Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	4,967						
Home Health Care	369,786	362,975	65	157	5,689.01	5,584.24	73.08
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	14,266	3,463	4	10	3,566.38	865.82	0.70
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	14,266	3,463	4	10	3,566.38	865.82	0.70
OP - Emergency Room	26,924	4,408	15	36	1,794.96	293.87	0.89
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	6,443	858	22	53	292.87	39.02	0.17
OP - Surgery	18,653	9,041	4	10	4,663.15	2,260.36	1.82
OP - Other	3,455	3,313	20	48	172.75	165.67	0.67
Subtotal - Outpatient	55,475	17,621	61	147	909.43	288.87	3.55
Prof - Evaluation & Management	12,429	5,181	88	213	141.24	58.88	1.04
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	19,781	4,967	26	63	760.82	191.02	1.00
Prof - DME/Supplies	300	199	5	12	60.07	39.82	0.04
Prof - Lab	4,135	912	79	191	52.34	11.54	0.18
Prof - Radiology	18,224	4,420	41	99	444.48	107.81	0.89
Prof - Transportation	46,051	39,975	329	795	139.97	121.51	8.05
Prof - Other	129,396	40,600	17,408	42,057	7.43	2.33	8.17
Subtotal - Professional	230,316	96,254	17,976	43,429	12.81	5.35	19.38
Total	\$ 669,842	\$ 480,315					\$ 96.70

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: **West**

Medicaid (TANF & Related)												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			2,907,072					2,885,694				2,852,616
Home Health Care	8	421	0.27	1.148	1.033	0.32	0.997	0.32	1.100	1.000	1.002	0.35
IP - Maternity	112	771	7.17	1.017	1.027	7.48	0.997	7.46	1.030	1.000	0.997	7.66
IP - Newborn	93	843	6.50	1.017	1.027	6.78	0.986	6.69	1.030	1.000	1.006	6.93
IP - Medical	154	752	9.62	1.017	1.027	10.04	0.990	9.94	1.030	1.000	1.004	10.28
IP - Surgery	42	1,116	3.86	1.023	1.027	4.06	0.991	4.02	1.030	1.000	1.003	4.15
IP - Other	15	955	1.19	1.017	1.027	1.24	0.994	1.231	1.030	1.000	1.000	1.27
Subtotal - Inpatient	414	821	28.34			29.60	0.991	29.34	1.030	1.000	1.002	30.29
OP - Emergency Room	677	365	20.58	1.148	1.014	23.96	0.998	23.91	1.150	1.000	1.001	27.52
OP - Laboratory	468	29	1.12	1.037	1.014	1.18	0.999	1.18	1.050	1.000	0.999	1.23
OP - Radiology	550	69	3.17	1.037	1.014	3.33	0.999	3.33	1.050	1.000	0.999	3.49
OP - Surgery	89	1,657	12.26	1.096	1.014	13.63	0.999	13.61	1.100	1.000	1.000	14.98
OP - Other	283	209	4.92	1.037	1.014	5.18	0.994	5.14	1.050	1.000	0.999	5.40
Subtotal - Outpatient	2,067	244	42.05			47.28	0.998	47.18	1.115	1.000	1.000	52.62
Prof - Evaluation & Management	3,505	73	21.28	1.037	1.007	22.22	0.996	22.14	1.030	1.000	1.001	22.83
Prof - Maternity	71	728	4.28	1.037	1.007	4.47	0.997	4.46	1.030	1.000	0.997	4.58
Prof - Surgery	307	123	3.14	1.037	1.007	3.28	0.998	3.27	1.030	1.000	0.999	3.36
Prof - DME/Supplies	43	189	0.67	1.037	1.007	0.70	0.999	0.70	1.030	1.000	1.000	0.72
Prof - Lab	3,523	12	3.54	1.037	1.007	3.70	0.998	3.69	1.030	1.000	0.997	3.79
Prof - Radiology	880	41	2.99	1.037	1.007	3.12	0.999	3.12	1.030	1.000	0.997	3.20
Prof - Transportation	108	138	1.25	1.037	1.007	1.30	0.998	1.30	1.030	1.000	0.998	1.33
Prof - Other	8,773	12	8.48	1.037	1.007	8.86	0.998	8.84	1.030	1.000	1.001	9.11
Subtotal - Professional	17,210	32	45.63			47.66	0.997	47.53	1.030	1.000	1.000	48.94
Total			\$ 116.29			\$ 124.85	0.996	\$ 124.37	1.062	1.000	1.000	\$ 132.19
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 126.75			\$ 136.08		\$ 135.55				\$ 144.08

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: **West**

Medicaid (TANF & Related) Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			85,194					81,255				82,433
Home Health Care	17	922	1.32	1.148	1.033	1.57	1.000	1.57	1.100	1.000	1.000	1.72
IP - Maternity	42	335	1.18	1.017	1.027	1.23	1.000	1.23	1.030	1.000	1.000	1.26
IP - Newborn	829	980	67.74	1.017	1.027	70.69	1.000	70.69	1.030	1.000	1.000	72.81
IP - Medical	724	1,218	73.43	1.017	1.027	76.63	1.000	76.63	1.030	1.000	1.000	78.93
IP - Surgery	169	1,967	27.76	1.023	1.027	29.16	1.000	29.16	1.030	1.000	1.000	30.03
IP - Other	68	897	5.12	1.017	1.027	5.34	1.000	5.339	1.030	1.000	1.000	5.50
Subtotal - Inpatient	1,833	1,147	175.22			183.04	1.000	183.04	1.030	1.000	1.000	188.54
OP - Emergency Room	1,136	433	41.02	1.148	1.014	47.76	1.000	47.76	1.150	1.000	1.000	54.93
OP - Laboratory	623	23	1.22	1.037	1.014	1.28	1.000	1.28	1.050	1.000	1.000	1.35
OP - Radiology	515	98	4.22	1.037	1.014	4.43	1.000	4.43	1.050	1.000	1.000	4.65
OP - Surgery	112	2,362	22.10	1.096	1.014	24.57	1.000	24.57	1.100	1.000	1.000	27.03
OP - Other	940	154	12.07	1.037	1.014	12.70	1.000	12.70	1.050	1.000	1.000	13.33
Subtotal - Outpatient	3,326	291	80.63			90.75	1.000	90.75	1.050	1.000	1.000	101.29
Prof - Evaluation & Management	9,360	85	66.00	1.037	1.007	68.93	1.000	68.93	1.030	1.000	1.000	70.99
Prof - Maternity	0	1,300	0.02	1.037	1.007	0.02	1.000	0.02	1.030	1.000	1.000	0.02
Prof - Surgery	387	175	5.64	1.037	1.007	5.89	1.000	5.89	1.030	1.000	1.000	6.07
Prof - DME/Supplies	127	183	1.94	1.037	1.007	2.03	1.000	2.03	1.030	1.000	1.000	2.09
Prof - Lab	1,418	8	0.92	1.037	1.007	0.96	1.000	0.96	1.030	1.000	1.000	0.99
Prof - Radiology	1,389	17	1.91	1.037	1.007	2.00	1.000	2.00	1.030	1.000	1.000	2.06
Prof - Transportation	115	164	1.57	1.037	1.007	1.64	1.000	1.64	1.030	1.000	1.000	1.69
Prof - Other	16,563	17	23.73	1.037	1.007	24.79	1.000	24.79	1.030	1.000	1.000	25.53
Subtotal - Professional	29,359	42	101.73			106.25	1.000	106.25	1.030	1.000	1.000	109.44
Total			\$ 358.90			\$ 381.60	1.000	\$ 381.60	1.035	1.000	1.000	\$ 400.98
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 391.18			\$ 415.92		\$ 415.92				\$ 437.04

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medicaid (TANF & Related)												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			1,566,345					1,556,210				1,541,065
Home Health Care	3	543	0.15	1.148	1.033	0.18	1.000	0.18	1.100	1.000	1.000	0.19
IP - Maternity	0	1,030	0.01	1.017	1.027	0.01	1.000	0.01	1.030	1.000	1.000	0.01
IP - Newborn	5	953	0.39	1.017	1.027	0.41	1.000	0.41	1.030	1.000	1.000	0.42
IP - Medical	58	837	4.07	1.017	1.027	4.25	1.000	4.25	1.030	1.000	1.000	4.37
IP - Surgery	14	1,300	1.54	1.023	1.027	1.62	1.000	1.62	1.030	1.000	1.000	1.67
IP - Other	3	1,306	0.37	1.017	1.027	0.38	1.000	0.385	1.030	1.000	1.000	0.40
Subtotal - Inpatient	81	945	6.38			6.67	1.000	6.67	1.030	1.000	1.000	6.87
OP - Emergency Room	553	393	18.09	1.148	1.014	21.06	1.000	21.06	1.150	1.000	1.000	24.22
OP - Laboratory	275	34	0.77	1.037	1.014	0.81	1.000	0.81	1.050	1.000	1.000	0.85
OP - Radiology	174	110	1.59	1.037	1.014	1.67	1.000	1.67	1.050	1.000	1.000	1.75
OP - Surgery	52	2,270	9.86	1.096	1.014	10.96	1.000	10.96	1.100	1.000	1.000	12.06
OP - Other	202	181	3.05	1.037	1.014	3.20	1.000	3.20	1.050	1.000	1.000	3.36
Subtotal - Outpatient	1,255	319	33.35			37.71	1.000	37.71	1.050	1.000	1.000	42.25
Prof - Evaluation & Management	2,610	70	15.25	1.037	1.007	15.93	1.000	15.93	1.030	1.000	1.000	16.40
Prof - Maternity	0	670	0.00	1.037	1.007	0.00	1.000	0.00	1.030	1.000	1.000	0.00
Prof - Surgery	216	85	1.54	1.037	1.007	1.60	1.000	1.60	1.030	1.000	1.000	1.65
Prof - DME/Supplies	24	172	0.35	1.037	1.007	0.36	1.000	0.36	1.030	1.000	1.000	0.37
Prof - Lab	1,490	8	0.97	1.037	1.007	1.02	1.000	1.02	1.030	1.000	1.000	1.05
Prof - Radiology	359	19	0.56	1.037	1.007	0.58	1.000	0.58	1.030	1.000	1.000	0.60
Prof - Transportation	55	126	0.57	1.037	1.007	0.60	1.000	0.60	1.030	1.000	1.000	0.62
Prof - Other	5,223	14	6.02	1.037	1.007	6.29	1.000	6.29	1.030	1.000	1.000	6.48
Subtotal - Professional	9,977	30	25.26			26.39	1.000	26.39	1.030	1.000	1.000	27.18
Total			\$ 65.15			\$ 70.94	1.000	\$ 70.94	1.041	1.000	1.000	\$ 76.49
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 71.01			\$ 77.32		\$ 77.32				\$ 83.37

TennCare
FY 2007 Per Capita Cost Development
Development of Per Capita Costs: West

Exhibit 6b

Medicaid (TANF & Related)												
Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			301,620					301,409				297,737
Home Health Care	5	257	0.12	1.148	1.033	0.14	1.000	0.14	1.100	1.000	1.000	0.15
IP - Maternity	306	713	18.21	1.017	1.027	19.01	1.000	19.01	1.030	1.000	1.000	19.58
IP - Newborn	178	719	10.66	1.017	1.027	11.12	1.000	11.12	1.030	1.000	1.000	11.45
IP - Medical	189	552	8.69	1.017	1.027	9.06	1.000	9.06	1.030	1.000	1.000	9.34
IP - Surgery	39	887	2.88	1.023	1.027	3.02	1.000	3.02	1.030	1.000	1.000	3.11
IP - Other	12	939	0.94	1.017	1.027	0.98	1.000	0.981	1.030	1.000	1.000	1.01
Subtotal - Inpatient	724	686	41.37			43.20	1.000	43.20	1.030	1.000	1.000	44.49
OP - Emergency Room	701	348	20.33	1.148	1.014	23.67	1.000	23.67	1.150	1.000	1.000	27.22
OP - Laboratory	631	26	1.37	1.037	1.014	1.45	1.000	1.45	1.050	1.000	1.000	1.52
OP - Radiology	460	70	2.69	1.037	1.014	2.83	1.000	2.83	1.050	1.000	1.000	2.98
OP - Surgery	80	1,175	7.82	1.096	1.014	8.70	1.000	8.70	1.100	1.000	1.000	9.57
OP - Other	260	230	4.98	1.037	1.014	5.23	1.000	5.23	1.050	1.000	1.000	5.50
Subtotal - Outpatient	2,132	209	37.20			41.89	1.000	41.89	1.050	1.000	1.000	46.78
Prof - Evaluation & Management	3,478	75	21.60	1.037	1.007	22.56	1.000	22.56	1.030	1.000	1.000	23.24
Prof - Maternity	162	766	10.36	1.037	1.007	10.82	1.000	10.82	1.030	1.000	1.000	11.15
Prof - Surgery	278	108	2.51	1.037	1.007	2.62	1.000	2.62	1.030	1.000	1.000	2.70
Prof - DME/Supplies	21	238	0.41	1.037	1.007	0.43	1.000	0.43	1.030	1.000	1.000	0.45
Prof - Lab	5,785	13	6.33	1.037	1.007	6.61	1.000	6.61	1.030	1.000	1.000	6.81
Prof - Radiology	970	45	3.64	1.037	1.007	3.80	1.000	3.80	1.030	1.000	1.000	3.91
Prof - Transportation	163	131	1.78	1.037	1.007	1.86	1.000	1.86	1.030	1.000	1.000	1.92
Prof - Other	10,563	10	8.49	1.037	1.007	8.87	1.000	8.87	1.030	1.000	1.000	9.14
Subtotal - Professional	21,420	31	55.14			57.59	1.000	57.59	1.030	1.000	1.000	59.32
Total			\$ 133.84			\$ 142.81	1.000	\$ 142.81	1.036	1.000	1.000	\$ 150.74
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 145.87			\$ 155.65		\$ 155.65				\$ 164.30

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: **West**

Medicaid (TANF & Related)												
Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			238,056					238,993				234,783
Home Health Care	4	1,174	0.35	1.148	1.033	0.42	1.000	0.42	1.100	1.000	1.000	0.46
IP - Maternity	3	69	0.02	1.017	1.027	0.02	1.000	0.02	1.030	1.000	1.000	0.02
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Medical	88	773	5.66	1.017	1.027	5.90	1.000	5.90	1.030	1.000	1.000	6.08
IP - Surgery	39	1,113	3.61	1.023	1.027	3.79	1.000	3.79	1.030	1.000	1.000	3.90
IP - Other	9	4,227	3.13	1.017	1.027	3.26	1.000	3.261	1.030	1.000	1.000	3.36
Subtotal - Inpatient	139	1,073	12.41			12.97	1.000	12.97	1.030	1.000	1.000	13.36
OP - Emergency Room	379	406	12.83	1.148	1.014	14.94	1.000	14.94	1.150	1.000	1.000	17.18
OP - Laboratory	243	31	0.63	1.037	1.014	0.67	1.000	0.67	1.050	1.000	1.000	0.70
OP - Radiology	340	90	2.56	1.037	1.014	2.69	1.000	2.69	1.050	1.000	1.000	2.82
OP - Surgery	42	1,941	6.82	1.096	1.014	7.58	1.000	7.58	1.100	1.000	1.000	8.34
OP - Other	127	208	2.19	1.037	1.014	2.30	1.000	2.30	1.050	1.000	1.000	2.42
Subtotal - Outpatient	1,131	266	25.03			28.18	1.000	28.18	1.050	1.000	1.000	31.46
Prof - Evaluation & Management	1,574	69	9.10	1.037	1.007	9.50	1.000	9.50	1.030	1.000	1.000	9.78
Prof - Maternity	0	877	0.00	1.037	1.007	0.00	1.000	0.00	1.030	1.000	1.000	0.00
Prof - Surgery	165	151	2.07	1.037	1.007	2.16	1.000	2.16	1.030	1.000	1.000	2.23
Prof - DME/Supplies	31	302	0.77	1.037	1.007	0.80	1.000	0.80	1.030	1.000	1.000	0.83
Prof - Lab	1,111	10	0.93	1.037	1.007	0.97	1.000	0.97	1.030	1.000	1.000	1.00
Prof - Radiology	586	25	1.21	1.037	1.007	1.26	1.000	1.26	1.030	1.000	1.000	1.30
Prof - Transportation	65	163	0.89	1.037	1.007	0.93	1.000	0.93	1.030	1.000	1.000	0.95
Prof - Other	5,139	10	4.41	1.037	1.007	4.61	1.000	4.61	1.030	1.000	1.000	4.75
Subtotal - Professional	8,669	27	19.38			20.24	1.000	20.24	1.030	1.000	1.000	20.85
Total			\$ 57.17			\$ 61.81	1.000	\$ 61.81	1.040	1.000	1.000	\$ 66.13
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 62.31			\$ 67.36		\$ 67.36				\$ 72.07

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: **West**

Medicaid (TANF & Related) Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			613,554					605,393				595,833
Home Health Care	15	196	0.25	1.148	1.033	0.30	1.000	0.30	1.100	1.000	1.000	0.33
IP - Maternity	368	807	24.76	1.017	1.027	25.84	1.000	25.84	1.030	1.000	1.000	26.61
IP - Newborn	220	814	14.92	1.017	1.027	15.57	1.000	15.57	1.030	1.000	1.000	16.03
IP - Medical	256	672	14.32	1.017	1.027	14.95	1.000	14.95	1.030	1.000	1.000	15.40
IP - Surgery	74	863	5.29	1.023	1.027	5.56	1.000	5.56	1.030	1.000	1.000	5.72
IP - Other	29	751	1.81	1.017	1.027	1.89	1.000	1.891	1.030	1.000	1.000	1.95
Subtotal - Inpatient	946	775	61.10			63.80	1.000	63.80	1.030	1.000	1.000	65.71
OP - Emergency Room	1,025	318	27.19	1.148	1.014	31.66	1.000	31.66	1.150	1.000	1.000	36.41
OP - Laboratory	888	26	1.93	1.037	1.014	2.03	1.000	2.03	1.050	1.000	1.000	2.13
OP - Radiology	1,315	56	6.13	1.037	1.014	6.45	1.000	6.45	1.050	1.000	1.000	6.77
OP - Surgery	178	1,249	18.57	1.096	1.014	20.65	1.000	20.65	1.100	1.000	1.000	22.71
OP - Other	427	237	8.44	1.037	1.014	8.88	1.000	8.88	1.050	1.000	1.000	9.32
Subtotal - Outpatient	3,834	195	62.26			69.66	1.000	69.66	1.050	1.000	1.000	77.34
Prof - Evaluation & Management	5,460	74	33.72	1.037	1.007	35.21	1.000	35.21	1.030	1.000	1.000	36.27
Prof - Maternity	254	718	15.17	1.037	1.007	15.84	1.000	15.84	1.030	1.000	1.000	16.32
Prof - Surgery	523	150	6.54	1.037	1.007	6.83	1.000	6.83	1.030	1.000	1.000	7.03
Prof - DME/Supplies	68	176	1.00	1.037	1.007	1.04	1.000	1.04	1.030	1.000	1.000	1.07
Prof - Lab	8,535	14	9.81	1.037	1.007	10.25	1.000	10.25	1.030	1.000	1.000	10.55
Prof - Radiology	1,973	51	8.47	1.037	1.007	8.84	1.000	8.84	1.030	1.000	1.000	9.11
Prof - Transportation	195	148	2.41	1.037	1.007	2.52	1.000	2.52	1.030	1.000	1.000	2.60
Prof - Other	15,236	10	12.29	1.037	1.007	12.84	1.000	12.84	1.030	1.000	1.000	13.22
Subtotal - Professional	32,245	33	89.41			93.38	1.000	93.38	1.030	1.000	1.000	96.18
Total			\$ 213.02			\$ 227.13	1.000	\$ 227.13	1.036	1.000	1.000	\$ 239.56
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 232.18			\$ 247.56		\$ 247.56				\$ 261.10

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: **West**

Medicaid (TANF & Related)												
Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			39,926					40,691				40,363
Home Health Care	16	1,286	1.74	1.148	1.033	2.06	1.000	2.06	1.100	1.000	1.000	2.27
IP - Maternity	39	60	0.20	1.017	1.027	0.20	1.000	0.20	1.030	1.000	1.000	0.21
IP - Newborn	1	233	0.02	1.017	1.027	0.02	1.000	0.02	1.030	1.000	1.000	0.03
IP - Medical	481	545	21.84	1.017	1.027	22.79	1.000	22.79	1.030	1.000	1.000	23.47
IP - Surgery	173	987	14.27	1.023	1.027	14.99	1.000	14.99	1.030	1.000	1.000	15.44
IP - Other	76	338	2.14	1.017	1.027	2.23	1.000	2.229	1.030	1.000	1.000	2.30
Subtotal - Inpatient	770	599	38.46			40.23	1.000	40.23	1.030	1.000	1.000	41.44
OP - Emergency Room	854	261	18.58	1.148	1.014	21.63	1.000	21.63	1.150	1.000	1.000	24.88
OP - Laboratory	625	26	1.36	1.037	1.014	1.43	1.000	1.43	1.050	1.000	1.000	1.50
OP - Radiology	1,930	45	7.20	1.037	1.014	7.58	1.000	7.58	1.050	1.000	1.000	7.95
OP - Surgery	155	1,523	19.64	1.096	1.014	21.84	1.000	21.84	1.100	1.000	1.000	24.02
OP - Other	452	210	7.91	1.037	1.014	8.32	1.000	8.32	1.050	1.000	1.000	8.73
Subtotal - Outpatient	4,016	163	54.69			60.79	1.000	60.79	1.050	1.000	1.000	67.09
Prof - Evaluation & Management	4,004	66	22.07	1.037	1.007	23.05	1.000	23.05	1.030	1.000	1.000	23.74
Prof - Maternity	1	744	0.06	1.037	1.007	0.06	1.000	0.06	1.030	1.000	1.000	0.06
Prof - Surgery	614	131	6.73	1.037	1.007	7.02	1.000	7.02	1.030	1.000	1.000	7.23
Prof - DME/Supplies	153	195	2.48	1.037	1.007	2.59	1.000	2.59	1.030	1.000	1.000	2.67
Prof - Lab	2,408	12	2.39	1.037	1.007	2.49	1.000	2.49	1.030	1.000	1.000	2.57
Prof - Radiology	1,712	52	7.39	1.037	1.007	7.72	1.000	7.72	1.030	1.000	1.000	7.95
Prof - Transportation	130	222	2.41	1.037	1.007	2.52	1.000	2.52	1.030	1.000	1.000	2.59
Prof - Other	10,388	11	9.55	1.037	1.007	9.97	1.000	9.97	1.030	1.000	1.000	10.27
Subtotal - Professional	19,410	33	53.07			55.42	1.000	55.42	1.030	1.000	1.000	57.09
Total			\$ 147.96			\$ 158.51	1.000	\$ 158.51	1.039	1.000	1.000	\$ 167.88
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 161.26			\$ 172.76		\$ 172.76				\$ 182.98

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medicaid (TANF & Related) Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			57,363					57,704				56,624
Home Health Care	49	376	1.53	1.148	1.033	1.81	1.000	1.81	1.100	1.000	1.000	1.99
IP - Maternity	7	1,039	0.62	1.017	1.027	0.64	1.000	0.64	1.030	1.000	1.000	0.66
IP - Newborn	34	792	2.25	1.017	1.027	2.35	1.000	2.35	1.030	1.000	1.000	2.42
IP - Medical	428	699	24.94	1.017	1.027	26.03	1.000	26.03	1.030	1.000	1.000	26.81
IP - Surgery	158	976	12.87	1.023	1.027	13.52	1.000	13.52	1.030	1.000	1.000	13.92
IP - Other	55	577	2.65	1.017	1.027	2.76	1.000	2.763	1.030	1.000	1.000	2.85
Subtotal - Inpatient	683	762	43.33			45.30	1.000	45.30	1.030	1.000	1.000	46.66
OP - Emergency Room	705	396	23.25	1.148	1.014	27.07	1.000	27.07	1.150	1.000	1.000	31.14
OP - Laboratory	1,006	30	2.49	1.037	1.014	2.61	1.000	2.61	1.050	1.000	1.000	2.75
OP - Radiology	3,035	61	15.46	1.037	1.014	16.25	1.000	16.25	1.050	1.000	1.000	17.07
OP - Surgery	292	1,524	37.14	1.096	1.014	41.30	1.000	41.30	1.100	1.000	1.000	45.43
OP - Other	587	245	12.01	1.037	1.014	12.63	1.000	12.63	1.050	1.000	1.000	13.26
Subtotal - Outpatient	5,626	193	90.35			99.87	1.000	99.87	1.050	1.000	1.000	109.63
Prof - Evaluation & Management	6,166	68	35.17	1.037	1.007	36.73	1.000	36.73	1.030	1.000	1.000	37.84
Prof - Maternity	8	303	0.21	1.037	1.007	0.22	1.000	0.22	1.030	1.000	1.000	0.23
Prof - Surgery	885	160	11.82	1.037	1.007	12.34	1.000	12.34	1.030	1.000	1.000	12.71
Prof - DME/Supplies	247	193	3.97	1.037	1.007	4.15	1.000	4.15	1.030	1.000	1.000	4.27
Prof - Lab	7,526	12	7.66	1.037	1.007	8.00	1.000	8.00	1.030	1.000	1.000	8.24
Prof - Radiology	2,832	56	13.22	1.037	1.007	13.81	1.000	13.81	1.030	1.000	1.000	14.22
Prof - Transportation	425	112	3.98	1.037	1.007	4.15	1.000	4.15	1.030	1.000	1.000	4.28
Prof - Other	27,979	12	28.63	1.037	1.007	29.90	1.000	29.90	1.030	1.000	1.000	30.79
Subtotal - Professional	46,070	27	104.66			109.30	1.000	109.30	1.030	1.000	1.000	112.58
Total			\$ 239.86			\$ 256.28	1.000	\$ 256.28	1.038	1.000	1.000	\$ 270.87
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 261.42			\$ 279.33		\$ 279.33				\$ 295.23

TennCare
FY 2007 Per Capita Cost Development
 Development of Per Capita Costs: **West**

Exhibit 6b

Medicaid (TANF & Related)												
Age 65+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			5,015					4,038				3,778
Home Health Care	72	242	1.45	1.148	1.033	1.71	1.000	1.71	1.100	1.000	1.000	1.89
IP - Maternity	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Medical	2,936	225	54.98	1.017	1.027	57.38	1.000	57.38	1.030	1.000	1.000	59.10
IP - Surgery	380	1,100	34.88	1.023	1.027	36.65	1.000	36.65	1.030	1.000	1.000	37.75
IP - Other	498	277	11.48	1.017	1.027	11.98	1.000	11.979	1.030	1.000	1.000	12.34
Subtotal - Inpatient	3,814	319	101.35			106.00	1.000	106.00	1.030	1.000	1.000	109.18
OP - Emergency Room	112	743	6.96	1.148	1.014	8.10	1.000	8.10	1.150	1.000	1.000	9.32
OP - Laboratory	361	9	0.26	1.037	1.014	0.28	1.000	0.28	1.050	1.000	1.000	0.29
OP - Radiology	991	29	2.42	1.037	1.014	2.55	1.000	2.55	1.050	1.000	1.000	2.68
OP - Surgery	69	925	5.35	1.096	1.014	5.95	1.000	5.95	1.100	1.000	1.000	6.54
OP - Other	555	1,313	60.72	1.037	1.014	63.85	1.000	63.85	1.050	1.000	1.000	67.04
Subtotal - Outpatient	2,089	435	75.72			80.73	1.000	80.73	1.050	1.000	1.000	85.88
Prof - Evaluation & Management	3,276	58	15.75	1.037	1.007	16.45	1.000	16.45	1.030	1.000	1.000	16.94
Prof - Maternity	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	385	154	4.93	1.037	1.007	5.15	1.000	5.15	1.030	1.000	1.000	5.31
Prof - DME/Supplies	108	137	1.23	1.037	1.007	1.29	1.000	1.29	1.030	1.000	1.000	1.33
Prof - Lab	2,795	7	1.73	1.037	1.007	1.81	1.000	1.81	1.030	1.000	1.000	1.87
Prof - Radiology	1,074	35	3.16	1.037	1.007	3.30	1.000	3.30	1.030	1.000	1.000	3.40
Prof - Transportation	845	92	6.48	1.037	1.007	6.77	1.000	6.77	1.030	1.000	1.000	6.97
Prof - Other	26,957	3	5.82	1.037	1.007	6.08	1.000	6.08	1.030	1.000	1.000	6.26
Subtotal - Professional	35,440	13	39.11			40.85	1.000	40.85	1.030	1.000	1.000	42.07
Total			\$ 217.62			\$ 229.30	1.000	\$ 229.30	1.038	1.000	1.000	\$ 239.02
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 237.19			\$ 249.91		\$ 249.91				\$ 260.51

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			322,285					267,844				268,408
Home Health Care	24	963	1.91	1.180	1.033	2.32	0.614	1.43	1.150	1.000	0.994	1.63
IP - Maternity	75	560	3.49	1.057	1.027	3.78	1.144	4.33	1.060	1.000	1.003	4.60
IP - Newborn	51	697	2.94	1.057	1.027	3.19	1.179	3.76	1.060	1.000	1.023	4.08
IP - Medical	298	455	11.30	1.057	1.027	12.26	1.011	12.39	1.060	1.000	1.015	13.34
IP - Surgery	71	999	5.94	1.057	1.027	6.44	1.050	6.77	1.060	1.000	1.007	7.22
IP - Other	17	615	0.89	1.057	1.027	0.96	0.956	0.922	1.060	1.000	1.009	0.99
Subtotal - Inpatient	512	575	24.56			26.65	1.057	28.17	1.060	1.000	1.012	30.23
OP - Emergency Room	617	294	15.14	1.096	1.014	16.84	1.090	18.35	1.150	1.000	1.002	21.14
OP - Laboratory	619	22	1.11	1.037	1.014	1.17	1.053	1.23	1.050	1.000	0.997	1.29
OP - Radiology	1,109	48	4.43	1.037	1.014	4.65	1.040	4.84	1.050	1.000	1.000	5.08
OP - Surgery	109	1,474	13.42	1.050	1.014	14.29	0.979	13.99	1.050	1.000	0.991	14.56
OP - Other	289	322	7.76	1.083	1.014	8.53	0.924	7.88	1.100	1.000	1.001	8.67
Subtotal - Outpatient	2,744	183	41.87			45.49	1.018	46.29	1.098	1.000	0.998	50.75
Prof - Evaluation & Management	3,204	69	18.32	1.064	1.007	19.63	1.055	20.71	1.070	1.000	0.999	22.13
Prof - Maternity	39	604	1.94	1.064	1.007	2.08	1.144	2.38	1.070	1.000	1.000	2.54
Prof - Surgery	376	148	4.62	1.064	1.007	4.95	1.028	5.09	1.070	1.000	0.999	5.44
Prof - DME/Supplies	86	227	1.63	1.064	1.007	1.75	1.004	1.76	1.070	1.000	1.000	1.88
Prof - Lab	3,635	13	3.94	1.064	1.007	4.22	1.083	4.58	1.070	1.000	0.999	4.89
Prof - Radiology	1,167	47	4.54	1.064	1.007	4.86	1.057	5.14	1.070	1.000	1.002	5.51
Prof - Transportation	260	109	2.36	1.180	1.007	2.80	0.860	2.41	1.100	1.000	1.000	2.65
Prof - Other	15,746	7	9.80	1.083	1.007	10.69	0.990	10.58	1.070	1.000	0.996	11.27
Subtotal - Professional	24,512	23	47.14			50.97	1.033	52.64	1.071	1.000	0.999	56.32
Total			\$ 115.48			\$ 125.43	1.025	\$ 128.53	1.079	1.000	1.001	\$ 138.92
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 125.86			\$ 136.71		\$ 140.09				\$ 151.41

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			104					136				165
Home Health Care	-	-	-	1.180	1.033	-	1.000	-	1.150	1.000	1.000	-
IP - Maternity	3,685	452	138.82	1.057	1.027	150.60	1.000	150.60	1.060	1.000	1.000	159.63
IP - Newborn	13,933	639	741.82	1.057	1.027	804.78	1.000	804.78	1.060	1.000	1.000	853.07
IP - Medical	93,734	237	1,852.33	1.057	1.027	2,009.54	1.000	2,009.54	1.060	1.000	1.000	2,130.11
IP - Surgery	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	111,352	295	2,732.97			2,964.92	1.000	2,964.92	1.060	1.000	1.000	3,142.81
OP - Emergency Room	691	425	24.45	1.096	1.014	27.19	1.000	27.19	1.150	1.000	1.000	31.26
OP - Laboratory	806	28	1.91	1.037	1.014	2.01	1.000	2.01	1.050	1.000	1.000	2.11
OP - Radiology	345	36	1.05	1.037	1.014	1.10	1.000	1.10	1.050	1.000	1.000	1.16
OP - Surgery	115	303	2.91	1.050	1.014	3.10	1.000	3.10	1.050	1.000	1.000	3.26
OP - Other	2,533	90	19.08	1.083	1.014	20.96	1.000	20.96	1.100	1.000	1.000	23.05
Subtotal - Outpatient	4,491	132	49.39			54.35	1.000	54.35	1.100	1.000	1.000	60.84
Prof - Evaluation & Management	8,752	79	57.40	1.064	1.007	61.49	1.000	61.49	1.070	1.000	1.000	65.79
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	115	263	2.53	1.064	1.007	2.71	1.000	2.71	1.070	1.000	1.000	2.90
Prof - DME/Supplies	230	1,174	22.54	1.064	1.007	24.14	1.000	24.14	1.070	1.000	1.000	25.83
Prof - Lab	806	10	0.68	1.064	1.007	0.73	1.000	0.73	1.070	1.000	1.000	0.78
Prof - Radiology	921	14	1.08	1.064	1.007	1.15	1.000	1.15	1.070	1.000	1.000	1.23
Prof - Transportation	115	861	8.26	1.180	1.007	9.81	1.000	9.81	1.100	1.000	1.000	10.80
Prof - Other	11,630	13	12.87	1.083	1.007	14.04	1.000	14.04	1.070	1.000	1.000	15.02
Subtotal - Professional	22,570	56	105.34			114.07	1.000	114.07	1.070	1.000	1.000	122.35
Total			\$ 2,887.70			\$ 3,133.35	1.000	\$ 3,133.35	1.061	1.000	1.000	\$ 3,326.01
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 3,147.36			\$ 3,415.09		\$ 3,415.09				\$ 3,625.08

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			38,167					24,289				22,879
Home Health Care	20	1,089	1.83	1.180	1.033	2.23	1.000	2.23	1.150	1.000	1.000	2.56
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	68	724	4.10	1.057	1.027	4.45	1.000	4.45	1.060	1.000	1.000	4.71
IP - Surgery	10	1,344	1.09	1.057	1.027	1.18	1.000	1.18	1.060	1.000	1.000	1.26
IP - Other	3	991	0.23	1.057	1.027	0.25	1.000	0.254	1.060	1.000	1.000	0.27
Subtotal - Inpatient	80	809	5.42			5.88	1.000	5.88	1.060	1.000	1.000	6.24
OP - Emergency Room	429	320	11.45	1.096	1.014	12.73	1.000	12.73	1.150	1.000	1.000	14.64
OP - Laboratory	414	25	0.86	1.037	1.014	0.90	1.000	0.90	1.050	1.000	1.000	0.95
OP - Radiology	298	91	2.25	1.037	1.014	2.36	1.000	2.36	1.050	1.000	1.000	2.48
OP - Surgery	75	1,763	11.04	1.050	1.014	11.76	1.000	11.76	1.050	1.000	1.000	12.35
OP - Other	300	204	5.11	1.083	1.014	5.62	1.000	5.62	1.100	1.000	1.000	6.18
Subtotal - Outpatient	1,517	243	30.71			33.37	1.000	33.37	1.100	1.000	1.000	36.59
Prof - Evaluation & Management	2,871	64	15.33	1.064	1.007	16.43	1.000	16.43	1.070	1.000	1.000	17.58
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	311	103	2.67	1.064	1.007	2.86	1.000	2.86	1.070	1.000	1.000	3.06
Prof - DME/Supplies	34	354	1.01	1.064	1.007	1.08	1.000	1.08	1.070	1.000	1.000	1.16
Prof - Lab	1,547	9	1.14	1.064	1.007	1.23	1.000	1.23	1.070	1.000	1.000	1.31
Prof - Radiology	496	23	0.94	1.064	1.007	1.00	1.000	1.00	1.070	1.000	1.000	1.07
Prof - Transportation	20	119	0.20	1.180	1.007	0.24	1.000	0.24	1.100	1.000	1.000	0.26
Prof - Other	9,939	9	7.06	1.083	1.007	7.70	1.000	7.70	1.070	1.000	1.000	8.24
Subtotal - Professional	15,217	22	28.36			30.54	1.000	30.54	1.070	1.000	1.000	32.69
Total			\$ 66.31			\$ 72.02	1.000	\$ 72.02	1.086	1.000	1.000	\$ 78.08
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 72.28			\$ 78.50		\$ 78.50				\$ 85.10

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			38,578					34,625				34,160
Home Health Care	4	85	0.03	1.180	1.033	0.03	1.000	0.03	1.150	1.000	1.000	0.04
IP - Maternity	276	500	11.50	1.057	1.027	12.48	1.000	12.48	1.060	1.000	1.000	13.23
IP - Newborn	164	652	8.88	1.057	1.027	9.64	1.000	9.64	1.060	1.000	1.000	10.22
IP - Medical	275	430	9.85	1.057	1.027	10.69	1.000	10.69	1.060	1.000	1.000	11.33
IP - Surgery	24	1,730	3.50	1.057	1.027	3.79	1.000	3.79	1.060	1.000	1.000	4.02
IP - Other	5	849	0.33	1.057	1.027	0.36	1.000	0.358	1.060	1.000	1.000	0.38
Subtotal - Inpatient	744	550	34.07			36.96	1.000	36.96	1.060	1.000	1.000	39.18
OP - Emergency Room	925	266	20.51	1.096	1.014	22.80	1.000	22.80	1.150	1.000	1.000	26.23
OP - Laboratory	895	23	1.72	1.037	1.014	1.81	1.000	1.81	1.050	1.000	1.000	1.90
OP - Radiology	930	47	3.64	1.037	1.014	3.83	1.000	3.83	1.050	1.000	1.000	4.02
OP - Surgery	85	1,309	9.30	1.050	1.014	9.90	1.000	9.90	1.050	1.000	1.000	10.40
OP - Other	314	233	6.12	1.083	1.014	6.72	1.000	6.72	1.100	1.000	1.000	7.39
Subtotal - Outpatient	3,150	157	41.29			45.07	1.000	45.07	1.100	1.000	1.000	49.94
Prof - Evaluation & Management	4,235	70	24.63	1.064	1.007	26.39	1.000	26.39	1.070	1.000	1.000	28.23
Prof - Maternity	128	589	6.31	1.064	1.007	6.76	1.000	6.76	1.070	1.000	1.000	7.23
Prof - Surgery	433	108	3.90	1.064	1.007	4.18	1.000	4.18	1.070	1.000	1.000	4.47
Prof - DME/Supplies	35	245	0.71	1.064	1.007	0.76	1.000	0.76	1.070	1.000	1.000	0.82
Prof - Lab	7,102	14	8.22	1.064	1.007	8.81	1.000	8.81	1.070	1.000	1.000	9.42
Prof - Radiology	1,230	45	4.59	1.064	1.007	4.92	1.000	4.92	1.070	1.000	1.000	5.26
Prof - Transportation	136	143	1.62	1.180	1.007	1.92	1.000	1.92	1.100	1.000	1.000	2.12
Prof - Other	10,469	9	8.19	1.083	1.007	8.94	1.000	8.94	1.070	1.000	1.000	9.57
Subtotal - Professional	23,768	29	58.17			62.67	1.000	62.67	1.070	1.000	1.000	67.12
Total			\$ 133.55			\$ 144.73	1.000	\$ 144.73	1.077	1.000	1.000	\$ 156.27
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 145.56			\$ 157.75		\$ 157.75				\$ 170.32

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			36,198					31,568				30,479
Home Health Care	3	548	0.15	1.180	1.033	0.18	1.000	0.18	1.150	1.000	1.000	0.21
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	196	543	8.87	1.057	1.027	9.62	1.000	9.62	1.060	1.000	1.000	10.19
IP - Surgery	92	665	5.11	1.057	1.027	5.54	1.000	5.54	1.060	1.000	1.000	5.87
IP - Other	5	819	0.32	1.057	1.027	0.34	1.000	0.344	1.060	1.000	1.000	0.36
Subtotal - Inpatient	293	586	14.29			15.50	1.000	15.50	1.060	1.000	1.000	16.43
OP - Emergency Room	582	333	16.18	1.096	1.014	17.99	1.000	17.99	1.150	1.000	1.000	20.69
OP - Laboratory	402	20	0.66	1.037	1.014	0.69	1.000	0.69	1.050	1.000	1.000	0.73
OP - Radiology	599	60	2.98	1.037	1.014	3.14	1.000	3.14	1.050	1.000	1.000	3.30
OP - Surgery	75	2,150	13.36	1.050	1.014	14.23	1.000	14.23	1.050	1.000	1.000	14.94
OP - Other	197	155	2.55	1.083	1.014	2.80	1.000	2.80	1.100	1.000	1.000	3.08
Subtotal - Outpatient	1,855	231	35.73			38.85	1.000	38.85	1.100	1.000	1.000	42.74
Prof - Evaluation & Management	1,781	67	10.00	1.064	1.007	10.71	1.000	10.71	1.070	1.000	1.000	11.46
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	196	168	2.74	1.064	1.007	2.93	1.000	2.93	1.070	1.000	1.000	3.14
Prof - DME/Supplies	29	529	1.26	1.064	1.007	1.35	1.000	1.35	1.070	1.000	1.000	1.44
Prof - Lab	969	12	0.94	1.064	1.007	1.01	1.000	1.01	1.070	1.000	1.000	1.08
Prof - Radiology	821	29	1.99	1.064	1.007	2.13	1.000	2.13	1.070	1.000	1.000	2.28
Prof - Transportation	74	244	1.51	1.180	1.007	1.80	1.000	1.80	1.100	1.000	1.000	1.98
Prof - Other	11,867	4	3.99	1.083	1.007	4.35	1.000	4.35	1.070	1.000	1.000	4.66
Subtotal - Professional	15,737	17	22.42			24.28	1.000	24.28	1.070	1.000	1.000	26.03
Total			\$ 72.60			\$ 78.82	1.000	\$ 78.82	1.083	1.000	1.000	\$ 85.41
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 79.13			\$ 85.91		\$ 85.91				\$ 93.09

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			84,268					83,024				83,984
Home Health Care	10	1,625	1.31	1.180	1.033	1.60	1.000	1.60	1.150	1.000	1.000	1.84
IP - Maternity	153	606	7.71	1.057	1.027	8.37	1.000	8.37	1.060	1.000	1.000	8.87
IP - Newborn	102	740	6.27	1.057	1.027	6.80	1.000	6.80	1.060	1.000	1.000	7.21
IP - Medical	184	641	9.83	1.057	1.027	10.66	1.000	10.66	1.060	1.000	1.000	11.30
IP - Surgery	80	852	5.70	1.057	1.027	6.18	1.000	6.18	1.060	1.000	1.000	6.55
IP - Other	5	636	0.26	1.057	1.027	0.28	1.000	0.278	1.060	1.000	1.000	0.29
Subtotal - Inpatient	523	682	29.76			32.29	1.000	32.29	1.060	1.000	1.000	34.22
OP - Emergency Room	816	280	19.06	1.096	1.014	21.20	1.000	21.20	1.150	1.000	1.000	24.38
OP - Laboratory	719	23	1.38	1.037	1.014	1.45	1.000	1.45	1.050	1.000	1.000	1.52
OP - Radiology	1,275	53	5.64	1.037	1.014	5.93	1.000	5.93	1.050	1.000	1.000	6.23
OP - Surgery	136	1,016	11.51	1.050	1.014	12.26	1.000	12.26	1.050	1.000	1.000	12.87
OP - Other	316	234	6.16	1.083	1.014	6.77	1.000	6.77	1.100	1.000	1.000	7.45
Subtotal - Outpatient	3,261	161	43.75			47.60	1.000	47.60	1.100	1.000	1.000	52.44
Prof - Evaluation & Management	4,321	71	25.48	1.064	1.007	27.29	1.000	27.29	1.070	1.000	1.000	29.20
Prof - Maternity	89	614	4.53	1.064	1.007	4.85	1.000	4.85	1.070	1.000	1.000	5.19
Prof - Surgery	460	153	5.85	1.064	1.007	6.27	1.000	6.27	1.070	1.000	1.000	6.71
Prof - DME/Supplies	70	281	1.64	1.064	1.007	1.76	1.000	1.76	1.070	1.000	1.000	1.88
Prof - Lab	6,009	14	6.92	1.064	1.007	7.41	1.000	7.41	1.070	1.000	1.000	7.93
Prof - Radiology	1,568	49	6.41	1.064	1.007	6.87	1.000	6.87	1.070	1.000	1.000	7.35
Prof - Transportation	124	145	1.50	1.180	1.007	1.78	1.000	1.78	1.100	1.000	1.000	1.96
Prof - Other	11,957	9	9.11	1.083	1.007	9.94	1.000	9.94	1.070	1.000	1.000	10.63
Subtotal - Professional	24,597	30	61.44			66.17	1.000	66.17	1.070	1.000	1.000	70.86
Total			\$ 136.25			\$ 147.65	1.000	\$ 147.65	1.078	1.000	1.000	\$ 159.35
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 148.51			\$ 160.93		\$ 160.93				\$ 173.68

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			50,292					56,606				59,936
Home Health Care	10	1,004	0.80	1.180	1.033	0.97	1.000	0.97	1.150	1.000	1.000	1.12
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	163	594	8.05	1.057	1.027	8.74	1.000	8.74	1.060	1.000	1.000	9.26
IP - Surgery	69	1,400	8.10	1.057	1.027	8.79	1.000	8.79	1.060	1.000	1.000	9.31
IP - Other	39	465	1.50	1.057	1.027	1.62	1.000	1.624	1.060	1.000	1.000	1.72
Subtotal - Inpatient	271	782	17.65			19.15	1.000	19.15	1.060	1.000	1.000	20.30
OP - Emergency Room	638	286	15.20	1.096	1.014	16.90	1.000	16.90	1.150	1.000	1.000	19.44
OP - Laboratory	714	12	0.72	1.037	1.014	0.75	1.000	0.75	1.050	1.000	1.000	0.79
OP - Radiology	685	58	3.31	1.037	1.014	3.48	1.000	3.48	1.050	1.000	1.000	3.66
OP - Surgery	69	1,258	7.23	1.050	1.014	7.70	1.000	7.70	1.050	1.000	1.000	8.09
OP - Other	176	494	7.22	1.083	1.014	7.94	1.000	7.94	1.100	1.000	1.000	8.73
Subtotal - Outpatient	2,281	177	33.68			36.78	1.000	36.78	1.100	1.000	1.000	40.70
Prof - Evaluation & Management	2,061	68	11.76	1.064	1.007	12.59	1.000	12.59	1.070	1.000	1.000	13.48
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	257	146	3.13	1.064	1.007	3.35	1.000	3.35	1.070	1.000	1.000	3.58
Prof - DME/Supplies	66	246	1.36	1.064	1.007	1.45	1.000	1.45	1.070	1.000	1.000	1.56
Prof - Lab	1,352	12	1.34	1.064	1.007	1.44	1.000	1.44	1.070	1.000	1.000	1.54
Prof - Radiology	967	43	3.43	1.064	1.007	3.68	1.000	3.68	1.070	1.000	1.000	3.93
Prof - Transportation	144	164	1.97	1.180	1.007	2.34	1.000	2.34	1.100	1.000	1.000	2.57
Prof - Other	11,248	7	6.61	1.083	1.007	7.21	1.000	7.21	1.070	1.000	1.000	7.71
Subtotal - Professional	16,095	22	29.59			32.06	1.000	32.06	1.070	1.000	1.000	34.37
Total			\$ 81.72			\$ 88.96	1.000	\$ 88.96	1.081	1.000	1.000	\$ 96.49
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 89.07			\$ 96.95		\$ 96.95				\$ 105.17

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			40,981					29,357				28,750
Home Health Care	42	211	0.74	1.180	1.033	0.91	1.000	0.91	1.150	1.000	1.000	1.04
IP - Maternity	5	903	0.40	1.057	1.027	0.43	1.000	0.43	1.060	1.000	1.000	0.46
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	425	705	25.00	1.057	1.027	27.12	1.000	27.12	1.060	1.000	1.000	28.74
IP - Surgery	174	955	13.82	1.057	1.027	14.99	1.000	14.99	1.060	1.000	1.000	15.89
IP - Other	46	753	2.90	1.057	1.027	3.15	1.000	3.151	1.060	1.000	1.000	3.34
Subtotal - Inpatient	650	777	42.12			45.69	1.000	45.69	1.060	1.000	1.000	48.43
OP - Emergency Room	577	328	15.78	1.096	1.014	17.55	1.000	17.55	1.150	1.000	1.000	20.18
OP - Laboratory	859	27	1.92	1.037	1.014	2.02	1.000	2.02	1.050	1.000	1.000	2.12
OP - Radiology	3,331	36	9.96	1.037	1.014	10.48	1.000	10.48	1.050	1.000	1.000	11.00
OP - Surgery	250	1,785	37.16	1.050	1.014	39.58	1.000	39.58	1.050	1.000	1.000	41.56
OP - Other	546	357	16.25	1.083	1.014	17.85	1.000	17.85	1.100	1.000	1.000	19.64
Subtotal - Outpatient	5,563	175	81.08			87.48	1.000	87.48	1.100	1.000	1.000	94.50
Prof - Evaluation & Management	4,992	67	27.94	1.064	1.007	29.94	1.000	29.94	1.070	1.000	1.000	32.03
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	737	172	10.54	1.064	1.007	11.29	1.000	11.29	1.070	1.000	1.000	12.08
Prof - DME/Supplies	317	163	4.31	1.064	1.007	4.62	1.000	4.62	1.070	1.000	1.000	4.94
Prof - Lab	4,978	12	4.98	1.064	1.007	5.34	1.000	5.34	1.070	1.000	1.000	5.71
Prof - Radiology	2,135	58	10.37	1.064	1.007	11.11	1.000	11.11	1.070	1.000	1.000	11.89
Prof - Transportation	714	85	5.05	1.180	1.007	6.00	1.000	6.00	1.100	1.000	1.000	6.60
Prof - Other	32,889	11	28.92	1.083	1.007	31.56	1.000	31.56	1.070	1.000	1.000	33.77
Subtotal - Professional	46,762	24	92.12			99.85	1.000	99.85	1.070	1.000	1.000	107.02
Total			\$ 216.06			\$ 233.93	1.000	\$ 233.93	1.080	1.000	1.000	\$ 251.00
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 235.49			\$ 254.97		\$ 254.97				\$ 273.57

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Medically Needy Age 65+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			33,697					8,240				8,055
Home Health Care	106	1,198	10.59	1.180	1.033	12.91	1.000	12.91	1.150	1.000	1.000	14.85
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	740	161	9.94	1.057	1.027	10.79	1.000	10.79	1.060	1.000	1.000	11.44
IP - Surgery	29	1,207	2.94	1.057	1.027	3.19	1.000	3.19	1.060	1.000	1.000	3.38
IP - Other	26	507	1.11	1.057	1.027	1.21	1.000	1.208	1.060	1.000	1.000	1.28
Subtotal - Inpatient	796	211	13.99			15.18	1.000	15.18	1.060	1.000	1.000	16.09
OP - Emergency Room	37	452	1.40	1.096	1.014	1.55	1.000	1.55	1.150	1.000	1.000	1.79
OP - Laboratory	88	20	0.14	1.037	1.014	0.15	1.000	0.15	1.050	1.000	1.000	0.16
OP - Radiology	300	50	1.25	1.037	1.014	1.31	1.000	1.31	1.050	1.000	1.000	1.38
OP - Surgery	35	2,063	6.06	1.050	1.014	6.46	1.000	6.46	1.050	1.000	1.000	6.78
OP - Other	130	1,174	12.71	1.083	1.014	13.97	1.000	13.97	1.100	1.000	1.000	15.36
Subtotal - Outpatient	590	439	21.56			23.44	1.000	23.44	1.100	1.000	1.000	25.46
Prof - Evaluation & Management	652	64	3.48	1.064	1.007	3.73	1.000	3.73	1.070	1.000	1.000	3.99
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	106	183	1.62	1.064	1.007	1.74	1.000	1.74	1.070	1.000	1.000	1.86
Prof - DME/Supplies	53	190	0.84	1.064	1.007	0.90	1.000	0.90	1.070	1.000	1.000	0.96
Prof - Lab	745	10	0.62	1.064	1.007	0.67	1.000	0.67	1.070	1.000	1.000	0.71
Prof - Radiology	342	42	1.18	1.064	1.007	1.27	1.000	1.27	1.070	1.000	1.000	1.36
Prof - Transportation	833	87	6.01	1.180	1.007	7.14	1.000	7.14	1.100	1.000	1.000	7.86
Prof - Other	27,883	2	4.17	1.083	1.007	4.55	1.000	4.55	1.070	1.000	1.000	4.87
Subtotal - Professional	30,614	7	17.93			19.99	1.000	19.99	1.070	1.000	1.000	21.61
Total			\$ 64.08			\$ 71.52	1.000	\$ 71.52	1.092	1.000	1.000	\$ 78.01
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 69.84			\$ 77.95		\$ 77.95				\$ 85.02

TennCare
FY 2007 Per Capita Cost Development
 Development of Per Capita Costs: **West**

Exhibit 6b

Uninsured/Uninsurable All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			118,262					106,139				99,555
Home Health Care	13	291	0.33	1.148	1.033	0.39	0.611	0.24	1.100	1.000	0.153	0.04
IP - Maternity	7	738	0.43	1.017	1.027	0.45	0.744	0.33	1.030	1.000	0.832	0.29
IP - Newborn	6	589	0.29	1.017	1.027	0.30	0.618	0.19	1.030	1.000	0.233	0.04
IP - Medical	202	690	11.64	1.017	1.027	12.14	0.695	8.44	1.030	1.000	0.414	3.60
IP - Surgery	90	1,052	7.85	1.023	1.027	8.25	0.626	5.17	1.030	1.000	0.310	1.65
IP - Other	18	825	1.23	1.017	1.027	1.28	0.635	0.81	1.030	1.000	0.210	0.18
Subtotal - Inpatient	323	797	21.44			22.43	0.666	14.94	1.030	1.000	0.374	5.75
OP - Emergency Room	417	357	12.42	1.148	1.014	14.46	0.932	13.47	1.150	1.000	0.825	12.78
OP - Laboratory	574	35	1.68	1.037	1.014	1.77	0.869	1.53	1.050	1.000	0.718	1.16
OP - Radiology	861	80	5.71	1.037	1.014	6.01	0.825	4.96	1.050	1.000	0.653	3.40
OP - Surgery	112	1,877	17.52	1.096	1.014	19.48	0.814	15.86	1.100	1.000	0.622	10.85
OP - Other	266	256	5.68	1.037	1.014	5.97	0.830	4.96	1.050	1.000	0.663	3.45
Subtotal - Outpatient	2,231	231	43.01			47.69	0.855	40.78	1.102	1.000	0.704	31.64
Prof - Evaluation & Management	3,555	64	18.84	1.037	1.007	19.67	0.901	17.73	1.030	1.000	0.778	14.22
Prof - Maternity	4	738	0.24	1.037	1.007	0.25	0.662	0.17	1.030	1.000	0.831	0.14
Prof - Surgery	509	137	5.82	1.037	1.007	6.08	0.752	4.57	1.030	1.000	0.558	2.62
Prof - DME/Supplies	87	245	1.78	1.037	1.007	1.86	0.818	1.53	1.030	1.000	0.629	0.99
Prof - Lab	3,364	11	3.22	1.037	1.007	3.36	0.837	2.81	1.030	1.000	0.704	2.04
Prof - Radiology	1,103	47	4.28	1.037	1.007	4.47	0.718	3.21	1.030	1.000	0.449	1.49
Prof - Transportation	103	158	1.35	1.037	1.007	1.41	0.685	0.97	1.030	1.000	0.414	0.41
Prof - Other	15,009	10	12.41	1.037	1.007	12.96	0.840	10.89	1.030	1.000	0.677	7.59
Subtotal - Professional	23,735	24	47.95			50.08	0.836	41.88	1.030	1.000	0.684	29.50
Total			\$ 112.73			\$ 120.58	0.811	\$ 97.83	1.060	1.000	0.645	\$ 66.93
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 122.87			\$ 131.43		\$ 106.63				\$ 72.95

TennCare
FY 2007 Per Capita Cost Development

Exhibit 6b

Development of Per Capita Costs: **West**

Uninsured/Uninsurable Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			5					-				-
Home Health Care	-	-	-	1.148	1.033	-	1.000	-	1.100	1.000	1.000	-
IP - Maternity	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Medical	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Surgery	-	-	-	1.023	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Other	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.030	1.000	1.000	-
OP - Emergency Room	-	-	-	1.148	1.014	-	1.000	-	1.150	1.000	1.000	-
OP - Laboratory	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Surgery	-	-	-	1.096	1.014	-	1.000	-	1.100	1.000	1.000	-
OP - Other	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
Subtotal - Outpatient	-	-	-			-	1.000	-	1.050	1.000	1.000	-
Prof - Evaluation & Management	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Maternity	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - DME/Supplies	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Lab	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Radiology	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Transportation	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Other	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Subtotal - Professional	-	-	-			-	1.000	-	1.030	1.000	1.000	-
Total			\$ -			\$ -	1.000	\$ -	1.000	1.000	1.000	\$ -
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ -			\$ -		\$ -				\$ -

FY 2007 Per Capita Cost Development

Development of Per Capita Costs:

West

Uninsured/Uninsurable												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			49,072					53,756				54,804
Home Health Care	1	62	0.00	1.148	1.033	0.00	1.000	0.00	1.100	1.000	1.000	0.00
IP - Maternity	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Medical	24	614	1.23	1.017	1.027	1.28	1.000	1.28	1.030	1.000	1.000	1.32
IP - Surgery	6	1,119	0.55	1.023	1.027	0.58	1.000	0.58	1.030	1.000	1.000	0.59
IP - Other	1	685	0.04	1.017	1.027	0.04	1.000	0.044	1.030	1.000	1.000	0.05
Subtotal - Inpatient	31	713	1.82			1.90	1.000	1.90	1.030	1.000	1.000	1.96
OP - Emergency Room	302	343	8.61	1.148	1.014	10.02	1.000	10.02	1.150	1.000	1.000	11.52
OP - Laboratory	339	35	1.00	1.037	1.014	1.05	1.000	1.05	1.050	1.000	1.000	1.10
OP - Radiology	241	118	2.36	1.037	1.014	2.49	1.000	2.49	1.050	1.000	1.000	2.61
OP - Surgery	44	2,398	8.85	1.096	1.014	9.84	1.000	9.84	1.100	1.000	1.000	10.82
OP - Other	155	213	2.75	1.037	1.014	2.90	1.000	2.90	1.050	1.000	1.000	3.04
Subtotal - Outpatient	1,081	262	23.57			26.29	1.000	26.29	1.050	1.000	1.000	29.09
Prof - Evaluation & Management	2,441	62	12.63	1.037	1.007	13.19	1.000	13.19	1.030	1.000	1.000	13.58
Prof - Maternity	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	203	97	1.65	1.037	1.007	1.72	1.000	1.72	1.030	1.000	1.000	1.77
Prof - DME/Supplies	23	397	0.76	1.037	1.007	0.79	1.000	0.79	1.030	1.000	1.000	0.82
Prof - Lab	1,612	9	1.20	1.037	1.007	1.25	1.000	1.25	1.030	1.000	1.000	1.29
Prof - Radiology	386	21	0.68	1.037	1.007	0.72	1.000	0.72	1.030	1.000	1.000	0.74
Prof - Transportation	11	167	0.15	1.037	1.007	0.16	1.000	0.16	1.030	1.000	1.000	0.16
Prof - Other	7,594	10	6.60	1.037	1.007	6.90	1.000	6.90	1.030	1.000	1.000	7.11
Subtotal - Professional	12,271	23	23.68			24.73	1.000	24.73	1.030	1.000	1.000	25.47
Total			\$ 49.06			\$ 52.92	1.000	\$ 52.92	1.040	1.000	1.000	\$ 56.52
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 53.47			\$ 57.67		\$ 57.67				\$ 61.61

FY 2007 Per Capita Cost Development

Development of Per Capita Costs:

West

Uninsured/Uninsurable Age 14 - 18 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			15,487					17,611				18,418
Home Health Care	1	34	0.00	1.148	1.033	0.00	1.000	0.00	1.100	1.000	1.000	0.00
IP - Maternity	12	800	0.83	1.017	1.027	0.86	1.000	0.86	1.030	1.000	1.000	0.89
IP - Newborn	3	225	0.06	1.017	1.027	0.06	1.000	0.06	1.030	1.000	1.000	0.06
IP - Medical	84	791	5.52	1.017	1.027	5.76	1.000	5.76	1.030	1.000	1.000	5.93
IP - Surgery	6	990	0.51	1.023	1.027	0.54	1.000	0.54	1.030	1.000	1.000	0.55
IP - Other	7	379	0.22	1.017	1.027	0.23	1.000	0.230	1.030	1.000	1.000	0.24
Subtotal - Inpatient	112	762	7.13			7.45	1.000	7.45	1.030	1.000	1.000	7.67
OP - Emergency Room	353	379	11.15	1.148	1.014	12.98	1.000	12.98	1.150	1.000	1.000	14.92
OP - Laboratory	525	35	1.55	1.037	1.014	1.63	1.000	1.63	1.050	1.000	1.000	1.71
OP - Radiology	355	115	3.41	1.037	1.014	3.59	1.000	3.59	1.050	1.000	1.000	3.77
OP - Surgery	52	1,238	5.36	1.096	1.014	5.96	1.000	5.96	1.100	1.000	1.000	6.55
OP - Other	191	269	4.28	1.037	1.014	4.50	1.000	4.50	1.050	1.000	1.000	4.72
Subtotal - Outpatient	1,476	209	25.74			28.65	1.000	28.65	1.050	1.000	1.000	31.68
Prof - Evaluation & Management	3,064	63	16.16	1.037	1.007	16.88	1.000	16.88	1.030	1.000	1.000	17.38
Prof - Maternity	3	1,018	0.26	1.037	1.007	0.27	1.000	0.27	1.030	1.000	1.000	0.28
Prof - Surgery	243	115	2.34	1.037	1.007	2.44	1.000	2.44	1.030	1.000	1.000	2.51
Prof - DME/Supplies	29	369	0.91	1.037	1.007	0.95	1.000	0.95	1.030	1.000	1.000	0.97
Prof - Lab	3,832	12	3.96	1.037	1.007	4.14	1.000	4.14	1.030	1.000	1.000	4.26
Prof - Radiology	636	37	1.94	1.037	1.007	2.03	1.000	2.03	1.030	1.000	1.000	2.09
Prof - Transportation	53	127	0.56	1.037	1.007	0.58	1.000	0.58	1.030	1.000	1.000	0.60
Prof - Other	8,057	11	7.18	1.037	1.007	7.50	1.000	7.50	1.030	1.000	1.000	7.73
Subtotal - Professional	15,918	25	33.31			34.79	1.000	34.79	1.030	1.000	1.000	35.83
Total			\$ 66.18			\$ 70.89	1.000	\$ 70.89	1.038	1.000	1.000	\$ 75.18
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 72.14			\$ 77.26		\$ 77.26				\$ 81.94

FY 2007 Per Capita Cost Development

Development of Per Capita Costs:

West

Uninsured/Uninsurable Age 14 - 18 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			16,084					18,090				18,652
Home Health Care	3	44	0.01	1.148	1.033	0.01	1.000	0.01	1.100	1.000	1.000	0.01
IP - Maternity	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Newborn	-	-	-	1.017	1.027	-	1.000	-	1.030	1.000	1.000	-
IP - Medical	42	954	3.32	1.017	1.027	3.47	1.000	3.47	1.030	1.000	1.000	3.57
IP - Surgery	10	572	0.50	1.023	1.027	0.52	1.000	0.52	1.030	1.000	1.000	0.54
IP - Other	1	1,275	0.08	1.017	1.027	0.08	1.000	0.083	1.030	1.000	1.000	0.09
Subtotal - Inpatient	53	883	3.90			4.07	1.000	4.07	1.030	1.000	1.000	4.19
OP - Emergency Room	331	384	10.61	1.148	1.014	12.35	1.000	12.35	1.150	1.000	1.000	14.20
OP - Laboratory	269	29	0.65	1.037	1.014	0.68	1.000	0.68	1.050	1.000	1.000	0.71
OP - Radiology	691	72	4.17	1.037	1.014	4.39	1.000	4.39	1.050	1.000	1.000	4.61
OP - Surgery	60	2,178	10.83	1.096	1.014	12.04	1.000	12.04	1.100	1.000	1.000	13.25
OP - Other	143	207	2.45	1.037	1.014	2.58	1.000	2.58	1.050	1.000	1.000	2.71
Subtotal - Outpatient	1,494	231	28.71			32.04	1.000	32.04	1.050	1.000	1.000	35.48
Prof - Evaluation & Management	2,251	61	11.44	1.037	1.007	11.94	1.000	11.94	1.030	1.000	1.000	12.30
Prof - Maternity	-	-	-	1.037	1.007	-	1.000	-	1.030	1.000	1.000	-
Prof - Surgery	332	106	2.94	1.037	1.007	3.07	1.000	3.07	1.030	1.000	1.000	3.16
Prof - DME/Supplies	41	365	1.25	1.037	1.007	1.30	1.000	1.30	1.030	1.000	1.000	1.34
Prof - Lab	1,385	11	1.25	1.037	1.007	1.31	1.000	1.31	1.030	1.000	1.000	1.35
Prof - Radiology	674	30	1.70	1.037	1.007	1.78	1.000	1.78	1.030	1.000	1.000	1.83
Prof - Transportation	22	175	0.31	1.037	1.007	0.33	1.000	0.33	1.030	1.000	1.000	0.34
Prof - Other	7,833	11	7.18	1.037	1.007	7.50	1.000	7.50	1.030	1.000	1.000	7.73
Subtotal - Professional	12,537	25	26.07			27.23	1.000	27.23	1.030	1.000	1.000	28.04
Total			\$ 58.69			\$ 63.35	1.000	\$ 63.35	1.040	1.000	1.000	\$ 67.73
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 63.96			\$ 69.04		\$ 69.04				\$ 73.82

TennCare

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Disabled All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			453,793					452,654				452,573
Home Health Care	211	1,297	22.86	1.180	1.033	27.85	1.001	27.89	1.150	1.000	1.002	32.14
IP - Maternity	25	833	1.76	1.057	1.027	1.91	1.000	1.91	1.060	1.000	1.000	2.02
IP - Newborn	50	1,365	5.71	1.057	1.027	6.19	1.001	6.20	1.060	1.000	1.003	6.59
IP - Medical	1,340	673	75.10	1.057	1.027	81.47	1.000	81.46	1.060	1.000	1.000	86.31
IP - Surgery	408	1,152	39.18	1.057	1.027	42.51	1.000	42.50	1.060	1.000	1.000	45.03
IP - Other	176	1,078	15.81	1.057	1.027	17.15	1.000	17.148	1.060	1.000	1.000	18.18
Subtotal - Inpatient	2,000	826	137.55			149.23	1.000	149.21	1.060	1.000	1.000	158.14
OP - Emergency Room	1,038	374	32.40	1.096	1.014	36.02	1.000	36.02	1.150	1.000	1.000	41.42
OP - Laboratory	2,200	28	5.18	1.037	1.014	5.44	1.000	5.44	1.050	1.000	1.000	5.72
OP - Radiology	3,002	56	14.02	1.037	1.014	14.74	1.000	14.74	1.050	1.000	1.000	15.47
OP - Surgery	337	1,871	52.50	1.050	1.014	55.92	1.000	55.92	1.050	1.000	1.000	58.72
OP - Other	1,077	471	42.29	1.083	1.014	46.46	1.000	46.47	1.100	1.000	1.000	51.14
Subtotal - Outpatient	7,655	229	146.37			158.58	1.000	158.59	1.087	1.000	1.000	172.46
Prof - Evaluation & Management	7,871	70	45.92	1.064	1.007	49.19	1.000	49.18	1.070	1.000	1.000	52.61
Prof - Maternity	15	651	0.84	1.064	1.007	0.90	1.000	0.90	1.070	1.000	1.000	0.96
Prof - Surgery	1,029	153	13.13	1.064	1.007	14.07	1.000	14.07	1.070	1.000	1.000	15.05
Prof - DME/Supplies	582	293	14.21	1.064	1.007	15.23	1.000	15.23	1.070	1.000	1.000	16.30
Prof - Lab	7,268	12	6.97	1.064	1.007	7.46	1.000	7.46	1.070	1.000	1.000	7.98
Prof - Radiology	3,349	51	14.35	1.064	1.007	15.37	1.000	15.37	1.070	1.000	0.999	16.43
Prof - Transportation	1,162	112	10.85	1.180	1.007	12.89	1.000	12.89	1.100	1.000	0.999	14.17
Prof - Other	117,121	5	51.36	1.083	1.007	56.04	1.000	56.04	1.070	1.000	1.000	59.96
Subtotal - Professional	138,398	14	157.63			171.15	1.000	171.13	1.072	1.000	1.000	183.45
Total			\$ 464.41			\$ 506.81	1.000	\$ 506.82	1.078	1.000	1.000	\$ 546.19
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 506.17			\$ 552.38		\$ 552.39				\$ 595.30

TennCare
FY 2007 Per Capita Cost Development
Development of Per Capita Costs: West

Exhibit 6b

Disabled Age <21												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			74,796					74,757				75,030
Home Health Care	376	2,871	89.88	1.180	1.033	109.52	1.000	109.52	1.150	1.000	1.000	125.94
IP - Maternity	34	718	2.04	1.057	1.027	2.21	1.000	2.21	1.060	1.000	1.000	2.34
IP - Newborn	176	1,808	26.54	1.057	1.027	28.80	1.000	28.80	1.060	1.000	1.000	30.53
IP - Medical	444	1,139	42.16	1.057	1.027	45.73	1.000	45.73	1.060	1.000	1.000	48.48
IP - Surgery	135	1,698	19.09	1.057	1.027	20.71	1.000	20.71	1.060	1.000	1.000	21.95
IP - Other	70	2,547	14.92	1.057	1.027	16.18	1.000	16.181	1.060	1.000	1.000	17.15
Subtotal - Inpatient	860	1,462	104.74			113.63	1.000	113.63	1.060	1.000	1.000	120.45
OP - Emergency Room	655	508	27.74	1.096	1.014	30.84	1.000	30.84	1.150	1.000	1.000	35.47
OP - Laboratory	1,325	51	5.59	1.037	1.014	5.88	1.000	5.88	1.050	1.000	1.000	6.17
OP - Radiology	947	101	7.94	1.037	1.014	8.35	1.000	8.35	1.050	1.000	1.000	8.77
OP - Surgery	215	3,285	58.90	1.050	1.014	62.74	1.000	62.74	1.050	1.000	1.000	65.87
OP - Other	1,312	621	67.92	1.083	1.014	74.63	1.000	74.63	1.100	1.000	1.000	82.09
Subtotal - Outpatient	4,454	453	168.10			182.44	1.000	182.44	1.100	1.000	1.000	198.37
Prof - Evaluation & Management	4,325	79	28.54	1.064	1.007	30.57	1.000	30.57	1.070	1.000	1.000	32.71
Prof - Maternity	22	516	0.93	1.064	1.007	1.00	1.000	1.00	1.070	1.000	1.000	1.07
Prof - Surgery	718	131	7.81	1.064	1.007	8.36	1.000	8.36	1.070	1.000	1.000	8.95
Prof - DME/Supplies	516	431	18.52	1.064	1.007	19.84	1.000	19.84	1.070	1.000	1.000	21.23
Prof - Lab	2,744	11	2.58	1.064	1.007	2.76	1.000	2.76	1.070	1.000	1.000	2.95
Prof - Radiology	1,933	23	3.73	1.064	1.007	4.00	1.000	4.00	1.070	1.000	1.000	4.28
Prof - Transportation	287	141	3.36	1.180	1.007	3.99	1.000	3.99	1.100	1.000	1.000	4.39
Prof - Other	217,830	2	43.66	1.083	1.007	47.65	1.000	47.65	1.070	1.000	1.000	50.98
Subtotal - Professional	228,374	6	109.14			118.18	1.000	118.18	1.070	1.000	1.000	126.57
Total			\$ 471.85			\$ 523.76	1.000	\$ 523.76	1.095	1.000	0.996	\$ 571.34
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 514.28			\$ 570.86		\$ 570.86				\$ 622.71

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: West

Disabled Age 21+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			378,997					377,897				377,543
Home Health Care	179	646	9.63	1.180	1.033	11.74	1.000	11.74	1.150	1.000	1.000	13.50
IP - Maternity	24	865	1.70	1.057	1.027	1.85	1.000	1.85	1.060	1.000	1.000	1.96
IP - Newborn	25	756	1.60	1.057	1.027	1.73	1.000	1.73	1.060	1.000	1.000	1.84
IP - Medical	1,517	646	81.60	1.057	1.027	88.52	1.000	88.52	1.060	1.000	1.000	93.83
IP - Surgery	462	1,121	43.15	1.057	1.027	46.81	1.000	46.81	1.060	1.000	1.000	49.62
IP - Other	197	974	15.98	1.057	1.027	17.34	1.000	17.340	1.060	1.000	1.000	18.38
Subtotal - Inpatient	2,224	777	144.03			156.25	1.000	156.25	1.060	1.000	1.000	165.63
OP - Emergency Room	1,114	359	33.32	1.096	1.014	37.04	1.000	37.04	1.150	1.000	1.000	42.60
OP - Laboratory	2,373	26	5.09	1.037	1.014	5.36	1.000	5.36	1.050	1.000	1.000	5.63
OP - Radiology	3,408	54	15.21	1.037	1.014	16.00	1.000	16.00	1.050	1.000	1.000	16.80
OP - Surgery	361	1,704	51.23	1.050	1.014	54.57	1.000	54.57	1.050	1.000	1.000	57.30
OP - Other	1,030	434	37.23	1.083	1.014	40.90	1.000	40.90	1.100	1.000	1.000	44.99
Subtotal - Outpatient	8,286	206	142.08			153.87	1.000	153.87	1.100	1.000	1.000	167.31
Prof - Evaluation & Management	8,571	69	49.35	1.064	1.007	52.86	1.000	52.86	1.070	1.000	1.000	56.56
Prof - Maternity	14	692	0.82	1.064	1.007	0.88	1.000	0.88	1.070	1.000	1.000	0.94
Prof - Surgery	1,090	156	14.18	1.064	1.007	15.20	1.000	15.20	1.070	1.000	1.000	16.26
Prof - DME/Supplies	595	269	13.36	1.064	1.007	14.31	1.000	14.31	1.070	1.000	1.000	15.32
Prof - Lab	8,161	12	7.83	1.064	1.007	8.39	1.000	8.39	1.070	1.000	1.000	8.98
Prof - Radiology	3,628	54	16.44	1.064	1.007	17.61	1.000	17.61	1.070	1.000	1.000	18.85
Prof - Transportation	1,335	111	12.32	1.180	1.007	14.64	1.000	14.64	1.100	1.000	1.000	16.11
Prof - Other	97,246	7	52.88	1.083	1.007	57.70	1.000	57.70	1.070	1.000	1.000	61.74
Subtotal - Professional	120,640	17	167.19			181.61	1.000	181.61	1.070	1.000	1.000	194.76
Total			\$ 462.94			\$ 503.46	1.000	\$ 503.46	1.078	1.000	0.997	\$ 541.19
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 504.56			\$ 548.73		\$ 548.73				\$ 589.86

TennCare
FY 2007 Per Capita Cost Development

Exhibit 6b

Development of Per Capita Costs: **West**

Duals All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			603,014					610,021				612,939
Home Health Care	44	1,284	4.66	1.180	1.033	5.68	1.000	5.68	1.150	1.000	1.000	6.53
IP - Maternity	0	881	0.03	1.057	1.027	0.03	1.000	0.03	1.060	1.000	1.000	0.03
IP - Newborn	4	847	0.30	1.057	1.027	0.32	1.000	0.32	1.060	1.000	1.000	0.34
IP - Medical	259	199	4.29	1.057	1.027	4.66	1.000	4.66	1.060	1.000	1.000	4.94
IP - Surgery	18	745	1.13	1.057	1.027	1.23	1.000	1.23	1.060	1.000	1.000	1.30
IP - Other	41	242	0.84	1.057	1.027	0.91	1.000	0.906	1.060	1.000	1.000	0.96
Subtotal - Inpatient	323	245	6.59			7.14	1.000	7.14	1.060	1.000	1.000	7.57
OP - Emergency Room	37	538	1.66	1.096	1.014	1.84	1.000	1.84	1.150	1.000	1.000	2.12
OP - Laboratory	62	33	0.17	1.037	1.014	0.18	1.000	0.18	1.050	1.000	1.000	0.19
OP - Radiology	91	50	0.38	1.037	1.014	0.40	1.000	0.40	1.050	1.000	1.000	0.42
OP - Surgery	11	1,846	1.64	1.050	1.014	1.75	1.000	1.75	1.050	1.000	1.000	1.83
OP - Other	137	1,162	13.25	1.083	1.014	14.55	1.000	14.55	1.100	1.000	1.000	16.01
Subtotal - Outpatient	337	608	17.10			18.73	1.000	18.73	1.099	1.000	1.000	20.57
Prof - Evaluation & Management	272	63	1.43	1.064	1.007	1.54	1.000	1.54	1.070	1.000	1.000	1.64
Prof - Maternity	0	505	0.01	1.064	1.007	0.02	1.000	0.02	1.070	1.000	1.000	0.02
Prof - Surgery	41	110	0.37	1.064	1.007	0.40	1.000	0.40	1.070	1.000	1.000	0.43
Prof - DME/Supplies	27	208	0.47	1.064	1.007	0.50	1.000	0.50	1.070	1.000	1.000	0.54
Prof - Lab	263	13	0.28	1.064	1.007	0.30	1.000	0.30	1.070	1.000	1.000	0.32
Prof - Radiology	121	34	0.34	1.064	1.007	0.37	1.000	0.37	1.070	1.000	1.000	0.39
Prof - Transportation	1,495	70	8.74	1.180	1.007	10.39	1.000	10.39	1.100	1.000	1.000	11.43
Prof - Other	43,582	1	3.89	1.083	1.007	4.24	1.000	4.24	1.070	1.000	1.000	4.54
Subtotal - Professional	45,802	4	15.55			17.75	1.000	17.75	1.088	1.000	1.000	19.31
Total			\$ 43.89			\$ 49.30	1.000	\$ 49.30	1.095	1.000	1.000	\$ 53.99
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 47.84			\$ 53.74		\$ 53.74				\$ 58.84

TennCare
FY 2007 Per Capita Cost Development
 Development of Per Capita Costs: West

Exhibit 6b

Waiver Duals All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			4,967					1,505				553
Home Health Care	157	5,584	73.08	1.180	1.033	89.04	1.000	89.04	1.150	1.000	1.000	102.40
IP - Maternity	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	10	866	0.70	1.057	1.027	0.76	1.000	0.76	1.060	1.000	1.000	0.80
IP - Surgery	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.057	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	10	866	0.70			0.76	1.000	0.76	1.060	1.000	1.000	0.80
OP - Emergency Room	36	294	0.89	1.096	1.014	0.99	1.000	0.99	1.150	1.000	1.000	1.13
OP - Laboratory	-	-	-	1.037	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	53	39	0.17	1.037	1.014	0.18	1.000	0.18	1.050	1.000	1.000	0.19
OP - Surgery	10	2,260	1.82	1.050	1.014	1.94	1.000	1.94	1.050	1.000	1.000	2.04
OP - Other	48	166	0.67	1.083	1.014	0.73	1.000	0.73	1.100	1.000	1.000	0.81
Subtotal - Outpatient	147	289	3.55			3.84	1.000	3.84	1.085	1.000	1.000	4.17
Prof - Evaluation & Management	213	59	1.04	1.064	1.007	1.12	1.000	1.12	1.070	1.000	1.000	1.20
Prof - Maternity	-	-	-	1.064	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	63	191	1.00	1.064	1.007	1.07	1.000	1.07	1.070	1.000	1.000	1.15
Prof - DME/Supplies	12	40	0.04	1.064	1.007	0.04	1.000	0.04	1.070	1.000	1.000	0.05
Prof - Lab	191	12	0.18	1.064	1.007	0.20	1.000	0.20	1.070	1.000	1.000	0.21
Prof - Radiology	99	108	0.89	1.064	1.007	0.95	1.000	0.95	1.070	1.000	1.000	1.02
Prof - Transportation	795	122	8.05	1.180	1.007	9.56	1.000	9.56	1.100	1.000	1.000	10.52
Prof - Other	42,057	2	8.17	1.083	1.007	8.92	1.000	8.92	1.070	1.000	1.000	9.54
Subtotal - Professional	43,429	5	19.38			21.86	1.000	21.86	1.083	1.000	1.000	23.68
Total			\$ 96.70			\$ 115.50	1.000	\$ 115.50	1.135	1.000	1.000	\$ 131.05
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 105.40			\$ 125.89		\$ 125.89				\$ 142.83

FY 2007 Per Capita Cost Development

Development of Per Capita Costs: **West**

Total For All Aid Categories All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			4,409,393					4,323,857				4,286,644
Home Health Care	35	1,163	3.40	1.172	1.033	4.11	0.986	4.06	1.152	1.000	1.000	4.68
IP - Maternity	82	758	5.18	1.024	1.027	5.44	1.003	5.46	1.031	1.000	0.997	5.61
IP - Newborn	71	873	5.13	1.029	1.027	5.42	0.995	5.40	1.034	1.000	1.005	5.61
IP - Medical	302	628	15.80	1.045	1.027	16.94	0.991	16.79	1.052	1.000	0.995	17.58
IP - Surgery	79	1,114	7.38	1.047	1.027	7.93	0.990	7.85	1.053	1.000	0.991	8.20
IP - Other	35	890	2.62	1.056	1.027	2.84	0.993	2.821	1.056	1.000	0.995	2.97
Subtotal - Inpatient	569	761	36.11			38.58	0.993	38.32	1.047	1.000	0.996	39.96
OP - Emergency Room	615	363	18.57	1.137	1.014	21.42	1.002	21.46	1.149	1.000	0.998	24.61
OP - Laboratory	604	28	1.42	1.039	1.014	1.50	0.998	1.49	1.051	1.000	0.993	1.56
OP - Radiology	788	62	4.06	1.034	1.014	4.26	0.996	4.24	1.051	1.000	0.990	4.41
OP - Surgery	106	1,722	15.16	1.077	1.014	16.56	0.993	16.44	1.080	1.000	0.991	17.59
OP - Other	344	353	10.13	1.075	1.014	11.05	0.992	10.96	1.090	1.000	0.997	11.90
Subtotal - Outpatient	2,457	241	49.34			54.79	0.997	54.60	1.106	1.000	0.995	60.08
Prof - Evaluation & Management	3,488	72	20.79	1.045	1.007	21.90	0.998	21.86	1.042	1.000	0.996	22.70
Prof - Maternity	51	719	3.06	1.043	1.007	3.22	1.003	3.23	1.031	1.000	0.997	3.31
Prof - Surgery	355	134	3.97	1.044	1.007	4.17	0.992	4.14	1.049	1.000	0.988	4.29
Prof - DME/Supplies	101	255	2.14	1.063	1.007	2.29	0.996	2.28	1.067	1.000	0.995	2.42
Prof - Lab	3,463	12	3.47	1.042	1.007	3.64	1.001	3.64	1.042	1.000	0.993	3.77
Prof - Radiology	1,056	45	3.94	1.047	1.007	4.16	0.996	4.14	1.051	1.000	0.989	4.30
Prof - Transportation	418	96	3.35	1.154	1.007	3.89	0.990	3.86	1.092	1.000	0.996	4.19
Prof - Other	25,399	6	12.47	1.064	1.007	13.36	0.995	13.29	1.054	1.000	0.994	13.92
Subtotal - Professional	34,331	19	53.19			56.62	0.997	56.44	1.050	1.000	0.994	58.91
Total			\$ 142.04			\$ 154.11	0.996	\$ 153.42	1.072	1.000	0.995	\$ 163.62
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 154.81			\$ 167.97		\$ 167.22				\$ 178.34

TennCare
FY 2007 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 7b

West

Total For All Aid Categories							
All Ages							
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
		PMPM	Total	PMPM	Total	PMPM	Total
Member Months			4,409,393		4,323,857		4,286,644
Home Health Care		\$ 3.40	\$ 14,982,982	\$ 4.06	\$ 17,546,513	\$ 4.68	\$ 20,047,206
IP - Maternity		\$ 5.18	\$ 22,836,486	\$ 5.46	\$ 23,611,981	\$ 5.61	\$ 24,054,483
IP - Newborn		\$ 5.13	\$ 22,639,515	\$ 5.40	\$ 23,330,039	\$ 5.61	\$ 24,051,278
IP - Medical		\$ 15.80	\$ 69,652,868	\$ 16.79	\$ 72,616,564	\$ 17.58	\$ 75,343,740
IP - Surgery		\$ 7.38	\$ 32,538,560	\$ 7.85	\$ 33,952,738	\$ 8.20	\$ 35,131,745
IP - Other		\$ 2.62	\$ 11,556,308	\$ 2.82	\$ 12,199,525	\$ 2.97	\$ 12,711,665
Subtotal - Inpatient		\$ 36.11	\$ 159,223,737	\$ 38.32	\$ 165,710,848	\$ 39.96	\$ 171,292,911
OP - Emergency Room		\$ 18.57	\$ 81,871,703	\$ 21.46	\$ 92,786,627	\$ 24.61	\$ 105,486,360
OP - Laboratory		\$ 1.42	\$ 6,265,748	\$ 1.49	\$ 6,462,984	\$ 1.56	\$ 6,686,678
OP - Radiology		\$ 4.06	\$ 17,906,071	\$ 4.24	\$ 18,349,549	\$ 4.41	\$ 18,922,506
OP - Surgery		\$ 15.16	\$ 66,860,580	\$ 16.44	\$ 71,097,692	\$ 17.59	\$ 75,408,419
OP - Other		\$ 10.13	\$ 44,666,606	\$ 10.96	\$ 47,395,645	\$ 11.90	\$ 51,027,496
Subtotal - Outpatient		\$ 49.34	\$ 217,570,709	\$ 54.60	\$ 236,092,498	\$ 60.08	\$ 257,531,458
Prof - Evaluation & Management		\$ 20.79	\$ 91,692,278	\$ 21.86	\$ 94,528,770	\$ 22.70	\$ 97,296,951
Prof - Maternity		\$ 3.06	\$ 13,499,509	\$ 3.23	\$ 13,948,722	\$ 3.31	\$ 14,209,641
Prof - Surgery		\$ 3.97	\$ 17,488,124	\$ 4.14	\$ 17,897,890	\$ 4.29	\$ 18,391,446
Prof - DME/Supplies		\$ 2.14	\$ 9,428,674	\$ 2.28	\$ 9,860,233	\$ 2.42	\$ 10,372,939
Prof - Lab		\$ 3.47	\$ 15,281,111	\$ 3.64	\$ 15,745,485	\$ 3.77	\$ 16,149,965
Prof - Radiology		\$ 3.94	\$ 17,380,730	\$ 4.14	\$ 17,895,742	\$ 4.30	\$ 18,440,090
Prof - Transportation		\$ 3.35	\$ 14,775,099	\$ 3.86	\$ 16,678,014	\$ 4.19	\$ 17,981,661
Prof - Other		\$ 12.47	\$ 54,977,876	\$ 13.29	\$ 57,462,367	\$ 13.92	\$ 59,687,296
Subtotal - Professional		\$ 53.19	\$ 234,523,401	\$ 56.44	\$ 244,017,223	\$ 58.91	\$ 252,529,989
Total		\$ 142.04	\$ 626,300,829	\$ 153.42	\$ 663,367,082	\$ 163.62	\$ 701,401,564
Admin %	6.3%	\$ 9.68	\$ 42,663,544	\$ 10.45	\$ 45,188,493	\$ 11.15	\$ 47,779,398
Premium Tax	2.0%	\$ 3.10	\$ 13,652,334	\$ 3.34	\$ 14,460,318	\$ 3.57	\$ 15,289,407
Total Premium Rate		\$ 154.81	\$ 682,616,707	\$ 167.22	\$ 723,015,893	\$ 178.34	\$ 764,470,369

TennCare
 FY 2007 Per Capita Cost Development
 Development of Per Capita Costs:

West

Exhibit 8b

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	85,194	\$ 391.18	\$ 33,325,773	81,255	\$ 415.92	\$ 33,795,401	82,433	\$ 437.04	\$ 36,026,129
	Age 1 - 13	1,566,345	\$ 71.01	\$ 111,225,218	1,556,210	\$ 77.32	\$ 120,330,545	1,541,065	\$ 83.37	\$ 128,480,585
	Age 14 - 20 Female	301,620	\$ 145.87	\$ 43,997,118	301,409	\$ 155.65	\$ 46,914,406	297,737	\$ 164.30	\$ 48,917,534
	Age 14 - 20 Male	238,056	\$ 62.31	\$ 14,832,827	238,993	\$ 67.36	\$ 16,099,689	234,783	\$ 72.07	\$ 16,921,470
	Age 21 - 44 Female	613,554	\$ 232.18	\$ 142,453,459	605,393	\$ 247.56	\$ 149,868,990	595,833	\$ 261.10	\$ 155,572,159
	Age 21 - 44 Male	39,926	\$ 161.26	\$ 6,438,432	40,691	\$ 172.76	\$ 7,029,890	40,363	\$ 182.98	\$ 7,385,392
	Age 45 - 64	57,363	\$ 261.42	\$ 14,996,126	57,704	\$ 279.33	\$ 16,118,376	56,624	\$ 295.23	\$ 16,716,999
	Age 65+	5,015	\$ 237.19	\$ 1,189,525	4,038	\$ 249.91	\$ 1,009,259	3,778	\$ 260.51	\$ 984,284
	All Ages	2,907,072	\$ 126.75	\$ 368,458,477	2,885,694	\$ 135.55	\$ 391,166,558	2,852,616	\$ 144.08	\$ 411,004,553
Medically Needy	Age Under 1	104	\$ 3,147.36	\$ 327,986	136	\$ 3,415.09	\$ 464,384	165	\$ 3,625.08	\$ 597,920
	Age 1 - 13	38,167	\$ 72.28	\$ 2,758,491	24,289	\$ 78.50	\$ 1,906,602	22,879	\$ 85.10	\$ 1,946,896
	Age 14 - 20 Female	38,578	\$ 145.56	\$ 5,615,531	34,625	\$ 157.75	\$ 5,461,907	34,160	\$ 170.32	\$ 5,818,171
	Age 14 - 20 Male	36,198	\$ 79.13	\$ 2,864,205	31,568	\$ 85.91	\$ 2,711,864	30,479	\$ 93.09	\$ 2,837,376
	Age 21 - 44 Female	84,268	\$ 148.51	\$ 12,514,271	83,024	\$ 160.93	\$ 13,361,016	83,984	\$ 173.68	\$ 14,586,554
	Age 21 - 44 Male	50,292	\$ 89.07	\$ 4,479,402	56,606	\$ 96.95	\$ 5,488,192	59,936	\$ 105.17	\$ 6,303,258
	Age 45 - 64	40,981	\$ 235.49	\$ 9,650,489	29,357	\$ 254.97	\$ 7,485,236	28,750	\$ 273.57	\$ 7,865,170
	Age 65+	33,697	\$ 69.84	\$ 2,353,409	8,240	\$ 77.95	\$ 642,298	8,055	\$ 85.02	\$ 684,816
	All Ages	322,285	\$ 125.86	\$ 40,563,784	267,844	\$ 140.09	\$ 37,521,500	268,408	\$ 151.41	\$ 40,640,162
Uninsured/Uninsurable	Age Under 1	5	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Age 1 - 13	49,072	\$ 53.47	\$ 2,624,061	53,756	\$ 57.67	\$ 3,100,345	54,804	\$ 61.61	\$ 3,376,311
	Age 14 - 18 Female	15,487	\$ 72.14	\$ 1,117,137	17,611	\$ 77.26	\$ 1,360,635	18,418	\$ 81.94	\$ 1,509,198
	Age 14 - 18 Male	16,084	\$ 63.96	\$ 1,028,784	18,090	\$ 69.04	\$ 1,249,016	18,652	\$ 73.82	\$ 1,376,820
	Age 19-20	7,897	\$ 51.70	\$ 408,253	7,948	\$ 55.00	\$ 437,110	6,699	\$ 57.80	\$ 387,177
	Age 21+	29,718	\$ 555.13	\$ 16,497,313	8,735	\$ 591.95	\$ 5,170,402	982	\$ 624.11	\$ 612,912
	All Ages	118,262	\$ 122.87	\$ 14,530,337	106,139	\$ 106.63	\$ 11,317,508	99,555	\$ 72.95	\$ 7,262,418
Disabled	Age <21	74,796	\$ 514.28	\$ 38,466,446	74,757	\$ 570.86	\$ 42,675,412	75,030	\$ 622.71	\$ 46,721,734
	Age 21+	378,997	\$ 504.56	\$ 191,228,200	377,897	\$ 548.73	\$ 207,365,036	377,543	\$ 589.86	\$ 222,696,407
	All Ages	453,793	\$ 506.17	\$ 229,694,646	452,654	\$ 552.39	\$ 250,040,448	452,573	\$ 595.30	\$ 269,418,141
Duals	All Ages	603,014	\$ 47.84	\$ 28,845,959	610,021	\$ 53.74	\$ 32,780,453	612,939	\$ 58.84	\$ 36,066,042
Waiver Duals	All Ages	4,967	\$ 105.40	\$ 523,504	1,505	\$ 125.89	\$ 189,426	553	\$ 142.83	\$ 79,053
All Groups	All Ages	4,409,393	\$ 154.81	\$ 682,616,707	4,323,857	\$ 167.22	\$ 723,015,893	4,286,644	\$ 178.34	\$ 764,470,369

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5c

Middle

Total For All Aid Categories All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	4,465,087						
Home Health Care	59,434,233	49,855,543	23,435	63	2,536.13	2,127.40	11.17
IP - Maternity	124,891,024	35,063,919	42,898	115	2,911.35	817.38	7.85
IP - Newborn	91,426,232	35,901,615	50,246	135	1,819.59	714.52	8.04
IP - Medical	447,649,589	113,768,474	167,325	450	2,675.34	679.93	25.48
IP - Surgery	56,976,074	13,282,356	7,198	19	7,916.09	1,845.41	2.97
IP - Other	36,548,018	10,184,793	34,318	92	1,065.00	296.78	2.28
Subtotal - Inpatient	757,490,937	208,201,157	301,983	812	2,508.39	689.45	46.63
OP - Emergency Room	264,663,237	51,989,923	285,385	767	927.39	182.17	11.64
OP - Laboratory	18,673,902	5,496,611	250,223	672	74.63	21.97	1.23
OP - Radiology	91,796,934	19,081,396	397,387	1,068	231.00	48.02	4.27
OP - Surgery	254,998,248	58,537,840	64,811	174	3,934.49	903.21	13.11
OP - Other	114,569,907	54,171,046	140,738	378	814.07	384.91	12.13
Subtotal - Outpatient	744,702,228	189,276,815	1,138,544	3,060	654.08	166.24	42.39
Prof - Evaluation & Management	245,913,609	106,895,639	1,825,812	4,907	134.69	58.55	23.94
Prof - Maternity	34,651,749	14,357,924	27,617	74	1,254.73	519.89	3.22
Prof - Surgery	113,022,541	33,792,117	253,644	682	445.60	133.23	7.57
Prof - DME/Supplies	20,816,033	12,501,167	55,094	148	377.83	226.91	2.80
Prof - Lab	40,081,166	15,705,905	1,088,664	2,926	36.82	14.43	3.52
Prof - Radiology	92,348,664	25,241,518	638,078	1,715	144.73	39.56	5.65
Prof - Transportation	37,713,480	22,616,293	225,137	605	167.51	100.46	5.07
Prof - Other	186,062,037	73,369,297	9,374,951	25,195	19.85	7.83	16.43
Subtotal - Professional	770,609,279	304,479,860	13,488,997	36,252	57.13	22.57	68.19
Total	\$ 2,332,236,677	\$ 751,813,376					\$ 168.38

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5c

Middle

Medicaid (TANF & Related) All Ages - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	2,825,164						
Home Health Care	1,694,831	1,440,182	1,295	6	1,308.75	1,112.11	0.51
IP - Maternity	116,916,829	33,087,314	40,470	172	2,888.98	817.58	11.71
IP - Newborn	84,381,229	33,088,467	46,754	199	1,804.81	707.72	11.71
IP - Medical	171,335,728	40,446,463	42,249	179	4,055.43	957.35	14.32
IP - Surgery	23,464,618	5,626,040	2,927	12	8,017.98	1,922.45	1.99
IP - Other	9,538,265	2,350,784	3,946	17	2,417.50	595.81	0.83
Subtotal - Inpatient	405,636,670	114,599,068	136,344	579	2,975.10	840.51	40.56
OP - Emergency Room	174,794,723	34,396,823	209,521	890	834.26	164.17	12.18
OP - Laboratory	11,174,783	3,440,355	148,152	629	75.43	23.22	1.22
OP - Radiology	47,048,529	9,414,948	192,786	819	244.05	48.84	3.33
OP - Surgery	140,804,144	31,685,377	39,430	167	3,570.99	803.59	11.22
OP - Other	43,182,043	13,479,591	84,046	357	513.79	160.38	4.77
Subtotal - Outpatient	417,004,221	92,417,094	673,935	2,863	618.76	137.13	32.71
Prof - Evaluation & Management	169,475,930	74,449,483	1,276,848	5,423	132.73	58.31	26.35
Prof - Maternity	32,138,459	13,332,600	23,167	98	1,387.25	575.50	4.72
Prof - Surgery	63,154,890	18,539,460	137,925	586	457.89	134.42	6.56
Prof - DME/Supplies	6,002,125	3,815,104	21,512	91	279.01	177.35	1.35
Prof - Lab	26,196,455	10,427,172	737,918	3,134	35.50	14.13	3.69
Prof - Radiology	50,373,177	13,583,336	319,916	1,359	157.46	42.46	4.81
Prof - Transportation	12,317,206	5,060,236	37,281	158	330.39	135.73	1.79
Prof - Other	97,633,121	32,684,894	2,227,014	9,459	43.84	14.68	11.57
Subtotal - Professional	457,291,363	171,892,284	4,781,581	20,310	95.64	35.95	60.84
Total	\$ 1,281,627,084	\$ 380,348,629					\$ 134.63

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5c

Middle

Medicaid (TANF & Related) Age Under 1 - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	104,892						
Home Health Care	72,040	53,135	83	9	873.21	644.05	0.51
IP - Maternity	11,430,867	4,327,318	6,025	689	1,897.24	718.23	41.25
IP - Newborn	47,113,242	18,753,080	22,421	2,565	2,101.35	836.43	178.78
IP - Medical	16,807,124	3,806,070	4,358	499	3,856.61	873.35	36.29
IP - Surgery	2,284,884	511,861	496	57	4,611.27	1,033.02	4.88
IP - Other	1,121,675	310,517	305	35	3,677.62	1,018.09	2.96
Subtotal - Inpatient	78,757,792	27,708,845	33,604	3,844	2,343.70	824.57	264.16
OP - Emergency Room	5,576,850	1,165,837	9,274	1,061	601.37	125.72	11.11
OP - Laboratory	385,468	111,082	5,973	683	64.54	18.60	1.06
OP - Radiology	1,055,887	196,162	5,334	610	197.97	36.78	1.87
OP - Surgery	3,414,111	927,720	1,290	148	2,647.62	719.44	8.84
OP - Other	3,640,568	1,298,052	7,949	909	458.02	163.31	12.38
Subtotal - Outpatient	14,072,884	3,698,853	29,818	3,411	471.97	124.05	35.26
Prof - Evaluation & Management	19,550,319	8,941,234	127,032	14,533	153.90	70.39	85.24
Prof - Maternity	8,298	320	1	0	8,298.00	319.52	0.00
Prof - Surgery	3,654,881	1,136,360	6,320	723	578.30	179.80	10.83
Prof - DME/Supplies	372,735	257,690	1,628	186	229.02	158.34	2.46
Prof - Lab	377,498	103,349	8,412	962	44.88	12.29	0.99
Prof - Radiology	1,082,927	269,659	11,792	1,349	91.84	22.87	2.57
Prof - Transportation	950,694	256,125	1,017	116	934.80	251.84	2.44
Prof - Other	9,246,513	3,352,330	222,893	25,500	41.48	15.04	31.96
Subtotal - Professional	35,243,864	14,317,066	379,094	43,369	92.97	37.77	136.49
Total	\$ 128,146,579	\$ 45,777,899					\$ 436.43

TennCare
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 Historical Encounter Data

Exhibit 5c

Middle

Medicaid (TANF & Related) Age 1 - 13 - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,541,706						
Home Health Care	760,808	632,389	487	4	1,562.23	1,298.54	0.41
IP - Maternity	34,517	8,943	13	0	2,655.13	687.89	0.01
IP - Newborn	4,383,921	1,648,101	1,988	15	2,205.19	829.02	1.07
IP - Medical	30,707,403	6,803,667	8,270	64	3,713.11	822.69	4.41
IP - Surgery	2,893,611	411,804	386	3	7,496.40	1,066.85	0.27
IP - Other	2,202,822	398,681	1,487	12	1,481.39	268.11	0.26
Subtotal - Inpatient	40,222,274	9,271,196	12,144	95	3,312.11	763.44	6.01
OP - Emergency Room	50,563,984	10,186,658	84,618	659	597.56	120.38	6.61
OP - Laboratory	2,661,141	836,969	41,747	325	63.74	20.05	0.54
OP - Radiology	6,406,406	1,121,881	28,248	220	226.79	39.72	0.73
OP - Surgery	39,984,393	9,762,502	12,030	94	3,323.72	811.51	6.33
OP - Other	10,234,836	3,855,252	31,565	246	324.25	122.14	2.50
Subtotal - Outpatient	109,850,760	25,763,262	198,208	1,543	554.22	129.98	16.71
Prof - Evaluation & Management	62,773,262	29,408,983	551,538	4,293	113.81	53.32	19.08
Prof - Maternity	1,741	1,456	6	0	290.22	242.66	0.00
Prof - Surgery	12,769,000	3,483,662	32,695	254	390.55	106.55	2.26
Prof - DME/Supplies	1,337,044	894,933	7,253	56	184.34	123.39	0.58
Prof - Lab	4,661,816	1,855,577	195,093	1,519	23.90	9.51	1.20
Prof - Radiology	5,519,203	1,252,964	64,693	504	85.31	19.37	0.81
Prof - Transportation	2,608,331	1,241,484	8,943	70	291.66	138.82	0.81
Prof - Other	27,342,939	10,695,579	946,606	7,368	28.89	11.30	6.94
Subtotal - Professional	117,013,337	48,834,638	1,806,827	14,064	64.76	27.03	31.68
Total	\$ 267,847,180	\$ 84,501,484					\$ 54.81

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Exhibit 5c

Middle

Medicaid (TANF & Related) Age 14 - 20 Female - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	263,441						
Home Health Care	32,785	23,692	44	2	745.11	538.46	0.09
IP - Maternity	23,491,659	5,962,142	7,594	346	3,093.45	785.11	22.63
IP - Newborn	9,293,155	3,151,555	5,707	260	1,628.38	552.23	11.96
IP - Medical	12,109,779	2,700,522	3,072	140	3,941.99	879.08	10.25
IP - Surgery	1,823,562	327,030	202	9	9,027.53	1,618.96	1.24
IP - Other	664,064	196,049	135	6	4,919.00	1,452.22	0.74
Subtotal - Inpatient	47,382,219	12,337,298	16,710	761	2,835.56	738.32	46.83
OP - Emergency Room	19,620,071	3,834,769	20,797	947	943.41	184.39	14.56
OP - Laboratory	1,554,664	503,783	19,999	911	77.74	25.19	1.91
OP - Radiology	4,608,936	862,512	17,074	778	269.94	50.52	3.27
OP - Surgery	10,267,928	2,122,304	3,959	180	2,593.57	536.07	8.06
OP - Other	4,900,853	1,330,685	8,169	372	599.93	162.89	5.05
Subtotal - Outpatient	40,952,452	8,654,054	69,998	3,188	585.05	123.63	32.85
Prof - Evaluation & Management	15,178,304	6,504,074	109,222	4,975	138.97	59.55	24.69
Prof - Maternity	7,624,654	3,198,916	5,548	253	1,374.31	576.59	12.14
Prof - Surgery	3,970,319	1,105,611	8,781	400	452.15	125.91	4.20
Prof - DME/Supplies	277,520	177,295	1,148	52	241.74	154.44	0.67
Prof - Lab	4,360,489	1,828,251	123,382	5,620	35.34	14.82	6.94
Prof - Radiology	5,585,692	1,556,978	32,922	1,500	169.66	47.29	5.91
Prof - Transportation	1,385,464	496,951	4,011	183	345.42	123.90	1.89
Prof - Other	10,309,826	3,364,207	155,676	7,091	66.23	21.61	12.77
Subtotal - Professional	48,692,267	18,232,283	440,690	20,074	110.49	41.37	69.21
Total	\$ 137,059,723	\$ 39,247,328					\$ 148.98

TennCare
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Exhibit 5c

Middle

Medicaid (TANF & Related) Age 14 - 20 Male - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	209,584						
Home Health Care	4,495	2,246	11	1	408.64	204.14	0.01
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	8,171,506	2,259,696	1,875	107	4,358.14	1,205.17	10.78
IP - Surgery	1,229,406	227,724	130	7	9,456.97	1,751.72	1.09
IP - Other	274,924	63,575	70	4	3,927.48	908.22	0.30
Subtotal - Inpatient	9,675,836	2,550,995	2,075	119	4,663.05	1,229.39	12.17
OP - Emergency Room	8,716,874	1,648,647	9,835	563	886.31	167.63	7.87
OP - Laboratory	320,613	95,461	3,982	228	80.52	23.97	0.46
OP - Radiology	2,161,758	422,777	7,937	454	272.36	53.27	2.02
OP - Surgery	5,088,776	982,733	1,107	63	4,596.91	887.74	4.69
OP - Other	1,504,868	447,213	2,821	162	533.45	158.53	2.13
Subtotal - Outpatient	17,792,889	3,596,831	25,682	1,470	692.82	140.05	17.16
Prof - Evaluation & Management	6,184,354	2,643,781	46,410	2,657	133.25	56.97	12.61
Prof - Maternity	3,680	1,425	2	0	1,840.00	712.60	0.01
Prof - Surgery	2,634,990	719,859	5,146	295	512.05	139.89	3.43
Prof - DME/Supplies	232,628	154,515	1,096	63	212.25	140.98	0.74
Prof - Lab	555,499	212,247	18,834	1,078	29.49	11.27	1.01
Prof - Radiology	1,804,259	432,418	15,361	880	117.46	28.15	2.06
Prof - Transportation	806,787	306,621	1,982	113	407.06	154.70	1.46
Prof - Other	2,929,773	1,183,757	93,290	5,341	31.41	12.69	5.65
Subtotal - Professional	15,151,970	5,654,624	182,121	10,428	83.20	31.05	26.98
Total	\$ 42,625,191	\$ 11,804,695					\$ 56.32

TennCare
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Exhibit 5c

Middle

Medicaid (TANF & Related) Age 21 - 44 Female - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	568,587						
Home Health Care	282,304	224,091	385	8	734.21	582.81	0.39
IP - Maternity	81,886,558	22,761,625	26,813	566	3,053.99	848.90	40.03
IP - Newborn	23,579,942	9,532,047	16,620	351	1,418.77	573.53	16.76
IP - Medical	66,032,494	15,029,563	15,854	335	4,165.17	948.03	26.43
IP - Surgery	8,959,303	2,363,097	1,034	22	8,664.70	2,285.39	4.16
IP - Other	3,185,608	870,750	783	17	4,071.06	1,112.78	1.53
Subtotal - Inpatient	183,643,905	50,557,082	61,103	1,290	3,005.48	827.41	88.92
OP - Emergency Room	76,373,494	14,796,399	72,852	1,538	1,048.34	203.10	26.02
OP - Laboratory	5,492,957	1,688,777	67,701	1,429	81.14	24.94	2.97
OP - Radiology	24,655,713	5,024,289	100,189	2,114	246.09	50.15	8.84
OP - Surgery	63,510,370	13,760,259	17,231	364	3,685.93	798.60	24.20
OP - Other	18,787,759	5,444,936	27,664	584	679.15	196.83	9.58
Subtotal - Outpatient	188,820,294	40,714,660	285,635	6,028	661.06	142.54	71.61
Prof - Evaluation & Management	54,851,728	22,300,869	365,430	7,712	150.10	61.03	39.22
Prof - Maternity	24,464,469	10,113,857	17,580	371	1,391.61	575.30	17.79
Prof - Surgery	29,804,281	9,001,709	63,518	1,341	469.23	141.72	15.83
Prof - DME/Supplies	2,323,504	1,430,031	6,834	144	340.02	209.27	2.52
Prof - Lab	14,472,239	5,755,561	347,834	7,341	41.61	16.55	10.12
Prof - Radiology	28,911,025	8,048,181	154,289	3,256	187.38	52.16	14.15
Prof - Transportation	5,032,331	1,984,763	15,437	326	325.99	128.57	3.49
Prof - Other	38,042,400	10,620,816	588,021	12,410	64.70	18.06	18.68
Subtotal - Professional	197,901,976	69,255,787	1,558,942	32,901	126.95	44.42	121.80
Total	\$ 570,648,479	\$ 160,751,619					\$ 282.72

TennCare
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Exhibit 5c

Middle

Medicaid (TANF & Related) Age 21 - 44 Male - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	70,932						
Home Health Care	18,985	14,324	57	10	333.07	251.30	0.20
IP - Maternity	10,522	3,802	4	1	2,630.48	950.55	0.05
IP - Newborn	2,427	794	6	1	404.51	132.31	0.01
IP - Medical	17,766,033	4,682,661	3,068	519	5,790.75	1,526.29	66.02
IP - Surgery	3,704,232	1,313,985	376	64	9,851.68	3,494.64	18.52
IP - Other	796,004	215,636	180	30	4,422.24	1,197.98	3.04
Subtotal - Inpatient	22,279,217	6,216,879	3,634	615	6,130.77	1,710.75	87.65
OP - Emergency Room	7,535,723	1,476,909	7,334	1,241	1,027.51	201.38	20.82
OP - Laboratory	223,885	62,065	2,677	453	83.63	23.18	0.87
OP - Radiology	3,056,511	663,593	10,405	1,760	293.75	63.78	9.36
OP - Surgery	6,777,650	1,399,978	1,349	228	5,024.20	1,037.79	19.74
OP - Other	1,443,267	347,546	2,000	338	721.63	173.77	4.90
Subtotal - Outpatient	19,037,036	3,950,091	23,765	4,020	801.05	166.21	55.69
Prof - Evaluation & Management	4,998,075	2,000,396	32,927	5,570	151.79	60.75	28.20
Prof - Maternity	14,059	5,772	9	2	1,562.06	641.30	0.08
Prof - Surgery	4,673,145	1,387,808	9,742	1,648	479.69	142.46	19.57
Prof - DME/Supplies	595,187	387,134	1,443	244	412.46	268.28	5.46
Prof - Lab	534,784	203,059	14,701	2,487	36.38	13.81	2.86
Prof - Radiology	3,060,152	813,626	17,736	3,000	172.54	45.87	11.47
Prof - Transportation	668,278	291,916	1,520	257	439.66	192.05	4.12
Prof - Other	3,486,695	1,065,873	77,414	13,097	45.04	13.77	15.03
Subtotal - Professional	18,030,375	6,155,583	155,492	26,305	115.96	39.59	86.78
Total	\$ 59,365,613	\$ 16,336,878					\$ 230.32

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Exhibit 5c

Middle

Medicaid (TANF & Related) Age 45 - 64 - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	58,389						
Home Health Care	227,380	203,274	180	37	1,263.22	1,129.30	3.48
IP - Maternity	62,706	23,485	21	4	2,985.98	1,118.32	0.40
IP - Newborn	8,542	2,889	12	2	711.87	240.75	0.05
IP - Medical	17,270,631	4,397,771	3,407	700	5,069.16	1,290.80	75.32
IP - Surgery	2,316,634	435,288	284	58	8,157.16	1,532.71	7.46
IP - Other	1,073,418	160,044	201	41	5,340.39	796.24	2.74
Subtotal - Inpatient	20,731,931	5,019,478	3,925	807	5,282.02	1,278.85	85.97
OP - Emergency Room	6,206,560	1,241,786	4,706	967	1,318.86	263.87	21.27
OP - Laboratory	502,085	134,355	5,675	1,166	88.47	23.67	2.30
OP - Radiology	4,739,504	1,037,425	21,856	4,492	216.85	47.47	17.77
OP - Surgery	11,356,289	2,631,913	2,369	487	4,793.71	1,110.98	45.08
OP - Other	2,508,478	657,498	3,594	739	697.96	182.94	11.26
Subtotal - Outpatient	25,312,916	5,702,978	38,200	7,851	662.64	149.29	97.67
Prof - Evaluation & Management	5,667,485	2,529,094	42,394	8,713	133.69	59.66	43.31
Prof - Maternity	21,558	10,855	21	4	1,026.59	516.90	0.19
Prof - Surgery	5,463,602	1,645,201	11,449	2,353	477.21	143.70	28.18
Prof - DME/Supplies	828,867	493,815	2,045	420	405.31	241.47	8.46
Prof - Lab	1,185,174	453,461	28,512	5,860	41.57	15.90	7.77
Prof - Radiology	4,277,208	1,172,240	22,218	4,566	192.51	52.76	20.08
Prof - Transportation	769,347	421,022	3,966	815	193.99	106.16	7.21
Prof - Other	5,480,959	1,893,517	127,468	26,197	43.00	14.85	32.43
Subtotal - Professional	23,694,202	8,619,204	238,073	48,929	99.52	36.20	147.62
Total	\$ 69,966,429	\$ 19,544,934					\$ 334.74

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Exhibit 5c

Middle

Medicaid (TANF & Related) Age 65+ - Excluding DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	7,632						
Home Health Care	296,034	287,031	49	77	6,041.50	5,857.78	37.61
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	2,470,758	766,512	2,345	3,687	1,053.63	326.87	100.44
IP - Surgery	252,985	35,251	19	30	13,315.00	1,855.32	4.62
IP - Other	219,751	135,533	785	1,234	279.94	172.65	17.76
Subtotal - Inpatient	2,943,495	937,296	3,149	4,951	934.74	297.65	122.82
OP - Emergency Room	201,166	45,818	106	167	1,897.80	432.24	6.00
OP - Laboratory	33,969	7,863	399	627	85.14	19.71	1.03
OP - Radiology	363,814	86,308	1,744	2,742	208.61	49.49	11.31
OP - Surgery	404,626	97,968	96	151	4,214.85	1,020.50	12.84
OP - Other	161,415	98,410	285	448	566.37	345.30	12.89
Subtotal - Outpatient	1,164,991	336,366	2,630	4,135	442.96	127.90	44.07
Prof - Evaluation & Management	272,403	121,051	1,895	2,980	143.75	63.88	15.86
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	184,671	59,250	274	431	673.98	216.24	7.76
Prof - DME/Supplies	34,642	19,689	66	104	524.88	298.33	2.58
Prof - Lab	48,957	15,668	1,151	1,810	42.53	13.61	2.05
Prof - Radiology	132,710	37,271	905	1,423	146.64	41.18	4.88
Prof - Transportation	95,975	61,354	405	637	236.97	151.49	8.04
Prof - Other	794,014	508,815	15,647	24,603	50.75	32.52	66.67
Subtotal - Professional	1,563,372	823,099	20,343	31,987	76.85	40.46	107.85
Total	\$ 5,967,891	\$ 2,383,792					\$ 312.35

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Middle

Medically Needy All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	396,292						
Home Health Care	5,928,922	4,911,267	2,307	70	2,569.97	2,128.85	12.39
IP - Maternity	5,698,339	1,411,919	1,791	54	3,181.65	788.34	3.56
IP - Newborn	1,766,703	711,091	1,338	41	1,320.41	531.46	1.79
IP - Medical	39,847,638	10,292,921	10,727	325	3,714.70	959.53	25.97
IP - Surgery	6,962,562	1,909,740	738	22	9,434.37	2,587.72	4.82
IP - Other	2,400,065	566,925	1,105	33	2,172.00	513.05	1.43
Subtotal - Inpatient	56,675,307	14,892,596	15,699	475	3,610.12	948.63	37.58
OP - Emergency Room	27,018,010	5,295,393	25,889	784	1,043.61	204.54	13.36
OP - Laboratory	1,706,350	502,478	24,345	737	70.09	20.64	1.27
OP - Radiology	9,328,689	1,932,800	40,370	1,222	231.08	47.88	4.88
OP - Surgery	27,412,292	5,873,146	6,069	184	4,516.77	967.73	14.82
OP - Other	8,782,906	4,258,578	10,298	312	852.87	413.53	10.75
Subtotal - Outpatient	74,248,247	17,862,395	106,971	3,239	694.10	166.98	45.07
Prof - Evaluation & Management	19,674,392	8,230,080	142,218	4,306	138.34	57.87	20.77
Prof - Maternity	1,871,097	761,728	1,448	44	1,292.19	526.06	1.92
Prof - Surgery	11,514,223	3,312,243	23,766	720	484.48	139.37	8.36
Prof - DME/Supplies	1,715,595	995,416	4,587	139	374.01	217.01	2.51
Prof - Lab	3,944,786	1,530,524	98,868	2,994	39.90	15.48	3.86
Prof - Radiology	10,124,918	2,744,930	60,635	1,836	166.98	45.27	6.93
Prof - Transportation	2,866,261	1,501,045	12,807	388	223.80	117.21	3.79
Prof - Other	15,309,803	5,821,337	643,025	19,471	23.81	9.05	14.69
Subtotal - Professional	67,021,076	24,897,303	987,354	29,898	67.88	25.22	62.83
Total	\$ 203,873,552	\$ 62,563,561					\$ 157.87

TennCare
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Exhibit 5c

Middle

Medically Needy Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	166						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	60,414	17,532	37	2,680	1,632.80	473.84	105.84
IP - Medical	153,187	108,408	129	9,345	1,187.50	840.37	654.47
IP - Surgery	19,620	6,348	12	869	1,635.00	528.96	38.32
IP - Other	33,705	8,685	10	724	3,370.47	868.46	52.43
Subtotal - Inpatient	266,926	140,972	188	13,620	1,419.82	749.85	851.07
OP - Emergency Room	8,195	1,672	17	1,232	482.03	98.36	10.09
OP - Laboratory	1,663	423	20	1,449	83.15	21.14	2.55
OP - Radiology	5,845	1,349	100	7,245	58.45	13.49	8.15
OP - Surgery	45,651	9,116	9	652	5,072.39	1,012.91	55.04
OP - Other	83,664	27,603	47	3,405	1,780.08	587.30	166.64
Subtotal - Outpatient	145,018	40,163	193	13,982	751.39	208.10	242.47
Prof - Evaluation & Management	15,226	7,867	139	10,070	109.54	56.60	47.50
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	4,788	1,215	5	362	957.64	242.99	7.33
Prof - DME/Supplies	904	388	4	290	226.00	97.00	2.34
Prof - Lab	181	122	14	1,014	12.90	8.68	0.73
Prof - Radiology	1,915	625	12	869	159.58	52.09	3.77
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	8,958	2,900	257	18,618	34.86	11.28	17.51
Subtotal - Professional	31,972	13,117	431	31,224	74.18	30.43	79.19
Total	\$ 443,915	\$ 194,252					\$ 1,172.72

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Exhibit 5c

Middle

Medically Needy Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	54,195						
Home Health Care	8,423	7,529	14	3	601.66	537.79	0.14
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	2,106	439	3	1	701.92	146.20	0.01
IP - Medical	2,577,044	658,875	618	137	4,169.97	1,066.14	12.16
IP - Surgery	502,663	56,362	64	14	7,854.12	880.65	1.04
IP - Other	127,103	16,264	19	4	6,689.63	855.99	0.30
Subtotal - Inpatient	3,208,916	731,939	704	156	4,558.12	1,039.69	13.51
OP - Emergency Room	1,786,469	348,921	2,349	520	760.52	148.54	6.44
OP - Laboratory	136,145	40,677	1,635	362	83.27	24.88	0.75
OP - Radiology	449,777	83,540	1,866	413	241.04	44.77	1.54
OP - Surgery	2,031,004	468,880	537	119	3,782.13	873.15	8.65
OP - Other	679,422	300,425	1,266	280	536.67	237.30	5.54
Subtotal - Outpatient	5,082,817	1,242,444	7,653	1,695	664.16	162.35	22.93
Prof - Evaluation & Management	2,053,250	960,417	18,228	4,036	112.64	52.69	17.72
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	756,317	196,574	2,332	516	324.32	84.29	3.63
Prof - DME/Supplies	71,650	43,112	209	46	342.82	206.28	0.80
Prof - Lab	204,994	76,701	7,304	1,617	28.07	10.50	1.42
Prof - Radiology	337,729	75,276	3,698	819	91.33	20.36	1.39
Prof - Transportation	125,643	47,317	167	37	752.35	283.34	0.87
Prof - Other	1,183,532	440,106	55,439	12,275	21.35	7.94	8.12
Subtotal - Professional	4,733,114	1,839,502	87,377	19,347	54.17	21.05	33.94
Total	\$ 13,033,269	\$ 3,821,414					\$ 70.51

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Middle

Medically Needy Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	41,186						
Home Health Care	2,106	1,525	6	2	350.93	254.22	0.04
IP - Maternity	1,789,965	440,607	590	172	3,033.84	746.79	10.70
IP - Newborn	782,052	275,193	474	138	1,649.90	580.58	6.68
IP - Medical	2,765,385	766,171	633	184	4,368.70	1,210.38	18.60
IP - Surgery	538,509	85,263	89	26	6,050.66	958.01	2.07
IP - Other	147,992	27,639	30	9	4,933.07	921.31	0.67
Subtotal - Inpatient	6,023,903	1,594,873	1,816	529	3,317.13	878.23	38.72
OP - Emergency Room	4,630,656	895,622	4,551	1,326	1,017.50	196.80	21.75
OP - Laboratory	304,408	93,806	3,680	1,072	82.72	25.49	2.28
OP - Radiology	1,017,425	202,099	4,001	1,166	254.29	50.51	4.91
OP - Surgery	2,475,262	557,374	720	210	3,437.86	774.13	13.53
OP - Other	620,106	172,193	1,274	371	486.74	135.16	4.18
Subtotal - Outpatient	9,047,857	1,921,094	14,226	4,145	636.01	135.04	46.64
Prof - Evaluation & Management	2,805,874	1,142,897	19,505	5,683	143.85	58.60	27.75
Prof - Maternity	553,917	228,195	409	119	1,354.32	557.93	5.54
Prof - Surgery	903,363	261,434	1,953	569	462.55	133.86	6.35
Prof - DME/Supplies	130,341	90,668	249	73	523.46	364.13	2.20
Prof - Lab	812,435	320,053	20,324	5,922	39.97	15.75	7.77
Prof - Radiology	1,132,407	297,105	6,256	1,823	181.01	47.49	7.21
Prof - Transportation	227,556	86,507	566	165	402.04	152.84	2.10
Prof - Other	1,383,212	472,302	34,229	9,973	40.41	13.80	11.47
Subtotal - Professional	7,949,105	2,899,161	83,491	24,326	95.21	34.72	70.39
Total	\$ 23,022,970	\$ 6,416,653					\$ 155.80

TennCare
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Exhibit 5c

Middle

Medically Needy Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	37,359						
Home Health Care	5,583	2,902	9	3	620.36	322.42	0.08
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	3,703,902	814,184	455	146	8,140.44	1,789.41	21.79
IP - Surgery	1,037,863	482,800	77	25	13,478.74	6,270.13	12.92
IP - Other	142,051	82,117	24	8	5,918.81	3,421.53	2.20
Subtotal - Inpatient	4,883,816	1,379,100	556	179	8,783.84	2,480.40	36.92
OP - Emergency Room	2,440,407	478,159	2,500	803	976.16	191.26	12.80
OP - Laboratory	69,207	18,548	902	290	76.73	20.56	0.50
OP - Radiology	479,334	100,671	1,960	630	244.56	51.36	2.69
OP - Surgery	1,664,103	344,972	320	103	5,200.32	1,078.04	9.23
OP - Other	564,649	175,267	713	229	791.93	245.82	4.69
Subtotal - Outpatient	5,217,700	1,117,618	6,395	2,054	815.90	174.76	29.92
Prof - Evaluation & Management	1,311,698	503,444	8,561	2,750	153.22	58.81	13.48
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	649,191	178,671	1,077	346	602.78	165.90	4.78
Prof - DME/Supplies	45,124	30,000	214	69	210.86	140.19	0.80
Prof - Lab	118,407	40,764	3,158	1,014	37.49	12.91	1.09
Prof - Radiology	537,420	123,049	3,913	1,257	137.34	31.45	3.29
Prof - Transportation	252,048	76,143	360	116	700.13	211.51	2.04
Prof - Other	655,919	234,076	14,333	4,604	45.76	16.33	6.27
Subtotal - Professional	3,569,807	1,186,146	31,616	10,155	112.91	37.52	31.75
Total	\$ 13,676,906	\$ 3,685,766					\$ 98.66

TennCare
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Exhibit 5c

Middle

Medically Needy Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	102,411						
Home Health Care	98,616	86,604	113	13	872.71	766.41	0.85
IP - Maternity	3,908,374	971,312	1,201	141	3,254.27	808.75	9.48
IP - Newborn	919,385	416,982	820	96	1,121.20	508.52	4.07
IP - Medical	8,211,078	2,019,833	1,861	218	4,412.19	1,085.35	19.72
IP - Surgery	1,147,584	370,437	123	14	9,329.95	3,011.68	3.62
IP - Other	704,420	133,390	152	18	4,634.34	877.57	1.30
Subtotal - Inpatient	14,890,841	3,911,954	4,157	487	3,582.11	941.05	38.20
OP - Emergency Room	9,418,297	1,855,082	9,029	1,058	1,043.12	205.46	18.11
OP - Laboratory	590,374	172,287	7,434	871	79.42	23.18	1.68
OP - Radiology	3,236,524	653,787	13,190	1,546	245.38	49.57	6.38
OP - Surgery	9,295,215	1,904,204	2,097	246	4,432.63	908.06	18.59
OP - Other	1,516,923	415,420	2,730	320	555.65	152.17	4.06
Subtotal - Outpatient	24,057,333	5,000,780	34,480	4,040	697.72	145.03	48.83
Prof - Evaluation & Management	6,615,760	2,717,985	46,452	5,443	142.42	58.51	26.54
Prof - Maternity	1,316,911	533,503	1,037	122	1,269.92	514.47	5.21
Prof - Surgery	3,864,275	1,114,018	7,767	910	497.52	143.43	10.88
Prof - DME/Supplies	377,669	215,377	1,028	120	367.38	209.51	2.10
Prof - Lab	1,674,285	658,073	39,804	4,664	42.06	16.53	6.43
Prof - Radiology	3,648,794	995,503	19,156	2,245	190.48	51.97	9.72
Prof - Transportation	578,345	248,237	1,974	231	292.98	125.75	2.42
Prof - Other	4,140,115	1,325,290	76,219	8,931	54.32	17.39	12.94
Subtotal - Professional	22,216,154	7,807,986	193,437	22,666	114.85	40.36	76.24
Total	\$ 61,262,944	\$ 16,807,325					\$ 164.12

TennCare
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Exhibit 5c

Middle

Medically Needy Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	61,408						
Home Health Care	133,078	127,147	117	23	1,137.42	1,086.73	2.07
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	1,212	554	2	0	605.85	276.83	0.01
IP - Medical	6,405,559	1,697,555	1,185	232	5,405.54	1,432.54	27.64
IP - Surgery	1,262,436	402,885	117	23	10,790.05	3,443.46	6.56
IP - Other	<u>287,637</u>	<u>66,421</u>	<u>78</u>	<u>15</u>	<u>3,687.65</u>	<u>851.55</u>	<u>1.08</u>
Subtotal - Inpatient	7,956,843	2,167,415	1,382	270	5,757.48	1,568.32	35.30
OP - Emergency Room	4,711,460	910,914	4,659	910	1,011.26	195.52	14.83
OP - Laboratory	150,263	39,527	2,107	412	71.32	18.76	0.64
OP - Radiology	1,109,134	242,263	4,379	856	253.28	55.32	3.95
OP - Surgery	3,191,410	605,821	635	124	5,025.84	954.05	9.87
OP - Other	<u>567,585</u>	<u>142,657</u>	<u>824</u>	<u>161</u>	<u>688.82</u>	<u>173.13</u>	<u>2.32</u>
Subtotal - Outpatient	9,729,852	1,941,181	12,604	2,463	771.97	154.01	31.61
Prof - Evaluation & Management	2,616,515	989,467	17,117	3,345	152.86	57.81	16.11
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	1,742,441	503,546	3,621	708	481.20	139.06	8.20
Prof - DME/Supplies	259,396	164,980	666	130	389.48	247.72	2.69
Prof - Lab	250,386	93,921	6,751	1,319	37.09	13.91	1.53
Prof - Radiology	1,492,566	381,832	8,946	1,748	166.84	42.68	6.22
Prof - Transportation	513,828	220,687	1,311	256	391.94	168.34	3.59
Prof - Other	<u>1,568,869</u>	<u>564,075</u>	<u>52,976</u>	<u>10,352</u>	<u>29.61</u>	<u>10.65</u>	<u>9.19</u>
Subtotal - Professional	8,444,000	2,918,509	91,388	17,859	92.40	31.94	47.53
Total	\$ 26,263,774	\$ 7,154,253					\$ 116.50

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Exhibit 5c

Middle

Medically Needy Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	55,966						
Home Health Care	1,132,598	1,023,555	529	113	2,141.02	1,934.89	18.29
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	1,535	391	2	0	767.25	195.62	0.01
IP - Medical	13,904,667	3,467,094	3,659	785	3,800.13	947.55	61.95
IP - Surgery	2,096,914	441,095	219	47	9,574.95	2,014.13	7.88
IP - Other	801,488	109,135	168	36	4,770.76	649.62	1.95
Subtotal - Inpatient	16,804,603	4,017,716	4,048	868	4,151.33	992.52	71.79
OP - Emergency Room	3,763,982	752,509	2,650	568	1,420.37	283.97	13.45
OP - Laboratory	372,195	113,044	7,938	1,702	46.89	14.24	2.02
OP - Radiology	2,733,043	591,841	12,910	2,768	211.70	45.84	10.58
OP - Surgery	7,817,739	1,733,950	1,553	333	5,033.96	1,116.52	30.98
OP - Other	2,113,371	808,565	2,370	508	891.72	341.17	14.45
Subtotal - Outpatient	16,800,329	3,999,909	27,421	5,880	612.68	145.87	71.47
Prof - Evaluation & Management	3,868,548	1,727,073	29,235	6,268	132.33	59.08	30.86
Prof - Maternity	69	26	1	0	69.00	25.64	0.00
Prof - Surgery	3,332,976	977,151	6,583	1,412	506.30	148.44	17.46
Prof - DME/Supplies	752,892	411,768	1,957	420	384.72	210.41	7.36
Prof - Lab	781,475	309,881	19,114	4,098	40.88	16.21	5.54
Prof - Radiology	2,733,716	788,681	14,423	3,093	189.54	54.68	14.09
Prof - Transportation	800,414	510,305	4,866	1,043	164.49	104.87	9.12
Prof - Other	5,089,667	2,113,048	237,864	51,002	21.40	8.88	37.76
Subtotal - Professional	17,359,758	6,837,932	314,043	67,336	55.28	21.77	122.18
Total	\$ 52,097,289	\$ 15,879,112					\$ 283.73

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Middle

Medically Needy Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	43,602						
Home Health Care	4,548,518	3,662,003	1,519	418	2,994.42	2,410.80	83.99
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	2,126,816	760,800	2,187	602	972.48	347.87	17.45
IP - Surgery	356,974	64,551	37	10	9,647.94	1,744.64	1.48
IP - Other	155,669	123,275	624	172	249.47	197.56	2.83
Subtotal - Inpatient	2,639,458	948,626	2,848	784	926.78	333.09	21.76
OP - Emergency Room	258,546	52,514	134	37	1,929.45	391.90	1.20
OP - Laboratory	82,096	24,166	629	173	130.52	38.42	0.55
OP - Radiology	297,605	57,251	1,964	541	151.53	29.15	1.31
OP - Surgery	891,908	248,828	198	54	4,504.58	1,256.71	5.71
OP - Other	2,637,187	2,216,448	1,074	296	2,455.48	2,063.73	50.83
Subtotal - Outpatient	4,167,342	2,599,206	3,999	1,101	1,042.10	649.96	59.61
Prof - Evaluation & Management	387,522	180,929	2,981	820	130.00	60.69	4.15
Prof - Maternity	200	5	1	0	200.00	4.78	0.00
Prof - Surgery	260,871	79,634	428	118	609.51	186.06	1.83
Prof - DME/Supplies	77,618	39,124	260	72	298.53	150.48	0.90
Prof - Lab	102,623	31,009	2,399	660	42.78	12.93	0.71
Prof - Radiology	240,373	82,858	4,231	1,164	56.81	19.58	1.90
Prof - Transportation	368,427	311,849	3,563	981	103.40	87.52	7.15
Prof - Other	1,279,532	669,541	171,708	47,257	7.45	3.90	15.36
Subtotal - Professional	2,717,167	1,394,950	185,571	51,072	14.64	7.52	31.99
Total	\$ 14,072,484	\$ 8,604,786					\$ 197.35

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Middle

Uninsured/Uninsurable All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	172,151						
Home Health Care	59,268	40,206	165	12	359.20	243.67	0.23
IP - Maternity	198,639	45,790	61	4	3,256.38	750.65	0.27
IP - Newborn	69,773	20,144	64	4	1,090.21	314.75	0.12
IP - Medical	11,429,550	2,924,767	2,581	180	4,428.34	1,133.19	16.99
IP - Surgery	2,428,515	447,277	270	19	8,994.50	1,656.58	2.60
IP - Other	860,304	141,448	239	17	3,599.60	591.83	0.82
Subtotal - Inpatient	14,986,781	3,579,426	3,215	224	4,661.52	1,113.35	20.79
OP - Emergency Room	7,558,868	1,392,752	7,058	492	1,070.96	197.33	8.09
OP - Laboratory	668,623	191,976	7,794	543	85.79	24.63	1.12
OP - Radiology	3,732,663	750,718	13,325	929	280.12	56.34	4.36
OP - Surgery	10,989,123	2,344,675	2,408	168	4,563.59	973.70	13.62
OP - Other	2,899,425	1,003,340	4,859	339	596.71	206.49	5.83
Subtotal - Outpatient	25,848,702	5,683,462	35,444	2,471	729.28	160.35	33.01
Prof - Evaluation & Management	7,615,467	3,289,051	63,270	4,410	120.36	51.98	19.11
Prof - Maternity	68,567	29,758	74	5	926.58	402.13	0.17
Prof - Surgery	4,942,957	1,533,506	9,751	680	506.92	157.27	8.91
Prof - DME/Supplies	592,572	365,409	1,775	124	333.84	205.86	2.12
Prof - Lab	1,324,020	534,287	38,731	2,700	34.19	13.79	3.10
Prof - Radiology	3,286,498	894,295	21,442	1,495	153.27	41.71	5.19
Prof - Transportation	604,026	270,410	2,222	155	271.84	121.70	1.57
Prof - Other	5,921,124	2,288,159	198,613	13,845	29.81	11.52	13.29
Subtotal - Professional	24,355,230	9,204,874	335,878	23,413	72.51	27.41	53.47
Total	\$ 65,249,980	\$ 18,507,968					\$ 107.51

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Exhibit 5c

Middle

Uninsured/Uninsurable Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	3						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	-	-	-	-	-	-	-
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	-	-	-	-	-	-	-
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	-	-	-	-	-	-	-
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	-	-	-	-	-	-	-
Subtotal - Professional	-	-	-	-	-	-	-
Total	\$ -	\$ -					\$ -

TennCare
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Exhibit 5c

Middle

Uninsured/Uninsurable Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	73,447						
Home Health Care	1,450	624	8	1	181.25	77.98	0.01
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	1,152,791	232,347	280	46	4,117.11	829.81	3.16
IP - Surgery	81,917	6,850	8	1	10,239.61	856.27	0.09
IP - Other	128,273	26,740	17	3	7,545.49	1,572.96	0.36
Subtotal - Inpatient	1,362,981	265,937	305	50	4,468.79	871.93	3.62
OP - Emergency Room	1,439,748	253,231	1,966	321	732.32	128.81	3.45
OP - Laboratory	169,467	47,275	2,082	340	81.40	22.71	0.64
OP - Radiology	480,868	85,203	2,017	330	238.41	42.24	1.16
OP - Surgery	2,033,816	471,399	525	86	3,873.94	897.90	6.42
OP - Other	615,602	219,872	1,562	255	394.11	140.76	2.99
Subtotal - Outpatient	4,739,502	1,076,980	8,152	1,332	581.39	132.11	14.66
Prof - Evaluation & Management	2,268,962	1,040,064	21,703	3,546	104.55	47.92	14.16
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	863,580	354,469	1,603	262	538.73	221.13	4.83
Prof - DME/Supplies	97,766	68,067	279	46	350.42	243.97	0.93
Prof - Lab	247,047	102,699	10,092	1,649	24.48	10.18	1.40
Prof - Radiology	299,175	72,767	3,199	523	93.52	22.75	0.99
Prof - Transportation	52,798	22,402	149	24	354.35	150.35	0.31
Prof - Other	1,289,143	540,180	56,756	9,273	22.71	9.52	7.35
Subtotal - Professional	5,118,471	2,200,648	93,781	15,322	54.58	23.47	29.96
Total	\$ 11,222,405	\$ 3,544,189					\$ 48.26

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Exhibit 5c

Middle

Uninsured/Uninsurable Age 14 - 18 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	20,724						
Home Health Care	120	111	1	1	120.00	111.06	0.01
IP - Maternity	100,956	22,719	33	19	3,059.27	688.46	1.10
IP - Newborn	56,923	14,115	48	28	1,185.91	294.07	0.68
IP - Medical	1,001,337	151,135	133	77	7,528.85	1,136.35	7.29
IP - Surgery	55,659	4,985	5	3	11,131.87	997.07	0.24
IP - Other	5,524	2,581	2	1	2,761.97	1,290.42	0.12
Subtotal - Inpatient	1,220,400	195,535	221	128	5,522.17	884.78	9.44
OP - Emergency Room	766,908	121,467	710	411	1,080.15	171.08	5.86
OP - Laboratory	128,932	40,787	1,356	785	95.08	30.08	1.97
OP - Radiology	323,203	57,423	1,243	720	260.02	46.20	2.77
OP - Surgery	559,581	132,674	140	81	3,997.01	947.67	6.40
OP - Other	257,507	125,096	470	272	547.89	266.16	6.04
Subtotal - Outpatient	2,036,131	477,447	3,919	2,269	519.55	121.83	23.04
Prof - Evaluation & Management	776,909	342,262	6,835	3,958	113.67	50.07	16.52
Prof - Maternity	28,554	13,417	27	16	1,057.56	496.94	0.65
Prof - Surgery	277,787	72,171	545	316	509.70	132.42	3.48
Prof - DME/Supplies	27,140	16,251	104	60	260.96	156.26	0.78
Prof - Lab	178,089	76,285	5,444	3,152	32.71	14.01	3.68
Prof - Radiology	221,463	57,166	1,655	958	133.81	34.54	2.76
Prof - Transportation	53,852	21,162	113	65	476.57	187.27	1.02
Prof - Other	468,356	200,780	23,022	13,331	20.34	8.72	9.69
Subtotal - Professional	2,032,150	799,495	37,745	21,856	53.84	21.18	38.58
Total	\$ 5,288,801	\$ 1,472,588					\$ 71.06

TennCare
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Exhibit 5c

Middle

Uninsured/Uninsurable Age 14 - 18 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	21,294						
Home Health Care	1,082	928	7	4	154.57	132.56	0.04
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	521,721	261,282	66	37	7,904.86	3,958.81	12.27
IP - Surgery	28,853	5,113	6	3	4,808.91	852.21	0.24
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	550,574	266,395	72	41	7,646.87	3,699.93	12.51
OP - Emergency Room	620,700	100,620	626	353	991.53	160.74	4.73
OP - Laboratory	43,394	13,244	489	276	88.74	27.08	0.62
OP - Radiology	299,329	53,703	757	427	395.42	70.94	2.52
OP - Surgery	668,068	122,031	127	72	5,260.38	960.87	5.73
OP - Other	291,626	161,180	303	171	962.46	531.95	7.57
Subtotal - Outpatient	1,923,117	450,778	2,302	1,297	835.41	195.82	21.17
Prof - Evaluation & Management	616,640	265,375	5,308	2,991	116.17	50.00	12.46
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	343,710	89,216	586	330	586.54	152.25	4.19
Prof - DME/Supplies	31,913	22,522	120	68	265.94	187.69	1.06
Prof - Lab	54,107	23,404	2,037	1,148	26.56	11.49	1.10
Prof - Radiology	195,647	48,024	1,559	879	125.50	30.80	2.26
Prof - Transportation	36,057	11,324	81	46	445.15	139.81	0.53
Prof - Other	400,947	151,261	11,469	6,463	34.96	13.19	7.10
Subtotal - Professional	1,679,022	611,127	21,160	11,924	79.35	28.88	28.70
Total	\$ 4,153,795	\$ 1,329,228					\$ 62.42

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Middle

Uninsured/Uninsurable Age 19 - 20							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	10,797						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	45,983	10,527	14	8	3,284.50	751.92	0.49
IP - Newborn	7,575	4,632	10	6	757.48	463.20	0.22
IP - Medical	435,852	181,492	82	46	5,315.27	2,213.31	8.52
IP - Surgery	-	-	-	-	-	-	-
IP - Other	11,708	3,233	2	1	5,853.77	1,616.72	0.15
Subtotal - Inpatient	501,117	199,884	108	61	4,639.97	1,850.78	9.39
OP - Emergency Room	579,863	100,309	558	314	1,039.18	179.76	4.71
OP - Laboratory	30,852	9,153	375	211	82.27	24.41	0.43
OP - Radiology	111,549	20,663	405	228	275.43	51.02	0.97
OP - Surgery	393,547	76,584	97	55	4,057.19	789.53	3.60
OP - Other	84,137	22,325	169	95	497.85	132.10	1.05
Subtotal - Outpatient	1,199,948	229,034	1,604	904	748.10	142.79	10.76
Prof - Evaluation & Management	404,351	156,136	2,848	1,605	141.98	54.82	7.33
Prof - Maternity	22,998	10,306	21	12	1,095.14	490.79	0.48
Prof - Surgery	145,649	42,682	271	153	537.45	157.50	2.00
Prof - DME/Supplies	15,524	9,711	58	33	267.65	167.43	0.46
Prof - Lab	97,106	39,940	2,514	1,417	38.63	15.89	1.88
Prof - Radiology	128,171	33,755	880	496	145.65	38.36	1.59
Prof - Transportation	92,632	23,970	60	34	1,543.87	399.50	1.13
Prof - Other	246,450	99,240	6,590	3,714	37.40	15.06	4.66
Subtotal - Professional	1,152,881	415,741	13,242	7,462	87.06	31.40	19.52
Total	\$ 2,853,946	\$ 844,659					\$ 39.67

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Middle

Uninsured/Uninsurable Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	45,886						
Home Health Care	56,616	38,543	149	84	379.97	258.68	1.81
IP - Maternity	51,700	12,544	14	8	3,692.88	895.98	0.59
IP - Newborn	5,275	1,397	6	3	879.17	232.80	0.07
IP - Medical	8,317,848	2,098,511	2,020	1,138	4,117.75	1,038.87	98.55
IP - Surgery	2,262,086	430,328	251	141	9,012.29	1,714.46	20.21
IP - Other	714,799	108,894	218	123	3,278.89	499.51	5.11
Subtotal - Inpatient	11,351,708	2,651,674	2,509	1,414	4,524.40	1,056.86	124.52
OP - Emergency Room	4,151,648	817,125	3,198	1,802	1,298.20	255.51	38.37
OP - Laboratory	295,979	81,517	3,492	1,968	84.76	23.34	3.83
OP - Radiology	2,517,713	533,726	8,903	5,017	282.79	59.95	25.06
OP - Surgery	7,334,111	1,541,987	1,519	856	4,828.25	1,015.13	72.41
OP - Other	1,650,553	474,868	2,355	1,327	700.87	201.64	22.30
Subtotal - Outpatient	15,950,003	3,449,223	19,467	10,970	819.34	177.18	161.98
Prof - Evaluation & Management	3,548,605	1,485,214	26,576	14,976	133.53	55.89	69.75
Prof - Maternity	17,015	6,034	26	15	654.42	232.07	0.28
Prof - Surgery	3,312,230	974,967	6,746	3,802	490.99	144.53	45.79
Prof - DME/Supplies	420,229	248,857	1,214	684	346.15	204.99	11.69
Prof - Lab	747,671	291,959	18,644	10,506	40.10	15.66	13.71
Prof - Radiology	2,442,042	682,583	14,149	7,973	172.59	48.24	32.05
Prof - Transportation	368,686	191,552	1,819	1,025	202.69	105.31	9.00
Prof - Other	3,516,228	1,296,698	100,776	56,790	34.89	12.87	60.89
Subtotal - Professional	14,372,707	5,177,864	169,950	95,772	84.57	30.47	243.16
Total	\$ 41,731,034	\$ 11,317,304					\$ 531.47

TennCare
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Exhibit 5c

Middle

Disabled All Ages - Excludes DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	375,992						
Home Health Care	10,043,123	8,337,438	5,722	183	1,755.18	1,457.08	22.17
IP - Maternity	1,973,702	490,672	551	18	3,582.04	890.51	1.31
IP - Newborn	5,095,983	2,026,157	1,994	64	2,555.66	1,016.13	5.39
IP - Medical	208,802,056	50,573,217	55,966	1,786	3,730.87	903.64	134.51
IP - Surgery	23,594,034	5,028,885	3,204	102	7,363.93	1,569.56	13.37
IP - Other	19,099,942	3,625,451	4,448	142	4,294.05	815.07	9.64
Subtotal - Inpatient	258,565,717	61,744,382	66,163	2,112	3,908.01	933.22	164.22
OP - Emergency Room	53,409,943	10,568,641	41,607	1,328	1,283.68	254.01	28.11
OP - Laboratory	4,926,615	1,291,288	67,186	2,144	73.33	19.22	3.43
OP - Radiology	30,682,487	6,742,104	145,005	4,628	211.60	46.50	17.93
OP - Surgery	72,930,805	17,781,711	16,243	518	4,489.98	1,094.73	47.29
OP - Other	39,002,750	16,521,704	34,293	1,094	1,137.34	481.78	43.94
Subtotal - Outpatient	200,952,599	52,905,448	304,334	9,713	660.30	173.84	140.71
Prof - Evaluation & Management	47,534,976	20,218,228	331,876	10,592	143.23	60.92	53.77
Prof - Maternity	539,909	220,731	2,498	80	216.14	88.36	0.59
Prof - Surgery	31,977,140	9,961,253	72,199	2,304	442.90	137.97	26.49
Prof - DME/Supplies	12,042,840	7,059,409	26,211	837	459.46	269.33	18.78
Prof - Lab	8,071,164	3,029,278	201,243	6,423	40.11	15.05	8.06
Prof - Radiology	27,483,600	7,609,991	158,198	5,049	173.73	48.10	20.24
Prof - Transportation	12,147,979	6,728,346	62,652	2,000	193.90	107.39	17.89
Prof - Other	59,678,088	26,935,887	3,886,727	124,047	15.35	6.93	71.64
Subtotal - Professional	199,475,697	81,763,122	4,741,604	151,331	42.07	17.24	217.46
Total	\$ 669,037,136	\$ 204,750,389					\$ 544.56

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Middle

Disabled Age <21 - Excludes DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	28,379						
Home Health Care	1,384,034	1,242,924	674	285	2,053.46	1,844.10	43.80
IP - Maternity	223,992	50,288	61	26	3,672.00	824.39	1.77
IP - Newborn	4,380,486	1,735,571	1,549	655	2,827.94	1,120.45	61.16
IP - Medical	8,061,385	1,975,804	1,835	776	4,393.13	1,076.73	69.62
IP - Surgery	1,663,972	221,421	228	96	7,298.12	971.15	7.80
IP - Other	547,970	80,557	100	42	5,479.70	805.57	2.84
Subtotal - Inpatient	14,877,805	4,063,640	3,773	1,595	3,943.23	1,077.03	143.19
OP - Emergency Room	1,751,243	342,671	1,957	828	894.86	175.10	12.07
OP - Laboratory	414,265	112,252	4,904	2,074	84.47	22.89	3.96
OP - Radiology	667,705	128,577	2,692	1,138	248.03	47.76	4.53
OP - Surgery	3,114,393	705,733	769	325	4,049.93	917.73	24.87
OP - Other	4,363,101	2,894,016	4,787	2,024	911.45	604.56	101.98
Subtotal - Outpatient	10,310,707	4,183,248	15,109	6,389	682.42	276.87	147.41
Prof - Evaluation & Management	1,997,983	831,604	12,173	5,147	164.13	68.32	29.30
Prof - Maternity	69,211	27,029	122	52	567.30	221.55	0.95
Prof - Surgery	820,170	210,244	1,226	518	668.98	171.49	7.41
Prof - DME/Supplies	866,140	528,454	1,138	481	761.11	464.37	18.62
Prof - Lab	165,970	58,718	4,634	1,959	35.82	12.67	2.07
Prof - Radiology	429,824	103,958	5,317	2,248	80.84	19.55	3.66
Prof - Transportation	355,523	177,796	1,204	509	295.28	147.67	6.27
Prof - Other	3,402,848	1,697,057	633,096	267,703	5.37	2.68	59.80
Subtotal - Professional	8,107,668	3,634,861	658,910	278,618	12.30	5.52	128.08
Total	\$ 34,680,214	\$ 13,124,674					\$ 462.48

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Middle

Disabled Age 21+ - Excludes DCS/SSI							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	347,613						
Home Health Care	8,659,089	7,094,513	5,048	174	1,715.35	1,405.41	20.41
IP - Maternity	1,749,710	440,384	490	17	3,570.84	898.74	1.27
IP - Newborn	715,497	290,586	445	15	1,607.86	653.00	0.84
IP - Medical	200,740,671	48,597,413	54,131	1,869	3,708.42	897.77	139.80
IP - Surgery	21,930,061	4,807,464	2,976	103	7,368.97	1,615.41	13.83
IP - Other	18,551,972	3,544,894	4,348	150	4,266.78	815.29	10.20
Subtotal - Inpatient	243,687,912	57,680,742	62,390	2,154	3,905.88	924.52	165.93
OP - Emergency Room	51,658,700	10,225,970	39,650	1,369	1,302.87	257.91	29.42
OP - Laboratory	4,512,350	1,179,037	62,282	2,150	72.45	18.93	3.39
OP - Radiology	30,014,781	6,613,526	142,313	4,913	210.91	46.47	19.03
OP - Surgery	69,816,412	17,075,978	15,474	534	4,511.85	1,103.53	49.12
OP - Other	34,639,648	13,627,689	29,506	1,019	1,173.99	461.86	39.20
Subtotal - Outpatient	190,641,892	48,722,200	289,225	9,984	659.15	168.46	140.16
Prof - Evaluation & Management	45,536,994	19,386,623	319,703	11,037	142.44	60.64	55.77
Prof - Maternity	470,698	193,702	2,376	82	198.11	81.52	0.56
Prof - Surgery	31,156,970	9,751,009	70,973	2,450	439.00	137.39	28.05
Prof - DME/Supplies	11,176,700	6,530,955	25,073	866	445.77	260.48	18.79
Prof - Lab	7,905,195	2,970,560	196,609	6,787	40.21	15.11	8.55
Prof - Radiology	27,053,776	7,506,033	152,881	5,278	176.96	49.10	21.59
Prof - Transportation	11,792,456	6,550,549	61,448	2,121	191.91	106.60	18.84
Prof - Other	56,275,240	25,238,829	3,253,631	112,319	17.30	7.76	72.61
Subtotal - Professional	191,368,029	78,128,261	4,082,694	140,939	46.87	19.14	224.76
Total	\$ 634,356,922	\$ 191,625,716					\$ 551.26

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Exhibit 5c

Middle

Duals - Excluding DCS/SSI All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	689,297						
Home Health Care	41,289,193	34,803,639	13,800	240	2,991.97	2,522.00	50.49
IP - Maternity	103,515	28,225	25	0	4,140.61	1,128.98	0.04
IP - Newborn	112,544	55,756	96	2	1,172.33	580.79	0.08
IP - Medical	16,225,061	9,522,374	55,728	970	291.15	170.87	13.81
IP - Surgery	526,345	270,414	59	1	8,921.09	4,583.29	0.39
IP - Other	4,649,442	3,500,184	24,580	428	189.16	142.40	5.08
Subtotal - Inpatient	21,616,907	13,376,953	80,488	1,401	268.57	166.20	19.41
OP - Emergency Room	1,878,370	335,811	1,307	23	1,437.16	256.93	0.49
OP - Laboratory	197,109	70,285	2,740	48	71.94	25.65	0.10
OP - Radiology	1,004,276	240,784	5,900	103	170.22	40.81	0.35
OP - Surgery	2,842,933	839,238	654	11	4,346.99	1,283.24	1.22
OP - Other	20,563,446	18,780,168	7,180	125	2,863.99	2,615.62	27.25
Subtotal - Outpatient	26,486,134	20,266,285	17,781	310	1,489.58	1,139.77	29.40
Prof - Evaluation & Management	1,608,459	706,821	11,571	201	139.01	61.09	1.03
Prof - Maternity	33,717	13,106	430	7	78.41	30.48	0.02
Prof - Surgery	1,432,264	445,222	9,795	171	146.22	45.45	0.65
Prof - DME/Supplies	461,327	265,185	1,006	18	458.58	263.60	0.38
Prof - Lab	544,406	184,533	11,896	207	45.76	15.51	0.27
Prof - Radiology	1,078,656	407,590	77,183	1,344	13.98	5.28	0.59
Prof - Transportation	9,749,040	9,028,423	109,796	1,911	88.79	82.23	13.10
Prof - Other	7,500,639	5,623,292	2,413,502	42,017	3.11	2.33	8.16
Subtotal - Professional	22,408,507	16,674,173	2,635,179	45,876	8.50	6.33	24.19
Total	\$ 111,800,740	\$ 85,121,050					\$ 123.49

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

Exhibit 5c

Middle

Waiver Duals All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	6,190						
Home Health Care	418,896	322,812	146	283	2,869.15	2,211.04	52.15
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	9,557	8,732	74	143	129.14	118.00	1.41
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	9,557	8,732	74	143	129.14	118.00	1.41
OP - Emergency Room	3,323	502	3	6	1,107.50	167.47	0.08
OP - Laboratory	422	229	6	12	70.33	38.18	0.04
OP - Radiology	292	42	1	2	292.00	42.47	0.01
OP - Surgery	18,952	13,693	7	14	2,707.43	1,956.08	2.21
OP - Other	139,337	127,664	62	120	2,247.37	2,059.10	20.62
Subtotal - Outpatient	162,326	142,131	79	153	2,054.76	1,799.13	22.96
Prof - Evaluation & Management	4,385	1,976	29	56	151.20	68.14	0.32
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	1,067	433	208	403	5.13	2.08	0.07
Prof - DME/Supplies	1,575	645	3	6	525.00	214.88	0.10
Prof - Lab	334	112	8	16	41.76	14.02	0.02
Prof - Radiology	1,815	1,376	704	1,365	2.58	1.95	0.22
Prof - Transportation	28,968	27,833	379	735	76.43	73.44	4.50
Prof - Other	19,263	15,729	6,070	11,767	3.17	2.59	2.54
Subtotal - Professional	57,407	48,104	7,401	14,347	7.76	6.50	7.77
Total	\$ 648,185	\$ 521,779					\$ 84.29

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related) All Ages - Excluding DCS/SSI												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			2,825,164					2,139,813	2,853,084			2,858,082
Home Health Care	6	1,112	0.51	1.038	1.033	0.55	0.974	0.53				
IP - Maternity	172	818	11.71	1.033	1.027	12.42	0.986	12.24				
IP - Newborn	199	708	11.71	1.097	1.027	13.18	0.978	12.89				
IP - Medical	179	957	14.32	1.147	1.027	16.86	1.000	16.85				
IP - Surgery	12	1,922	1.99	1.033	1.027	2.11	1.005	2.12				
IP - Other	17	596	0.83	1.033	1.027	0.88	0.989	0.873				
Subtotal - Inpatient	579	841	40.56			45.46	0.989	44.98				
OP - Emergency Room	890	164	12.18	1.086	1.014	13.41	0.997	13.38				
OP - Laboratory	629	23	1.22	1.044	1.014	1.29	0.995	1.28				
OP - Radiology	819	49	3.33	1.044	1.014	3.53	0.999	3.52				
OP - Surgery	167	804	11.22	1.044	1.014	11.87	1.000	11.87				
OP - Other	357	160	4.77	1.172	1.014	5.67	0.995	5.64				
Subtotal - Outpatient	2,863	137	32.71			35.77	0.998	35.70				
Prof - Evaluation & Management	5,423	58	26.35	1.049	1.007	27.85	0.996	27.74				
Prof - Maternity	98	575	4.72	1.049	1.007	4.99	0.989	4.93				
Prof - Surgery	586	134	6.56	1.049	1.007	6.94	0.999	6.93				
Prof - DME/Supplies	91	177	1.35	1.049	1.007	1.43	1.003	1.43				
Prof - Lab	3,134	14	3.69	1.049	1.007	3.90	0.995	3.88				
Prof - Radiology	1,359	42	4.81	1.049	1.007	5.08	0.998	5.07				
Prof - Transportation	158	136	1.79	1.049	1.007	1.89	0.998	1.89				
Prof - Other	9,459	15	11.57	1.049	1.007	12.23	0.995	12.17				
Subtotal - Professional	20,310	36	60.84			64.30	0.996	64.04				
Total			\$ 134.63			\$ 146.08	0.994	\$ 145.25				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 146.73			\$ 159.21	1.046	\$ 158.31	\$ 166.48			\$ 191.01

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related)												
Age Under 1												
	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
Service Category	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			104,892					76,872	102,496			103,393
Home Health Care	9	644	0.51	1.038	1.033	0.54	1.000	0.54				
IP - Maternity	689	718	41.25	1.033	1.027	43.75	1.000	43.75				
IP - Newborn	2,565	836	178.78	1.097	1.027	201.24	1.000	201.24				
IP - Medical	499	873	36.29	1.147	1.027	42.73	1.000	42.73				
IP - Surgery	57	1,033	4.88	1.033	1.027	5.17	1.000	5.17				
IP - Other	35	1,018	2.96	1.033	1.027	3.14	1.000	3.14				
Subtotal - Inpatient	3,844	825	264.16			296.03	1.000	296.03				
OP - Emergency Room	1,061	126	11.11	1.086	1.014	12.24	1.000	12.24				
OP - Laboratory	683	19	1.06	1.044	1.014	1.12	1.000	1.12				
OP - Radiology	610	37	1.87	1.044	1.014	1.98	1.000	1.98				
OP - Surgery	148	719	8.84	1.044	1.014	9.36	1.000	9.36				
OP - Other	909	163	12.38	1.172	1.014	14.71	1.000	14.71				
Subtotal - Outpatient	3,411	124	35.26			39.42	1.000	39.42				
Prof - Evaluation & Management	14,533	70	85.24	1.049	1.007	90.09	1.000	90.09				
Prof - Maternity	0	320	0.00	1.049	1.007	0.00	1.000	0.00				
Prof - Surgery	723	180	10.83	1.049	1.007	11.45	1.000	11.45				
Prof - DME/Supplies	186	158	2.46	1.049	1.007	2.60	1.000	2.60				
Prof - Lab	962	12	0.99	1.049	1.007	1.04	1.000	1.04				
Prof - Radiology	1,349	23	2.57	1.049	1.007	2.72	1.000	2.72				
Prof - Transportation	116	252	2.44	1.049	1.007	2.58	1.000	2.58				
Prof - Other	25,500	15	31.96	1.049	1.007	33.78	1.000	33.78				
Subtotal - Professional	43,369	38	136.49			144.25	1.000	144.25				
Total			\$ 436.43			\$ 480.24	1.000	480.24				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 475.67			\$ 523.42		\$ 523.42	\$ 500.51			\$ 431.76

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related)												
Age 1 - 13												
	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
Service Category	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			1,541,706					1,173,612	1,564,816			1,569,133
Home Health Care	4	1,299	0.41	1.038	1.033	0.44	1.000	0.44				
IP - Maternity	0	688	0.01	1.033	1.027	0.01	1.000	0.01				
IP - Newborn	15	829	1.07	1.097	1.027	1.20	1.000	1.20				
IP - Medical	64	823	4.41	1.147	1.027	5.20	1.000	5.20				
IP - Surgery	3	1,067	0.27	1.033	1.027	0.28	1.000	0.28				
IP - Other	12	268	0.26	1.033	1.027	0.27	1.000	0.27				
Subtotal - Inpatient	95	763	6.01			6.96	1.000	6.96				
OP - Emergency Room	659	120	6.61	1.086	1.014	7.28	1.000	7.28				
OP - Laboratory	325	20	0.54	1.044	1.014	0.57	1.000	0.57				
OP - Radiology	220	40	0.73	1.044	1.014	0.77	1.000	0.77				
OP - Surgery	94	812	6.33	1.044	1.014	6.70	1.000	6.70				
OP - Other	246	122	2.50	1.172	1.014	2.97	1.000	2.97				
Subtotal - Outpatient	1,543	130	16.71			18.30	1.000	18.30				
Prof - Evaluation & Management	4,293	53	19.08	1.049	1.007	20.16	1.000	20.16				
Prof - Maternity	0	243	0.00	1.049	1.007	0.00	1.000	0.00				
Prof - Surgery	254	107	2.26	1.049	1.007	2.39	1.000	2.39				
Prof - DME/Supplies	56	123	0.58	1.049	1.007	0.61	1.000	0.61				
Prof - Lab	1,519	10	1.20	1.049	1.007	1.27	1.000	1.27				
Prof - Radiology	504	19	0.81	1.049	1.007	0.86	1.000	0.86				
Prof - Transportation	70	139	0.81	1.049	1.007	0.85	1.000	0.85				
Prof - Other	7,368	11	6.94	1.049	1.007	7.33	1.000	7.33				
Subtotal - Professional	14,064	27	31.68			33.48	1.000	33.48				
Total			\$ 54.81			\$ 59.18	1.000	59.18				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 59.74			\$ 64.50		\$ 64.50	\$ 70.72			\$ 89.38

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related) Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			263,441					198,597	264,795			264,499
Home Health Care	2	538	0.09	1.038	1.033	0.10	1.000	0.10				
IP - Maternity	346	785	22.63	1.033	1.027	24.00	1.000	24.00				
IP - Newborn	260	552	11.96	1.097	1.027	13.47	1.000	13.47				
IP - Medical	140	879	10.25	1.147	1.027	12.07	1.000	12.07				
IP - Surgery	9	1,619	1.24	1.033	1.027	1.32	1.000	1.32				
IP - Other	6	1,452	0.74	1.033	1.027	0.79	1.000	0.79				
Subtotal - Inpatient	761	738	46.83			51.64	1.000	51.64				
OP - Emergency Room	947	184	14.56	1.086	1.014	16.04	1.000	16.04				
OP - Laboratory	911	25	1.91	1.044	1.014	2.02	1.000	2.02				
OP - Radiology	778	51	3.27	1.044	1.014	3.47	1.000	3.47				
OP - Surgery	180	536	8.06	1.044	1.014	8.53	1.000	8.53				
OP - Other	372	163	5.05	1.172	1.014	6.00	1.000	6.00				
Subtotal - Outpatient	3,188	124	32.85			36.06	1.000	36.06				
Prof - Evaluation & Management	4,975	60	24.69	1.049	1.007	26.09	1.000	26.09				
Prof - Maternity	253	577	12.14	1.049	1.007	12.83	1.000	12.83				
Prof - Surgery	400	126	4.20	1.049	1.007	4.44	1.000	4.44				
Prof - DME/Supplies	52	154	0.67	1.049	1.007	0.71	1.000	0.71				
Prof - Lab	5,620	15	6.94	1.049	1.007	7.33	1.000	7.33				
Prof - Radiology	1,500	47	5.91	1.049	1.007	6.25	1.000	6.25				
Prof - Transportation	183	124	1.89	1.049	1.007	1.99	1.000	1.99				
Prof - Other	7,091	22	12.77	1.049	1.007	13.50	1.000	13.50				
Subtotal - Professional	20,074	41	69.21			73.14	1.000	73.14				
Total			\$ 148.98			\$ 160.94	1.000	160.94				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 162.38			\$ 175.41		\$ 175.41	\$ 190.26			\$ 234.80

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related) Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			209,584					158,583	211,444			210,515
Home Health Care	1	204	0.01	1.038	1.033	0.01	1.000	0.01				
IP - Maternity	-	-	-	1.033	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.097	1.027	-	1.000	-				
IP - Medical	107	1,205	10.78	1.147	1.027	12.70	1.000	12.70				
IP - Surgery	7	1,752	1.09	1.033	1.027	1.15	1.000	1.15				
IP - Other	4	908	0.30	1.033	1.027	0.32	1.000	0.32				
Subtotal - Inpatient	119	1,229	12.17			14.17	1.000	14.17				
OP - Emergency Room	563	168	7.87	1.086	1.014	8.67	1.000	8.67				
OP - Laboratory	228	24	0.46	1.044	1.014	0.48	1.000	0.48				
OP - Radiology	454	53	2.02	1.044	1.014	2.14	1.000	2.14				
OP - Surgery	63	888	4.69	1.044	1.014	4.96	1.000	4.96				
OP - Other	162	159	2.13	1.172	1.014	2.54	1.000	2.54				
Subtotal - Outpatient	1,470	140	17.16			18.78	1.000	18.78				
Prof - Evaluation & Management	2,657	57	12.61	1.049	1.007	13.33	1.000	13.33				
Prof - Maternity	0	713	0.01	1.049	1.007	0.01	1.000	0.01				
Prof - Surgery	295	140	3.43	1.049	1.007	3.63	1.000	3.63				
Prof - DME/Supplies	63	141	0.74	1.049	1.007	0.78	1.000	0.78				
Prof - Lab	1,078	11	1.01	1.049	1.007	1.07	1.000	1.07				
Prof - Radiology	880	28	2.06	1.049	1.007	2.18	1.000	2.18				
Prof - Transportation	113	155	1.46	1.049	1.007	1.55	1.000	1.55				
Prof - Other	5,341	13	5.65	1.049	1.007	5.97	1.000	5.97				
Subtotal - Professional	10,428	31	26.98			28.51	1.000	28.51				
Total			\$ 56.32			\$ 61.48	1.000	61.48				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 61.39			\$ 67.01		\$ 67.01	\$ 81.50			\$ 124.98

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related)												
Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			568,587					424,822	566,430			564,685
Home Health Care	8	583	0.39	1.038	1.033	0.42	1.000	0.42				
IP - Maternity	566	849	40.03	1.033	1.027	42.45	1.000	42.45				
IP - Newborn	351	574	16.76	1.097	1.027	18.87	1.000	18.87				
IP - Medical	335	948	26.43	1.147	1.027	31.13	1.000	31.13				
IP - Surgery	22	2,285	4.16	1.033	1.027	4.41	1.000	4.41				
IP - Other	17	1,113	1.53	1.033	1.027	1.62	1.000	1.62				
Subtotal - Inpatient	1,290	827	88.92			98.48	1.000	98.48				
OP - Emergency Room	1,538	203	26.02	1.086	1.014	28.67	1.000	28.67				
OP - Laboratory	1,429	25	2.97	1.044	1.014	3.14	1.000	3.14				
OP - Radiology	2,114	50	8.84	1.044	1.014	9.35	1.000	9.35				
OP - Surgery	364	799	24.20	1.044	1.014	25.62	1.000	25.62				
OP - Other	584	197	9.58	1.172	1.014	11.38	1.000	11.38				
Subtotal - Outpatient	6,028	143	71.61			78.17	1.000	78.17				
Prof - Evaluation & Management	7,712	61	39.22	1.049	1.007	41.45	1.000	41.45				
Prof - Maternity	371	575	17.79	1.049	1.007	18.80	1.000	18.80				
Prof - Surgery	1,341	142	15.83	1.049	1.007	16.73	1.000	16.73				
Prof - DME/Supplies	144	209	2.52	1.049	1.007	2.66	1.000	2.66				
Prof - Lab	7,341	17	10.12	1.049	1.007	10.70	1.000	10.70				
Prof - Radiology	3,256	52	14.15	1.049	1.007	14.96	1.000	14.96				
Prof - Transportation	326	129	3.49	1.049	1.007	3.69	1.000	3.69				
Prof - Other	12,410	18	18.68	1.049	1.007	19.74	1.000	19.74				
Subtotal - Professional	32,901	44	121.80			128.73	1.000	128.73				
Total			\$ 282.72			\$ 305.80	1.000	305.80				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 308.14			\$ 333.29		\$ 333.29	\$ 342.50			\$ 370.14

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related) Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			70,932					56,218	74,957			77,248
Home Health Care	10	251	0.20	1.038	1.033	0.22	1.000	0.22				
IP - Maternity	1	951	0.05	1.033	1.027	0.06	1.000	0.06				
IP - Newborn	1	132	0.01	1.097	1.027	0.01	1.000	0.01				
IP - Medical	519	1,526	66.02	1.147	1.027	77.74	1.000	77.74				
IP - Surgery	64	3,495	18.52	1.033	1.027	19.64	1.000	19.64				
IP - Other	30	1,198	3.04	1.033	1.027	3.22	1.000	3.22				
Subtotal - Inpatient	615	1,711	87.65			100.68	1.000	100.68				
OP - Emergency Room	1,241	201	20.82	1.086	1.014	22.94	1.000	22.94				
OP - Laboratory	453	23	0.87	1.044	1.014	0.93	1.000	0.93				
OP - Radiology	1,760	64	9.36	1.044	1.014	9.90	1.000	9.90				
OP - Surgery	228	1,038	19.74	1.044	1.014	20.89	1.000	20.89				
OP - Other	338	174	4.90	1.172	1.014	5.82	1.000	5.82				
Subtotal - Outpatient	4,020	166	55.69			60.48	1.000	60.48				
Prof - Evaluation & Management	5,570	61	28.20	1.049	1.007	29.80	1.000	29.80				
Prof - Maternity	2	641	0.08	1.049	1.007	0.09	1.000	0.09				
Prof - Surgery	1,648	142	19.57	1.049	1.007	20.68	1.000	20.68				
Prof - DME/Supplies	244	268	5.46	1.049	1.007	5.77	1.000	5.77				
Prof - Lab	2,487	14	2.86	1.049	1.007	3.03	1.000	3.03				
Prof - Radiology	3,000	46	11.47	1.049	1.007	12.12	1.000	12.12				
Prof - Transportation	257	192	4.12	1.049	1.007	4.35	1.000	4.35				
Prof - Other	13,097	14	15.03	1.049	1.007	15.88	1.000	15.88				
Subtotal - Professional	26,305	40	86.78			91.71	1.000	91.71				
Total			\$ 230.32			\$ 253.09	1.000	253.09				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 251.03			\$ 275.85		\$ 275.85	\$ 285.29			\$ 313.62

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related) Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			58,389					46,235	61,647			62,373
Home Health Care	37	1,129	3.48	1.038	1.033	3.73	1.000	3.73				
IP - Maternity	4	1,118	0.40	1.033	1.027	0.43	1.000	0.43				
IP - Newborn	2	241	0.05	1.097	1.027	0.06	1.000	0.06				
IP - Medical	700	1,291	75.32	1.147	1.027	88.70	1.000	88.70				
IP - Surgery	58	1,533	7.46	1.033	1.027	7.91	1.000	7.91				
IP - Other	41	796	2.74	1.033	1.027	2.91	1.000	2.91				
Subtotal - Inpatient	807	1,279	85.97			99.99	1.000	99.99				
OP - Emergency Room	967	264	21.27	1.086	1.014	23.43	1.000	23.43				
OP - Laboratory	1,166	24	2.30	1.044	1.014	2.44	1.000	2.44				
OP - Radiology	4,492	47	17.77	1.044	1.014	18.81	1.000	18.81				
OP - Surgery	487	1,111	45.08	1.044	1.014	47.72	1.000	47.72				
OP - Other	739	183	11.26	1.172	1.014	13.38	1.000	13.38				
Subtotal - Outpatient	7,851	149	97.67			105.78	1.000	105.78				
Prof - Evaluation & Management	8,713	60	43.31	1.049	1.007	45.78	1.000	45.78				
Prof - Maternity	4	517	0.19	1.049	1.007	0.20	1.000	0.20				
Prof - Surgery	2,353	144	28.18	1.049	1.007	29.78	1.000	29.78				
Prof - DME/Supplies	420	241	8.46	1.049	1.007	8.94	1.000	8.94				
Prof - Lab	5,860	16	7.77	1.049	1.007	8.21	1.000	8.21				
Prof - Radiology	4,566	53	20.08	1.049	1.007	21.22	1.000	21.22				
Prof - Transportation	815	106	7.21	1.049	1.007	7.62	1.000	7.62				
Prof - Other	26,197	15	32.43	1.049	1.007	34.27	1.000	34.27				
Subtotal - Professional	48,929	36	147.62			156.01	1.000	156.01				
Total			\$ 334.74			\$ 365.51	1.000	365.51				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 364.84			\$ 398.38		\$ 398.38	\$ 448.80			\$ 600.07

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medicaid (TANF & Related)												
Age 65+												
	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
Service Category	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			7,632					4,874	6,499			6,236
Home Health Care	77	5,858	37.61	1.038	1.033	40.34	1.000	40.34				
IP - Maternity	-	-	-	1.033	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.097	1.027	-	1.000	-				
IP - Medical	3,687	327	100.44	1.147	1.027	118.28	1.000	118.28				
IP - Surgery	30	1,855	4.62	1.033	1.027	4.90	1.000	4.90				
IP - Other	1,234	173	17.76	1.033	1.027	18.83	1.000	18.83				
Subtotal - Inpatient	4,951	298	122.82			142.01	1.000	142.01				
OP - Emergency Room	167	432	6.00	1.086	1.014	6.61	1.000	6.61				
OP - Laboratory	627	20	1.03	1.044	1.014	1.09	1.000	1.09				
OP - Radiology	2,742	49	11.31	1.044	1.014	11.97	1.000	11.97				
OP - Surgery	151	1,020	12.84	1.044	1.014	13.59	1.000	13.59				
OP - Other	448	345	12.89	1.172	1.014	15.33	1.000	15.33				
Subtotal - Outpatient	4,135	128	44.07			48.59	1.000	48.59				
Prof - Evaluation & Management	2,980	64	15.86	1.049	1.007	16.76	1.000	16.76				
Prof - Maternity	-	-	-	1.049	1.007	-	1.000	-				
Prof - Surgery	431	216	7.76	1.049	1.007	8.21	1.000	8.21				
Prof - DME/Supplies	104	298	2.58	1.049	1.007	2.73	1.000	2.73				
Prof - Lab	1,810	14	2.05	1.049	1.007	2.17	1.000	2.17				
Prof - Radiology	1,423	41	4.88	1.049	1.007	5.16	1.000	5.16				
Prof - Transportation	637	151	8.04	1.049	1.007	8.50	1.000	8.50				
Prof - Other	24,603	33	66.67	1.049	1.007	70.46	1.000	70.46				
Subtotal - Professional	31,987	40	107.85			113.98	1.000	113.98				
Total			\$ 312.35			\$ 344.92	1.000	344.92				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 340.44			\$ 375.93		\$ 375.93	\$ 359.34			\$ 309.55

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			396,292					241,509	322,012			320,348
Home Health Care	70	2,129	12.39	1.147	1.033	14.69	0.461	6.77				
IP - Maternity	54	788	3.56	1.044	1.027	3.82	1.170	4.47				
IP - Newborn	41	531	1.79	1.044	1.027	1.92	1.187	2.28				
IP - Medical	325	960	25.97	1.097	1.027	29.24	0.997	29.15				
IP - Surgery	22	2,588	4.82	1.044	1.027	5.16	1.063	5.49				
IP - Other	33	513	1.43	1.044	1.027	1.53	0.930	1.426				
Subtotal - Inpatient	475	949	37.58			41.67	1.027	42.81				
OP - Emergency Room	784	205	13.36	1.038	1.014	14.07	1.106	15.56				
OP - Laboratory	737	21	1.27	1.038	1.014	1.34	1.033	1.38				
OP - Radiology	1,222	48	4.88	1.038	1.014	5.14	1.041	5.35				
OP - Surgery	184	968	14.82	1.038	1.014	15.61	1.022	15.95				
OP - Other	312	414	10.75	1.097	1.014	11.95	0.646	7.72				
Subtotal - Outpatient	3,239	167	45.07			48.10	0.955	45.96				
Prof - Evaluation & Management	4,306	58	20.77	1.033	1.007	21.61	1.057	22.84				
Prof - Maternity	44	526	1.92	1.033	1.007	2.00	1.171	2.34				
Prof - Surgery	720	139	8.36	1.033	1.007	8.70	1.050	9.13				
Prof - DME/Supplies	139	217	2.51	1.033	1.007	2.61	0.999	2.61				
Prof - Lab	2,994	15	3.86	1.033	1.007	4.02	1.073	4.31				
Prof - Radiology	1,836	45	6.93	1.033	1.007	7.21	1.054	7.60				
Prof - Transportation	388	117	3.79	1.070	1.007	4.08	0.880	3.59				
Prof - Other	19,471	9	14.69	1.097	1.007	16.23	0.935	15.18				
Subtotal - Professional	29,898	25	62.83			66.46	1.017	67.60				
Total			\$ 157.87			\$ 170.92	0.954	\$ 163.14				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 172.07			\$ 186.29	1.090	\$ 177.81	\$ 202.98			\$ 277.89

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			166					224	298			432
Home Health Care	-	-	-	1.147	1.033	-	1.000	-				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	2,680	474	105.84	1.044	1.027	113.41	1.000	113.41				
IP - Medical	9,345	840	654.47	1.097	1.027	736.68	1.000	736.68				
IP - Surgery	869	529	38.32	1.044	1.027	41.06	1.000	41.06				
IP - Other	724	868	52.43	1.044	1.027	56.18	1.000	56.18				
Subtotal - Inpatient	13,620	750	851.07			947.33	1.000	947.33				
OP - Emergency Room	1,232	98	10.09	1.038	1.014	10.63	1.000	10.63				
OP - Laboratory	1,449	21	2.55	1.038	1.014	2.69	1.000	2.69				
OP - Radiology	7,245	13	8.15	1.038	1.014	8.58	1.000	8.58				
OP - Surgery	652	1,013	55.04	1.038	1.014	57.96	1.000	57.96				
OP - Other	3,405	587	166.64	1.097	1.014	185.33	1.000	185.33				
Subtotal - Outpatient	13,982	208	242.47			265.19	1.000	265.19				
Prof - Evaluation & Management	10,070	57	47.50	1.033	1.007	49.42	1.000	49.42				
Prof - Maternity	-	-	-	1.033	1.007	-	1.000	-				
Prof - Surgery	362	243	7.33	1.033	1.007	7.63	1.000	7.63				
Prof - DME/Supplies	290	97	2.34	1.033	1.007	2.44	1.000	2.44				
Prof - Lab	1,014	9	0.73	1.033	1.007	0.76	1.000	0.76				
Prof - Radiology	869	52	3.77	1.033	1.007	3.93	1.000	3.93				
Prof - Transportation	-	-	-	1.070	1.007	-	1.000	-				
Prof - Other	18,618	11	17.51	1.097	1.007	19.34	1.000	19.34				
Subtotal - Professional	31,224	30	79.19			83.52	1.000	83.52				
Total			\$ 1,172.72			\$ 1,296.03	1.000	1,296.03				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 1,278.17			\$ 1,412.57		\$ 1,412.57	\$ 1,167.37			\$ 431.76

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			54,195					29,486	39,314			38,420
Home Health Care	3	538	0.14	1.147	1.033	0.16	1.000	0.16				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	1	146	0.01	1.044	1.027	0.01	1.000	0.01				
IP - Medical	137	1,066	12.16	1.097	1.027	13.68	1.000	13.68				
IP - Surgery	14	881	1.04	1.044	1.027	1.11	1.000	1.11				
IP - Other	4	856	0.30	1.044	1.027	0.32	1.000	0.32				
Subtotal - Inpatient	156	1,040	13.51			15.13	1.000	15.13				
OP - Emergency Room	520	149	6.44	1.038	1.014	6.78	1.000	6.78				
OP - Laboratory	362	25	0.75	1.038	1.014	0.79	1.000	0.79				
OP - Radiology	413	45	1.54	1.038	1.014	1.62	1.000	1.62				
OP - Surgery	119	873	8.65	1.038	1.014	9.11	1.000	9.11				
OP - Other	280	237	5.54	1.097	1.014	6.16	1.000	6.16				
Subtotal - Outpatient	1,695	162	22.93			24.47	1.000	24.47				
Prof - Evaluation & Management	4,036	53	17.72	1.033	1.007	18.44	1.000	18.44				
Prof - Maternity	-	-	-	1.033	1.007	-	1.000	-				
Prof - Surgery	516	84	3.63	1.033	1.007	3.77	1.000	3.77				
Prof - DME/Supplies	46	206	0.80	1.033	1.007	0.83	1.000	0.83				
Prof - Lab	1,617	11	1.42	1.033	1.007	1.47	1.000	1.47				
Prof - Radiology	819	20	1.39	1.033	1.007	1.45	1.000	1.45				
Prof - Transportation	37	283	0.87	1.070	1.007	0.94	1.000	0.94				
Prof - Other	12,275	8	8.12	1.097	1.007	8.97	1.000	8.97				
Subtotal - Professional	19,347	21	33.94			35.87	1.000	35.87				
Total			\$ 70.51			\$ 75.64	1.000	75.64				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 76.85			\$ 82.44		\$ 82.44	\$ 83.85			\$ 88.08

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			41,186					27,633	36,844			36,358
Home Health Care	2	254	0.04	1.147	1.033	0.04	1.000	0.04				
IP - Maternity	172	747	10.70	1.044	1.027	11.46	1.000	11.46				
IP - Newborn	138	581	6.68	1.044	1.027	7.16	1.000	7.16				
IP - Medical	184	1,210	18.60	1.097	1.027	20.94	1.000	20.94				
IP - Surgery	26	958	2.07	1.044	1.027	2.22	1.000	2.22				
IP - Other	9	921	0.67	1.044	1.027	0.72	1.000	0.72				
Subtotal - Inpatient	529	878	38.72			42.50	1.000	42.50				
OP - Emergency Room	1,326	197	21.75	1.038	1.014	22.90	1.000	22.90				
OP - Laboratory	1,072	25	2.28	1.038	1.014	2.40	1.000	2.40				
OP - Radiology	1,166	51	4.91	1.038	1.014	5.17	1.000	5.17				
OP - Surgery	210	774	13.53	1.038	1.014	14.25	1.000	14.25				
OP - Other	371	135	4.18	1.097	1.014	4.65	1.000	4.65				
Subtotal - Outpatient	4,145	135	46.64			49.37	1.000	49.37				
Prof - Evaluation & Management	5,683	59	27.75	1.033	1.007	28.87	1.000	28.87				
Prof - Maternity	119	558	5.54	1.033	1.007	5.77	1.000	5.77				
Prof - Surgery	569	134	6.35	1.033	1.007	6.61	1.000	6.61				
Prof - DME/Supplies	73	364	2.20	1.033	1.007	2.29	1.000	2.29				
Prof - Lab	5,922	16	7.77	1.033	1.007	8.09	1.000	8.09				
Prof - Radiology	1,823	47	7.21	1.033	1.007	7.51	1.000	7.51				
Prof - Transportation	165	153	2.10	1.070	1.007	2.26	1.000	2.26				
Prof - Other	9,973	14	11.47	1.097	1.007	12.67	1.000	12.67				
Subtotal - Professional	24,326	35	70.39			74.06	1.000	74.06				
Total			\$ 155.80			\$ 165.97	1.000	165.97				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 169.81			\$ 180.90		180.90	\$ 190.22			\$ 218.20

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			37,359					24,724	32,965			32,847
Home Health Care	3	322	0.08	1.147	1.033	0.09	1.000	0.09				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.044	1.027	-	1.000	-				
IP - Medical	146	1,789	21.79	1.097	1.027	24.53	1.000	24.53				
IP - Surgery	25	6,270	12.92	1.044	1.027	13.85	1.000	13.85				
IP - Other	8	3,422	2.20	1.044	1.027	2.36	1.000	2.36				
Subtotal - Inpatient	179	2,480	36.92			40.73	1.000	40.73				
OP - Emergency Room	803	191	12.80	1.038	1.014	13.48	1.000	13.48				
OP - Laboratory	290	21	0.50	1.038	1.014	0.52	1.000	0.52				
OP - Radiology	630	51	2.69	1.038	1.014	2.84	1.000	2.84				
OP - Surgery	103	1,078	9.23	1.038	1.014	9.73	1.000	9.73				
OP - Other	229	246	4.69	1.097	1.014	5.22	1.000	5.22				
Subtotal - Outpatient	2,054	175	29.92			31.78	1.000	31.78				
Prof - Evaluation & Management	2,750	59	13.48	1.033	1.007	14.02	1.000	14.02				
Prof - Maternity	-	-	-	1.033	1.007	-	1.000	-				
Prof - Surgery	346	166	4.78	1.033	1.007	4.98	1.000	4.98				
Prof - DME/Supplies	69	140	0.80	1.033	1.007	0.84	1.000	0.84				
Prof - Lab	1,014	13	1.09	1.033	1.007	1.14	1.000	1.14				
Prof - Radiology	1,257	31	3.29	1.033	1.007	3.43	1.000	3.43				
Prof - Transportation	116	212	2.04	1.070	1.007	2.20	1.000	2.20				
Prof - Other	4,604	16	6.27	1.097	1.007	6.92	1.000	6.92				
Subtotal - Professional	10,155	38	31.75			33.52	1.000	33.52				
Total			\$ 98.66			\$ 106.12	1.000	106.12				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 107.53			\$ 115.67		\$ 115.67	\$ 114.30			\$ 110.20

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			102,411					74,960	99,946			100,214
Home Health Care	13	766	0.85	1.147	1.033	1.00	1.000	1.00				
IP - Maternity	141	809	9.48	1.044	1.027	10.16	1.000	10.16				
IP - Newborn	96	509	4.07	1.044	1.027	4.36	1.000	4.36				
IP - Medical	218	1,085	19.72	1.097	1.027	22.20	1.000	22.20				
IP - Surgery	14	3,012	3.62	1.044	1.027	3.88	1.000	3.88				
IP - Other	18	878	1.30	1.044	1.027	1.40	1.000	1.40				
Subtotal - Inpatient	487	941	38.20			42.00	1.000	42.00				
OP - Emergency Room	1,058	205	18.11	1.038	1.014	19.08	1.000	19.08				
OP - Laboratory	871	23	1.68	1.038	1.014	1.77	1.000	1.77				
OP - Radiology	1,546	50	6.38	1.038	1.014	6.72	1.000	6.72				
OP - Surgery	246	908	18.59	1.038	1.014	19.58	1.000	19.58				
OP - Other	320	152	4.06	1.097	1.014	4.51	1.000	4.51				
Subtotal - Outpatient	4,040	145	48.83			51.67	1.000	51.67				
Prof - Evaluation & Management	5,443	59	26.54	1.033	1.007	27.62	1.000	27.62				
Prof - Maternity	122	514	5.21	1.033	1.007	5.42	1.000	5.42				
Prof - Surgery	910	143	10.88	1.033	1.007	11.32	1.000	11.32				
Prof - DME/Supplies	120	210	2.10	1.033	1.007	2.19	1.000	2.19				
Prof - Lab	4,664	17	6.43	1.033	1.007	6.69	1.000	6.69				
Prof - Radiology	2,245	52	9.72	1.033	1.007	10.11	1.000	10.11				
Prof - Transportation	231	126	2.42	1.070	1.007	2.61	1.000	2.61				
Prof - Other	8,931	17	12.94	1.097	1.007	14.29	1.000	14.29				
Subtotal - Professional	22,666	40	76.24			80.25	1.000	80.25				
Total			\$ 164.12			\$ 174.92	1.000	174.92				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 178.87			\$ 190.65		\$ 190.65	\$ 227.04			\$ 336.22

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			61,408					48,014	64,019			65,820
Home Health Care	23	1,087	2.07	1.147	1.033	2.45	1.000	2.45				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	0	277	0.01	1.044	1.027	0.01	1.000	0.01				
IP - Medical	232	1,433	27.64	1.097	1.027	31.12	1.000	31.12				
IP - Surgery	23	3,443	6.56	1.044	1.027	7.03	1.000	7.03				
IP - Other	15	852	1.08	1.044	1.027	1.16	1.000	1.16				
Subtotal - Inpatient	270	1,568	35.30			39.31	1.000	39.31				
OP - Emergency Room	910	196	14.83	1.038	1.014	15.62	1.000	15.62				
OP - Laboratory	412	19	0.64	1.038	1.014	0.68	1.000	0.68				
OP - Radiology	856	55	3.95	1.038	1.014	4.15	1.000	4.15				
OP - Surgery	124	954	9.87	1.038	1.014	10.39	1.000	10.39				
OP - Other	161	173	2.32	1.097	1.014	2.58	1.000	2.58				
Subtotal - Outpatient	2,463	154	31.61			33.43	1.000	33.43				
Prof - Evaluation & Management	3,345	58	16.11	1.033	1.007	16.77	1.000	16.77				
Prof - Maternity	-	-	-	1.033	1.007	-	1.000	-				
Prof - Surgery	708	139	8.20	1.033	1.007	8.53	1.000	8.53				
Prof - DME/Supplies	130	248	2.69	1.033	1.007	2.80	1.000	2.80				
Prof - Lab	1,319	14	1.53	1.033	1.007	1.59	1.000	1.59				
Prof - Radiology	1,748	43	6.22	1.033	1.007	6.47	1.000	6.47				
Prof - Transportation	256	168	3.59	1.070	1.007	3.88	1.000	3.88				
Prof - Other	10,352	11	9.19	1.097	1.007	10.15	1.000	10.15				
Subtotal - Professional	17,859	32	47.53			50.18	1.000	50.18				
Total			\$ 116.50			\$ 125.37	1.000	125.37				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 126.98			\$ 136.65		136.65	\$ 176.24			\$ 295.03

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			55,966					28,202	37,603			35,531
Home Health Care	113	1,935	18.29	1.147	1.033	21.67	1.000	21.67				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	0	196	0.01	1.044	1.027	0.01	1.000	0.01				
IP - Medical	785	948	61.95	1.097	1.027	69.73	1.000	69.73				
IP - Surgery	47	2,014	7.88	1.044	1.027	8.44	1.000	8.44				
IP - Other	36	650	1.95	1.044	1.027	2.09	1.000	2.09				
Subtotal - Inpatient	868	993	71.79			80.27	1.000	80.27				
OP - Emergency Room	568	284	13.45	1.038	1.014	14.16	1.000	14.16				
OP - Laboratory	1,702	14	2.02	1.038	1.014	2.13	1.000	2.13				
OP - Radiology	2,768	46	10.58	1.038	1.014	11.14	1.000	11.14				
OP - Surgery	333	1,117	30.98	1.038	1.014	32.63	1.000	32.63				
OP - Other	508	341	14.45	1.097	1.014	16.07	1.000	16.07				
Subtotal - Outpatient	5,880	146	71.47			76.12	1.000	76.12				
Prof - Evaluation & Management	6,268	59	30.86	1.033	1.007	32.11	1.000	32.11				
Prof - Maternity	0	26	0.00	1.033	1.007	0.00	1.000	0.00				
Prof - Surgery	1,412	148	17.46	1.033	1.007	18.17	1.000	18.17				
Prof - DME/Supplies	420	210	7.36	1.033	1.007	7.66	1.000	7.66				
Prof - Lab	4,098	16	5.54	1.033	1.007	5.76	1.000	5.76				
Prof - Radiology	3,093	55	14.09	1.033	1.007	14.66	1.000	14.66				
Prof - Transportation	1,043	105	9.12	1.070	1.007	9.83	1.000	9.83				
Prof - Other	51,002	9	37.76	1.097	1.007	41.70	1.000	41.70				
Subtotal - Professional	67,336	22	122.18			129.90	1.000	129.90				
Total			\$ 283.73			\$ 307.96	1.000	307.96				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 309.24			\$ 335.66		\$ 335.66	\$ 382.18			\$ 521.76

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Medically Needy												
Age 65+												
	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
Service Category	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			43,602					8,267	11,023			10,724
Home Health Care	418	2,411	83.99	1.147	1.033	99.52	1.000	99.52				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.044	1.027	-	1.000	-				
IP - Medical	602	348	17.45	1.097	1.027	19.64	1.000	19.64				
IP - Surgery	10	1,745	1.48	1.044	1.027	1.59	1.000	1.59				
IP - Other	172	198	2.83	1.044	1.027	3.03	1.000	3.03				
Subtotal - Inpatient	784	333	21.76			24.26	1.000	24.26				
OP - Emergency Room	37	392	1.20	1.038	1.014	1.27	1.000	1.27				
OP - Laboratory	173	38	0.55	1.038	1.014	0.58	1.000	0.58				
OP - Radiology	541	29	1.31	1.038	1.014	1.38	1.000	1.38				
OP - Surgery	54	1,257	5.71	1.038	1.014	6.01	1.000	6.01				
OP - Other	296	2,064	50.83	1.097	1.014	56.53	1.000	56.53				
Subtotal - Outpatient	1,101	650	59.61			65.78	1.000	65.78				
Prof - Evaluation & Management	820	61	4.15	1.033	1.007	4.32	1.000	4.32				
Prof - Maternity	0	5	0.00	1.033	1.007	0.00	1.000	0.00				
Prof - Surgery	118	186	1.83	1.033	1.007	1.90	1.000	1.90				
Prof - DME/Supplies	72	150	0.90	1.033	1.007	0.93	1.000	0.93				
Prof - Lab	660	13	0.71	1.033	1.007	0.74	1.000	0.74				
Prof - Radiology	1,164	20	1.90	1.033	1.007	1.98	1.000	1.98				
Prof - Transportation	981	88	7.15	1.070	1.007	7.71	1.000	7.71				
Prof - Other	47,257	4	15.36	1.097	1.007	16.96	1.000	16.96				
Subtotal - Professional	51,072	8	31.99			34.54	1.000	34.54				
Total			\$ 197.35			\$ 224.10	1.000	224.10				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 215.09			\$ 244.25		\$ 244.25	\$ 235.50			\$ 209.26

FY 2008 Per Capita Cost Development

Development of Per Capita Costs:

Middle

Uninsured/Uninsurable All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			172,151					111,312	148,416			137,757
Home Health Care	12	244	0.23	1.038	1.033	0.25	0.733	0.18				
IP - Maternity	4	751	0.27	1.033	1.027	0.28	0.947	0.27				
IP - Newborn	4	315	0.12	1.097	1.027	0.13	1.055	0.14				
IP - Medical	180	1,133	16.99	1.147	1.027	20.01	0.820	16.41				
IP - Surgery	19	1,657	2.60	1.033	1.027	2.76	0.731	2.01				
IP - Other	17	592	0.82	1.033	1.027	0.87	0.822	0.72				
Subtotal - Inpatient	224	1,113	20.79			24.05	0.813	19.55				
OP - Emergency Room	492	197	8.09	1.086	1.014	8.91	0.886	7.89				
OP - Laboratory	543	25	1.12	1.044	1.014	1.18	0.989	1.17				
OP - Radiology	929	56	4.36	1.044	1.014	4.62	0.847	3.91				
OP - Surgery	168	974	13.62	1.044	1.014	14.42	0.874	12.61				
OP - Other	339	206	5.83	1.172	1.014	6.93	0.977	6.77				
Subtotal - Outpatient	2,471	160	33.01			36.05	0.897	32.34				
Prof - Evaluation & Management	4,410	52	19.11	1.049	1.007	20.19	0.976	19.70				
Prof - Maternity	5	402	0.17	1.038	1.007	0.18	0.909	0.16				
Prof - Surgery	680	157	8.91	1.038	1.007	9.32	0.890	8.29				
Prof - DME/Supplies	124	206	2.12	1.038	1.007	2.22	0.865	1.92				
Prof - Lab	2,700	14	3.10	1.038	1.007	3.25	0.906	2.94				
Prof - Radiology	1,495	42	5.19	1.038	1.007	5.43	0.813	4.42				
Prof - Transportation	155	122	1.57	1.038	1.007	1.64	0.809	1.33				
Prof - Other	13,845	12	13.29	1.038	1.007	13.90	0.916	12.74				
Subtotal - Professional	23,413	27	53.47			56.14	0.917	51.50				
Total			\$ 107.51			\$ 116.49	0.889	\$ 103.58				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 117.18			\$ 126.96		\$ 112.89	\$ 120.38			\$ 101.66

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Uninsured/Uninsurable Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			3					3	4			12
Home Health Care	-	-	-	1.038	1.033	-	1.000	-				
IP - Maternity	-	-	-	1.033	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.097	1.027	-	1.000	-				
IP - Medical	-	-	-	1.147	1.027	-	1.000	-				
IP - Surgery	-	-	-	1.033	1.027	-	1.000	-				
IP - Other	-	-	-	1.033	1.027	-	1.000	-				
Subtotal - Inpatient	-	-	-			-	1.000	-				
OP - Emergency Room	-	-	-	1.086	1.014	-	1.000	-				
OP - Laboratory	-	-	-	1.044	1.014	-	1.000	-				
OP - Radiology	-	-	-	1.044	1.014	-	1.000	-				
OP - Surgery	-	-	-	1.044	1.014	-	1.000	-				
OP - Other	-	-	-	1.172	1.014	-	1.000	-				
Subtotal - Outpatient	-	-	-			-	1.000	-				
Prof - Evaluation & Management	-	-	-	1.049	1.007	-	1.000	-				
Prof - Maternity	-	-	-	1.038	1.007	-	1.000	-				
Prof - Surgery	-	-	-	1.038	1.007	-	1.000	-				
Prof - DME/Supplies	-	-	-	1.038	1.007	-	1.000	-				
Prof - Lab	-	-	-	1.038	1.007	-	1.000	-				
Prof - Radiology	-	-	-	1.038	1.007	-	1.000	-				
Prof - Transportation	-	-	-	1.038	1.007	-	1.000	-				
Prof - Other	-	-	-	1.038	1.007	-	1.000	-				
Subtotal - Professional	-	-	-			-	1.000	-				
Total			\$ -			\$ -	1.000	\$ -				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ -			\$ -		\$ -	\$ 107.94			\$ 431.76

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Uninsured/Uninsurable												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			73,447					59,918	79,891			81,906
Home Health Care	1	78	0.01	1.038	1.033	0.01	1.000	0.01				
IP - Maternity	-	-	-	1.033	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.097	1.027	-	1.000	-				
IP - Medical	46	830	3.16	1.147	1.027	3.73	1.000	3.73				
IP - Surgery	1	856	0.09	1.033	1.027	0.10	1.000	0.10				
IP - Other	3	1,573	0.36	1.033	1.027	0.39	1.000	0.386				
Subtotal - Inpatient	50	872	3.62			4.21	1.000	4.21				
OP - Emergency Room	321	129	3.45	1.086	1.014	3.80	1.000	3.80				
OP - Laboratory	340	23	0.64	1.044	1.014	0.68	1.000	0.68				
OP - Radiology	330	42	1.16	1.044	1.014	1.23	1.000	1.23				
OP - Surgery	86	898	6.42	1.044	1.014	6.79	1.000	6.79				
OP - Other	255	141	2.99	1.172	1.014	3.56	1.000	3.56				
Subtotal - Outpatient	1,332	132	14.66			16.06	1.000	16.06				
Prof - Evaluation & Management	3,546	48	14.16	1.049	1.007	14.97	1.000	14.97				
Prof - Maternity	-	-	-	1.038	1.007	-	1.000	-				
Prof - Surgery	262	221	4.83	1.038	1.007	5.05	1.000	5.05				
Prof - DME/Supplies	46	244	0.93	1.038	1.007	0.97	1.000	0.97				
Prof - Lab	1,649	10	1.40	1.038	1.007	1.46	1.000	1.46				
Prof - Radiology	523	23	0.99	1.038	1.007	1.04	1.000	1.04				
Prof - Transportation	24	150	0.31	1.038	1.007	0.32	1.000	0.32				
Prof - Other	9,273	10	7.35	1.038	1.007	7.69	1.000	7.69				
Subtotal - Professional	15,322	23	29.96			31.49	1.000	31.49				
Total			\$ 48.26			\$ 51.77	1.000	\$ 51.77				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 52.59			\$ 56.43		\$ 56.43	\$ 61.74			\$ 77.67

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Uninsured/Uninsurable Age 14 - 18 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			20,724					16,614	22,152			22,652
Home Health Care	1	111	0.01	1.038	1.033	0.01	1.000	0.01				
IP - Maternity	19	688	1.10	1.033	1.027	1.16	1.000	1.16				
IP - Newborn	28	294	0.68	1.097	1.027	0.77	1.000	0.77				
IP - Medical	77	1,136	7.29	1.147	1.027	8.59	1.000	8.59				
IP - Surgery	3	997	0.24	1.033	1.027	0.26	1.000	0.26				
IP - Other	1	1,290	0.12	1.033	1.027	0.13	1.000	0.132				
Subtotal - Inpatient	128	885	9.44			10.90	1.000	10.90				
OP - Emergency Room	411	171	5.86	1.086	1.014	6.46	1.000	6.46				
OP - Laboratory	785	30	1.97	1.044	1.014	2.08	1.000	2.08				
OP - Radiology	720	46	2.77	1.044	1.014	2.93	1.000	2.93				
OP - Surgery	81	948	6.40	1.044	1.014	6.78	1.000	6.78				
OP - Other	272	266	6.04	1.172	1.014	7.17	1.000	7.17				
Subtotal - Outpatient	2,269	122	23.04			25.43	1.000	25.43				
Prof - Evaluation & Management	3,958	50	16.52	1.049	1.007	17.45	1.000	17.45				
Prof - Maternity	16	497	0.65	1.038	1.007	0.68	1.000	0.68				
Prof - Surgery	316	132	3.48	1.038	1.007	3.64	1.000	3.64				
Prof - DME/Supplies	60	156	0.78	1.038	1.007	0.82	1.000	0.82				
Prof - Lab	3,152	14	3.68	1.038	1.007	3.85	1.000	3.85				
Prof - Radiology	958	35	2.76	1.038	1.007	2.89	1.000	2.89				
Prof - Transportation	65	187	1.02	1.038	1.007	1.07	1.000	1.07				
Prof - Other	13,331	9	9.69	1.038	1.007	10.13	1.000	10.13				
Subtotal - Professional	21,856	21	38.58			40.53	1.000	40.53				
Total			\$ 71.06			\$ 76.87	1.000	\$ 76.87				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 77.45			\$ 83.78		\$ 83.78	\$ 95.52			\$ 130.73

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Uninsured/Uninsurable												
Age 14 - 18 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			21,294					16,799	22,398			22,722
Home Health Care	4	133	0.04	1.038	1.033	0.05	1.000	0.05				
IP - Maternity	-	-	-	1.033	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.097	1.027	-	1.000	-				
IP - Medical	37	3,959	12.27	1.147	1.027	14.45	1.000	14.45				
IP - Surgery	3	852	0.24	1.033	1.027	0.25	1.000	0.25				
IP - Other	-	-	-	1.033	1.027	-	1.000	-				
Subtotal - Inpatient	41	3,700	12.51			14.70	1.000	14.70				
OP - Emergency Room	353	161	4.73	1.086	1.014	5.21	1.000	5.21				
OP - Laboratory	276	27	0.62	1.044	1.014	0.66	1.000	0.66				
OP - Radiology	427	71	2.52	1.044	1.014	2.67	1.000	2.67				
OP - Surgery	72	961	5.73	1.044	1.014	6.07	1.000	6.07				
OP - Other	171	532	7.57	1.172	1.014	9.00	1.000	9.00				
Subtotal - Outpatient	1,297	196	21.17			23.60	1.000	23.60				
Prof - Evaluation & Management	2,991	50	12.46	1.049	1.007	13.17	1.000	13.17				
Prof - Maternity	-	-	-	1.038	1.007	-	1.000	-				
Prof - Surgery	330	152	4.19	1.038	1.007	4.38	1.000	4.38				
Prof - DME/Supplies	68	188	1.06	1.038	1.007	1.11	1.000	1.11				
Prof - Lab	1,148	11	1.10	1.038	1.007	1.15	1.000	1.15				
Prof - Radiology	879	31	2.26	1.038	1.007	2.36	1.000	2.36				
Prof - Transportation	46	140	0.53	1.038	1.007	0.56	1.000	0.56				
Prof - Other	6,463	13	7.10	1.038	1.007	7.43	1.000	7.43				
Subtotal - Professional	11,924	29	28.70			30.15	1.000	30.15				
Total			\$ 62.42			\$ 68.50	1.000	\$ 68.50				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 68.03			\$ 74.66		\$ 74.66	\$ 85.68			\$ 118.74

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Disabled All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			375,992					282,848	377,130			379,714
Home Health Care	183	1,457	22.17	1.147	1.033	26.28	1.005	26.42				
IP - Maternity	18	891	1.31	1.044	1.027	1.40	1.002	1.40				
IP - Newborn	64	1,016	5.39	1.044	1.027	5.77	1.056	6.10				
IP - Medical	1,786	904	134.51	1.097	1.027	151.40	0.997	151.00				
IP - Surgery	102	1,570	13.37	1.044	1.027	14.33	0.998	14.30				
IP - Other	142	815	9.64	1.044	1.027	10.33	0.996	10.292				
Subtotal - Inpatient	2,112	933	164.22			183.24	0.999	183.09				
OP - Emergency Room	1,328	254	28.11	1.038	1.014	29.60	0.997	29.51				
OP - Laboratory	2,144	19	3.43	1.038	1.014	3.62	1.001	3.62				
OP - Radiology	4,628	46	17.93	1.038	1.014	18.88	0.996	18.81				
OP - Surgery	518	1,095	47.29	1.038	1.014	49.81	0.997	49.68				
OP - Other	1,094	482	43.94	1.097	1.014	48.87	1.007	49.22				
Subtotal - Outpatient	9,713	174	140.71			150.78	1.000	150.84				
Prof - Evaluation & Management	10,592	61	53.77	1.033	1.007	55.95	0.998	55.81				
Prof - Maternity	80	88	0.59	1.033	1.007	0.61	1.003	0.61				
Prof - Surgery	2,304	138	26.49	1.033	1.007	27.57	0.996	27.46				
Prof - DME/Supplies	837	269	18.78	1.033	1.007	19.54	1.000	19.54				
Prof - Lab	6,423	15	8.06	1.033	1.007	8.38	0.996	8.35				
Prof - Radiology	5,049	48	20.24	1.033	1.007	21.06	0.996	20.97				
Prof - Transportation	2,000	107	17.89	1.070	1.007	19.30	0.996	19.23				
Prof - Other	124,047	7	71.64	1.097	1.007	79.13	0.999	79.06				
Subtotal - Professional	151,331	17	217.46			231.54	0.998	231.02				
Total			\$ 544.56			\$ 591.83	0.999	\$ 591.37				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 593.53			\$ 645.05		\$ 644.55	\$ 664.27			\$ 723.33

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Disabled Age <21												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			28,379					22,776	30,368			30,893
Home Health Care	285	1,844	43.80	1.147	1.033	51.90	1.000	51.90				
IP - Maternity	26	824	1.77	1.044	1.027	1.90	1.000	1.90				
IP - Newborn	655	1,120	61.16	1.044	1.027	65.53	1.000	65.53				
IP - Medical	776	1,077	69.62	1.097	1.027	78.37	1.000	78.37				
IP - Surgery	96	971	7.80	1.044	1.027	8.36	1.000	8.36				
IP - Other	42	806	2.84	1.044	1.027	3.04	1.000	3.04				
Subtotal - Inpatient	1,595	1,077	143.19			157.20	1.000	157.20				
OP - Emergency Room	828	175	12.07	1.038	1.014	12.72	1.000	12.72				
OP - Laboratory	2,074	23	3.96	1.038	1.014	4.17	1.000	4.17				
OP - Radiology	1,138	48	4.53	1.038	1.014	4.77	1.000	4.77				
OP - Surgery	325	918	24.87	1.038	1.014	26.19	1.000	26.19				
OP - Other	2,024	605	101.98	1.097	1.014	113.41	1.000	113.41				
Subtotal - Outpatient	6,389	277	147.41			161.26	1.000	161.26				
Prof - Evaluation & Management	5,147	68	29.30	1.033	1.007	30.49	1.000	30.49				
Prof - Maternity	52	222	0.95	1.033	1.007	0.99	1.000	0.99				
Prof - Surgery	518	171	7.41	1.033	1.007	7.71	1.000	7.71				
Prof - DME/Supplies	481	464	18.62	1.033	1.007	19.38	1.000	19.38				
Prof - Lab	1,959	13	2.07	1.033	1.007	2.15	1.000	2.15				
Prof - Radiology	2,248	20	3.66	1.033	1.007	3.81	1.000	3.81				
Prof - Transportation	509	148	6.27	1.070	1.007	6.76	1.000	6.76				
Prof - Other	267,703	3	59.80	1.097	1.007	66.05	1.000	66.05				
Subtotal - Professional	278,618	6	128.08			137.34	1.000	137.34				
Total			\$ 462.48			\$ 507.69	1.000	\$ 507.69				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 504.06			\$ 553.34		\$ 553.34	\$ 561.39			\$ 585.55

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Disabled Age 21+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			347,613					260,072	346,762			348,821
Home Health Care	174	1,405	20.41	1.147	1.033	24.18	1.000	24.18				
IP - Maternity	17	899	1.27	1.044	1.027	1.36	1.000	1.36				
IP - Newborn	15	653	0.84	1.044	1.027	0.90	1.000	0.90				
IP - Medical	1,869	898	139.80	1.097	1.027	157.36	1.000	157.36				
IP - Surgery	103	1,615	13.83	1.044	1.027	14.82	1.000	14.82				
IP - Other	150	815	10.20	1.044	1.027	10.93	1.000	10.927				
Subtotal - Inpatient	2,154	925	165.93			185.36	1.000	185.36				
OP - Emergency Room	1,369	258	29.42	1.038	1.014	30.98	1.000	30.98				
OP - Laboratory	2,150	19	3.39	1.038	1.014	3.57	1.000	3.57				
OP - Radiology	4,913	46	19.03	1.038	1.014	20.04	1.000	20.04				
OP - Surgery	534	1,104	49.12	1.038	1.014	51.74	1.000	51.74				
OP - Other	1,019	462	39.20	1.097	1.014	43.60	1.000	43.60				
Subtotal - Outpatient	9,984	168	140.16			149.93	1.000	149.93				
Prof - Evaluation & Management	11,037	61	55.77	1.033	1.007	58.03	1.000	58.03				
Prof - Maternity	82	82	0.56	1.033	1.007	0.58	1.000	0.58				
Prof - Surgery	2,450	137	28.05	1.033	1.007	29.19	1.000	29.19				
Prof - DME/Supplies	866	260	18.79	1.033	1.007	19.55	1.000	19.55				
Prof - Lab	6,787	15	8.55	1.033	1.007	8.89	1.000	8.89				
Prof - Radiology	5,278	49	21.59	1.033	1.007	22.47	1.000	22.47				
Prof - Transportation	2,121	107	18.84	1.070	1.007	20.32	1.000	20.32				
Prof - Other	112,319	8	72.61	1.097	1.007	80.20	1.000	80.20				
Subtotal - Professional	140,939	19	224.76			239.23	1.000	239.23				
Total			\$ 551.26			\$ 598.70	1.000	\$ 598.70				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 600.83			\$ 652.53		\$ 652.53	\$ 673.28			\$ 735.54

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6c

Middle

Duals All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			689,297					523,502	698,002			700,007
Home Health Care	240	2,522	50.49	1.147	1.033	59.83	1.000	59.83				
IP - Maternity	0	1,129	0.04	1.044	1.027	0.04	1.000	0.04				
IP - Newborn	2	581	0.08	1.044	1.027	0.09	1.000	0.09				
IP - Medical	970	171	13.81	1.097	1.027	15.55	1.000	15.55				
IP - Surgery	1	4,583	0.39	1.044	1.027	0.42	1.000	0.42				
IP - Other	428	142	5.08	1.044	1.027	5.44	1.000	5.441				
Subtotal - Inpatient	1,401	166	19.41			21.54	1.000	21.54				
OP - Emergency Room	23	257	0.49	1.038	1.014	0.51	1.000	0.51				
OP - Laboratory	48	26	0.10	1.038	1.014	0.11	1.000	0.11				
OP - Radiology	103	41	0.35	1.038	1.014	0.37	1.000	0.37				
OP - Surgery	11	1,283	1.22	1.038	1.014	1.28	1.000	1.28				
OP - Other	125	2,616	27.25	1.097	1.014	30.30	1.000	30.30				
Subtotal - Outpatient	310	1,140	29.40			32.57	1.000	32.57				
Prof - Evaluation & Management	201	61	1.03	1.033	1.007	1.07	1.000	1.07				
Prof - Maternity	7	30	0.02	1.033	1.007	0.02	1.000	0.02				
Prof - Surgery	171	45	0.65	1.033	1.007	0.67	1.000	0.67				
Prof - DME/Supplies	18	264	0.38	1.033	1.007	0.40	1.000	0.40				
Prof - Lab	207	16	0.27	1.033	1.007	0.28	1.000	0.28				
Prof - Radiology	1,344	5	0.59	1.033	1.007	0.62	1.000	0.62				
Prof - Transportation	1,911	82	13.10	1.070	1.007	14.12	1.000	14.12				
Prof - Other	42,017	2	8.16	1.097	1.007	9.01	1.000	9.01				
Subtotal - Professional	45,876	6	24.19			26.19	1.000	26.19				
Total			\$ 123.49			\$ 140.13	1.000	\$ 140.13				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 134.59			\$ 152.73		\$ 152.73	\$ 145.36			\$ 123.24

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 6c

Middle

Waiver Duals All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development						Fiscal Year 2008 Rate Development		
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			6,190					1,317	1,757			812
Home Health Care	283	2,211	52.15	1.147	1.033	61.79	1.000	61.79				
IP - Maternity	-	-	-	1.044	1.027	-	1.000	-				
IP - Newborn	-	-	-	1.044	1.027	-	1.000	-				
IP - Medical	143	118	1.41	1.097	1.027	1.59	1.000	1.59				
IP - Surgery	-	-	-	1.044	1.027	-	1.000	-				
IP - Other	-	-	-	1.044	1.027	-	1.000	-				
Subtotal - Inpatient	143	118	1.41			1.59	1.000	1.59				
OP - Emergency Room	6	167	0.08	1.038	1.014	0.09	1.000	0.09				
OP - Laboratory	12	38	0.04	1.038	1.014	0.04	1.000	0.04				
OP - Radiology	2	42	0.01	1.038	1.014	0.01	1.000	0.01				
OP - Surgery	14	1,956	2.21	1.038	1.014	2.33	1.000	2.33				
OP - Other	120	2,059	20.62	1.097	1.014	22.94	1.000	22.94				
Subtotal - Outpatient	153	1,799	22.96			25.40	1.000	25.40				
Prof - Evaluation & Management	56	68	0.32	1.033	1.007	0.33	1.000	0.33				
Prof - Maternity	-	-	-	1.033	1.007	-	1.000	-				
Prof - Surgery	403	2	0.07	1.033	1.007	0.07	1.000	0.07				
Prof - DME/Supplies	6	215	0.10	1.033	1.007	0.11	1.000	0.11				
Prof - Lab	16	14	0.02	1.033	1.007	0.02	1.000	0.02				
Prof - Radiology	1,365	2	0.22	1.033	1.007	0.23	1.000	0.23				
Prof - Transportation	735	73	4.50	1.070	1.007	4.85	1.000	4.85				
Prof - Other	11,767	3	2.54	1.097	1.007	2.81	1.000	2.81				
Subtotal - Professional	14,347	6	7.77			8.42	1.000	8.42				
Total			\$ 84.29			\$ 97.20	1.000	\$ 97.20				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 91.87			\$ 105.94		\$ 105.94	\$ 99.69			\$ 80.96

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Middle

Exhibit 6c

Total For All Aid Categories												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9 MONTHS	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months			4,465,087					3,300,301	4,400,401			4,396,720
Home Health Care	63	2,127	11.17	1.145	1.033	13.20	0.956	12.63				
IP - Maternity	115	817	7.85	1.050	1.027	8.47	0.992	8.40				
IP - Newborn	135	715	8.04	1.115	1.027	9.20	0.985	9.06				
IP - Medical	450	680	25.48	1.116	1.027	29.19	0.994	29.02				
IP - Surgery	19	1,845	2.97	1.027	1.027	3.13	1.001	3.14				
IP - Other	92	297	2.28	1.052	1.027	2.46	0.991	2.44				
Subtotal - Inpatient	812	689	46.63			52.45	0.993	52.06				
OP - Emergency Room	767	182	11.64	1.071	1.014	12.64	1.004	12.69				
OP - Laboratory	672	22	1.23	1.042	1.014	1.30	0.999	1.30				
OP - Radiology	1,068	48	4.27	1.037	1.014	4.50	0.996	4.48				
OP - Surgery	174	903	13.11	1.038	1.014	13.80	0.996	13.75				
OP - Other	378	385	12.13	1.121	1.014	13.79	0.978	13.48				
Subtotal - Outpatient	3,060	166	42.39			46.03	0.993	45.70				
Prof - Evaluation & Management	4,907	59	23.94	1.048	1.007	25.28	1.000	25.28				
Prof - Maternity	74	520	3.22	1.063	1.007	3.44	0.997	3.43				
Prof - Surgery	682	133	7.57	1.038	1.007	7.92	0.998	7.90				
Prof - DME/Supplies	148	227	2.80	1.039	1.007	2.93	0.998	2.92				
Prof - Lab	2,926	14	3.52	1.043	1.007	3.70	0.999	3.69				
Prof - Radiology	1,715	40	5.65	1.038	1.007	5.91	0.996	5.89				
Prof - Transportation	605	100	5.07	1.074	1.007	5.48	0.990	5.42				
Prof - Other	25,195	8	16.43	1.075	1.007	17.80	0.991	17.63				
Subtotal - Professional	36,252	23	68.19			72.45	0.996	72.16				
Total			\$ 168.38			\$ 184.14	0.991	\$ 182.55				
Admin %			6.3%			6.3%		6.3%				
Premium Tax			2.0%			2.0%		2.0%				
Total Premium Rate			\$ 183.52			\$ 200.69		\$ 198.97	\$ 206.88			\$ 229.70

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 7c

Middle

Total For All Aid Categories								
All Ages								
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007			Fiscal Year 2008	
		PMPM	Total	PMPM	FFS 9 MONTHS	Total	PMPM	Total
Member Months			4,465,087		3,300,301	4,400,401		4,396,720
Home Health Care		\$ 11.17	\$ 49,855,543	\$ 12.63	\$ 41,669,823			
IP - Maternity		\$ 7.85	\$ 35,063,919	\$ 8.40	\$ 27,719,721			
IP - Newborn		\$ 8.04	\$ 35,901,615	\$ 9.06	\$ 29,913,333			
IP - Medical		\$ 25.48	\$ 113,768,474	\$ 29.02	\$ 95,786,812			
IP - Surgery		\$ 2.97	\$ 13,282,356	\$ 3.14	\$ 10,353,771			
IP - Other		\$ 2.28	\$ 10,184,793	\$ 2.44	\$ 8,051,557			
Subtotal - Inpatient		\$ 46.63	\$ 208,201,157	\$ 52.06	\$ 171,825,196			
OP - Emergency Room		\$ 11.64	\$ 51,989,923	\$ 12.69	\$ 41,878,529			
OP - Laboratory		\$ 1.23	\$ 5,496,611	\$ 1.30	\$ 4,288,366			
OP - Radiology		\$ 4.27	\$ 19,081,396	\$ 4.48	\$ 14,781,654			
OP - Surgery		\$ 13.11	\$ 58,537,840	\$ 13.75	\$ 45,380,992			
OP - Other		\$ 12.13	\$ 54,171,046	\$ 13.48	\$ 44,499,562			
Subtotal - Outpatient		\$ 42.39	\$ 189,276,815	\$ 45.70	\$ 150,829,104			
Prof - Evaluation & Management		\$ 23.94	\$ 106,895,639	\$ 25.28	\$ 83,419,665			
Prof - Maternity		\$ 3.22	\$ 14,357,924	\$ 3.43	\$ 11,319,022			
Prof - Surgery		\$ 7.57	\$ 33,792,117	\$ 7.90	\$ 26,072,762			
Prof - DME/Supplies		\$ 2.80	\$ 12,501,167	\$ 2.92	\$ 9,644,471			
Prof - Lab		\$ 3.52	\$ 15,705,905	\$ 3.69	\$ 12,180,346			
Prof - Radiology		\$ 5.65	\$ 25,241,518	\$ 5.89	\$ 19,424,514			
Prof - Transportation		\$ 5.07	\$ 22,616,293	\$ 5.42	\$ 17,897,759			
Prof - Other		\$ 16.43	\$ 73,369,297	\$ 17.63	\$ 58,200,581			
Subtotal - Professional		\$ 68.19	\$ 304,479,860	\$ 72.16	\$ 238,159,119			
Total		\$ 168.38	\$ 751,813,376	\$ 182.55	\$ 602,483,242			
Admin %	6.3%	\$ 11.47	\$ 51,213,445	\$ 9.33	\$ 41,041,093			
Premium Tax	2.0%	\$ 3.67	\$ 16,388,302	\$ 2.98	\$ 13,133,150	\$ 206.88		
Total Premium Rate		\$ 183.52	\$ 819,415,124	\$ 198.97	\$ 656,657,484	\$ 910,352,606	\$ 229.70	\$ 1,009,928,444

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 8c

Middle

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	104,892	\$ 475.67	\$ 49,894,168	102,496	\$ 500.51	\$ 51,300,216	103,393	\$ 431.76	\$ 44,641,162
	Age 1 - 13	1,541,706	\$ 59.74	\$ 92,099,710	1,564,816	\$ 70.72	\$ 110,666,973	1,569,133	\$ 89.38	\$ 140,256,658
	Age 14 - 20 Female	263,441	\$ 162.38	\$ 42,776,379	264,795	\$ 190.26	\$ 50,379,330	264,499	\$ 234.80	\$ 62,104,936
	Age 14 - 20 Male	209,584	\$ 61.39	\$ 12,866,152	211,444	\$ 81.50	\$ 17,232,785	210,515	\$ 124.98	\$ 26,310,017
	Age 21 - 44 Female	568,587	\$ 308.14	\$ 175,206,125	566,430	\$ 342.50	\$ 194,004,806	564,685	\$ 370.14	\$ 209,012,289
	Age 21 - 44 Male	70,932	\$ 251.03	\$ 17,805,861	74,957	\$ 285.29	\$ 21,384,728	77,248	\$ 313.62	\$ 24,226,426
	Age 45 - 64	58,389	\$ 364.84	\$ 21,302,380	61,647	\$ 448.80	\$ 27,667,056	62,373	\$ 600.07	\$ 37,428,223
	Age 65+	7,632	\$ 340.44	\$ 2,598,139	6,499	\$ 359.34	\$ 2,335,309	6,236	\$ 309.55	\$ 1,930,480
All Ages	2,825,164	\$ 146.73	\$ 414,548,914	2,853,084	\$ 166.48	\$ 474,971,202	2,858,082	\$ 191.01	\$ 545,910,192	
Medically Needy	Age Under 1	166	\$ 1,278.17	\$ 211,719	298	\$ 1,167.37	\$ 348,062	432	\$ 431.76	\$ 186,728
	Age 1 - 13	54,195	\$ 76.85	\$ 4,165,029	39,314	\$ 83.85	\$ 3,296,429	38,420	\$ 88.08	\$ 3,384,244
	Age 14 - 20 Female	41,186	\$ 169.81	\$ 6,993,627	36,844	\$ 190.22	\$ 7,008,441	36,358	\$ 218.20	\$ 7,933,225
	Age 14 - 20 Male	37,359	\$ 107.53	\$ 4,017,184	32,965	\$ 114.30	\$ 3,767,860	32,847	\$ 110.20	\$ 3,619,758
	Age 21 - 44 Female	102,411	\$ 178.87	\$ 18,318,610	99,946	\$ 227.04	\$ 22,691,801	100,214	\$ 336.22	\$ 33,694,238
	Age 21 - 44 Male	61,408	\$ 126.98	\$ 7,797,551	64,019	\$ 176.24	\$ 11,282,950	65,820	\$ 295.03	\$ 19,418,943
	Age 45 - 64	55,966	\$ 309.24	\$ 17,306,934	37,603	\$ 382.18	\$ 14,371,131	35,531	\$ 521.76	\$ 18,538,715
	Age 65+	43,602	\$ 215.09	\$ 9,378,513	11,023	\$ 235.50	\$ 2,595,937	10,724	\$ 209.26	\$ 2,243,975
All Ages	396,292	\$ 172.07	\$ 68,189,167	322,012	\$ 202.98	\$ 65,362,610	320,348	\$ 277.89	\$ 89,019,825	
Uninsured/Uninsurable	Age Under 1	3	\$ -	\$ -	4	\$ 107.94	\$ 432	12	\$ 431.76	\$ 5,181
	Age 1 - 13	73,447	\$ 52.59	\$ 3,862,876	79,891	\$ 61.74	\$ 4,932,357	81,906	\$ 77.67	\$ 6,361,296
	Age 14 - 18 Female	20,724	\$ 77.45	\$ 1,605,001	22,152	\$ 95.52	\$ 2,115,935	22,652	\$ 130.73	\$ 2,961,289
	Age 14 - 18 Male	21,294	\$ 68.03	\$ 1,448,750	22,398	\$ 85.68	\$ 1,919,081	22,722	\$ 118.74	\$ 2,697,978
	Age 19-20	10,797	\$ 43.23	\$ 466,791	10,917	\$ 63.61	\$ 694,482	9,037	\$ 113.22	\$ 1,023,238
	Age 21+	45,886	\$ 579.26	\$ 26,580,048	13,053	\$ 628.51	\$ 8,204,266	1,426	\$ 670.13	\$ 955,895
	All Ages	172,151	\$ 117.18	\$ 20,172,172	148,416	\$ 120.38	\$ 17,866,552	137,757	\$ 101.66	\$ 14,004,877
	All Ages	172,151	\$ 117.18	\$ 20,172,172	148,416	\$ 120.38	\$ 17,866,552	137,757	\$ 101.66	\$ 14,004,877
Disabled	Age <21	28,379	\$ 504.06	\$ 14,304,821	30,368	\$ 561.39	\$ 17,048,153	30,893	\$ 585.55	\$ 18,089,656
	Age 21+	347,613	\$ 600.83	\$ 208,856,366	346,762	\$ 673.28	\$ 233,469,753	348,821	\$ 735.54	\$ 256,571,098
	All Ages	375,992	\$ 593.53	\$ 223,161,187	377,130	\$ 664.27	\$ 250,517,906	379,714	\$ 723.33	\$ 274,660,754
Duals	All Ages	689,297	\$ 134.59	\$ 92,774,986	698,002	\$ 145.36	\$ 101,459,220	700,007	\$ 123.24	\$ 86,267,016
Waiver Duals	All Ages	6,190	\$ 91.87	\$ 568,697	1,757	\$ 99.69	\$ 175,115	812	\$ 80.96	\$ 65,780
All Groups	All Ages	4,465,087	\$ 183.52	\$ 819,415,124	4,400,401	\$ 206.88	\$ 910,352,606	4,396,720	\$ 229.70	\$ 1,009,928,444

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Total For All Aid Categories							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	683,393						
Home Health Care	18,564,616	17,205,387	6,421	113	2,891.23	2,679.55	25.18
IP - Maternity	7,642,602	1,974,850	2,375	42	3,217.94	831.52	2.89
IP - Newborn	54,837,648	23,941,559	14,465	254	3,791.06	1,655.14	35.03
IP - Medical	119,781,737	27,501,364	23,729	417	5,047.90	1,158.98	40.24
IP - Surgery	14,007,161	2,437,124	1,335	23	10,492.26	1,825.56	3.57
IP - Other	7,646,390	1,808,997	1,592	28	4,803.01	1,136.30	2.65
Subtotal - Inpatient	203,915,539	57,663,894	43,496	764	4,688.14	1,325.73	84.38
OP - Emergency Room	39,572,061	9,352,135	42,406	745	933.17	220.54	13.68
OP - Laboratory	4,859,486	1,447,900	59,820	1,050	81.24	24.20	2.12
OP - Radiology	8,152,997	2,091,874	35,767	628	227.95	58.49	3.06
OP - Surgery	36,256,768	9,441,926	9,139	160	3,967.26	1,033.15	13.82
OP - Other	53,408,271	39,769,136	66,703	1,171	800.69	596.21	58.19
Subtotal - Outpatient	142,249,583	62,102,971	213,835	3,755	665.23	290.42	90.87
Prof - Evaluation & Management	42,080,055	19,267,050	276,742	4,859	152.06	69.62	28.19
Prof - Maternity	2,629,422	1,094,167	2,921	51	900.18	374.59	1.60
Prof - Surgery	15,103,418	4,275,468	32,524	571	464.38	131.46	6.26
Prof - DME/Supplies	9,187,814	5,989,170	14,164	249	648.67	422.84	8.76
Prof - Lab	4,957,918	2,051,209	151,051	2,652	32.82	13.58	3.00
Prof - Radiology	7,937,278	2,205,689	126,087	2,214	62.95	17.49	3.23
Prof - Transportation	5,201,862	2,231,440	17,544	308	296.50	127.19	3.27
Prof - Other	47,048,161	18,770,614	7,124,766	125,107	6.60	2.63	27.47
Subtotal - Professional	134,145,929	55,884,807	7,745,799	136,012	17.32	7.21	81.78
Total	\$ 498,875,667	\$ 192,857,059					\$ 282.21

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5d

Statewide
TennCare Select High

Medicaid (TANF & Related)							
All Ages - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	150,942						
Home Health Care	541,853	504,337	257	20	2,108.38	1,962.40	3.34
IP - Maternity	2,183,926	571,802	691	55	3,160.53	827.50	3.79
IP - Newborn	9,584,761	4,749,431	2,828	225	3,389.24	1,679.43	31.47
IP - Medical	7,653,441	1,778,722	1,960	156	3,904.82	907.51	11.78
IP - Surgery	953,236	152,438	142	11	6,712.93	1,073.51	1.01
IP - Other	479,571	130,830	150	12	3,197.14	872.20	0.87
Subtotal - Inpatient	20,854,935	7,383,222	5,771	459	3,613.75	1,279.37	48.91
OP - Emergency Room	8,355,299	1,778,980	10,712	852	779.99	166.07	11.79
OP - Laboratory	563,946	185,204	7,715	613	73.10	24.01	1.23
OP - Radiology	1,242,148	298,392	4,626	368	268.51	64.50	1.98
OP - Surgery	5,051,769	1,199,411	1,511	120	3,343.33	793.79	7.95
OP - Other	3,509,143	2,090,156	6,786	539	517.12	308.01	13.85
Subtotal - Outpatient	18,722,306	5,552,143	31,350	2,492	597.20	177.10	36.78
Prof - Evaluation & Management	9,694,818	4,954,044	70,988	5,644	136.57	69.79	32.82
Prof - Maternity	784,531	327,978	507	40	1,547.40	646.90	2.17
Prof - Surgery	2,168,674	628,705	4,721	375	459.37	133.17	4.17
Prof - DME/Supplies	383,605	260,970	1,229	98	312.13	212.34	1.73
Prof - Lab	1,391,594	628,313	52,014	4,135	26.75	12.08	4.16
Prof - Radiology	1,400,226	394,572	12,996	1,033	107.74	30.36	2.61
Prof - Transportation	685,171	224,750	1,817	144	377.09	123.69	1.49
Prof - Other	4,999,746	2,111,023	224,302	17,832	22.29	9.41	13.99
Subtotal - Professional	21,508,365	9,530,356	368,574	29,302	58.36	25.86	63.14
Total	\$ 61,627,459	\$ 22,970,059					\$ 152.18

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5d

Statewide
TennCare Select High

Medicaid (TANF & Related)							
Age Under 1 - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	3,749						
Home Health Care	26,349	18,429	22	70	1,197.68	837.66	4.92
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	6,114,866	3,361,968	1,686	5,396	3,626.85	1,994.05	896.68
IP - Medical	1,902,426	498,440	509	1,629	3,737.58	979.25	132.94
IP - Surgery	59,465	63,857	45	144	1,321.45	1,419.04	17.03
IP - Other	126,479	32,687	36	115	3,513.31	907.97	8.72
Subtotal - Inpatient	8,203,236	3,956,952	2,276	7,284	3,604.23	1,738.56	1,055.37
OP - Emergency Room	260,885	66,385	407	1,303	640.99	163.11	17.71
OP - Laboratory	31,124	10,953	345	1,104	90.21	31.75	2.92
OP - Radiology	71,263	14,627	228	730	312.56	64.15	3.90
OP - Surgery	213,269	67,572	63	202	3,385.22	1,072.58	18.02
OP - Other	192,742	97,252	277	887	695.82	351.09	25.94
Subtotal - Outpatient	769,283	256,789	1,320	4,225	582.79	194.54	68.49
Prof - Evaluation & Management	1,337,076	553,833	6,119	19,584	218.51	90.51	147.71
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	183,161	53,774	256	819	715.47	210.06	14.34
Prof - DME/Supplies	64,369	38,861	199	637	323.46	195.28	10.36
Prof - Lab	20,046	7,954	466	1,491	43.02	17.07	2.12
Prof - Radiology	77,506	19,871	910	2,913	85.17	21.84	5.30
Prof - Transportation	75,672	19,839	81	259	934.22	244.93	5.29
Prof - Other	470,694	168,090	10,195	32,630	46.17	16.49	44.83
Subtotal - Professional	2,228,523	862,222	18,226	58,334	122.27	47.31	229.97
Total	\$ 11,227,392	\$ 5,094,392					\$ 1,358.75

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 1 - 13 - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	77,112						
Home Health Care	410,382	382,866	194	30	2,115.37	1,973.54	4.97
IP - Maternity	5,236	1,127	2	0	2,618.00	563.75	0.01
IP - Newborn	1,911,585	624,319	387	60	4,939.50	1,613.23	8.10
IP - Medical	2,913,389	725,824	811	126	3,592.34	894.97	9.41
IP - Surgery	420,692	59,529	46	7	9,145.47	1,294.11	0.77
IP - Other	208,747	72,272	77	12	2,711.00	938.60	0.94
Subtotal - Inpatient	5,459,649	1,483,072	1,323	206	4,126.72	1,120.99	19.23
OP - Emergency Room	2,528,434	619,959	4,402	685	574.38	140.84	8.04
OP - Laboratory	280,123	95,759	3,874	603	72.31	24.72	1.24
OP - Radiology	426,426	135,617	1,638	255	260.33	82.79	1.76
OP - Surgery	2,735,621	748,040	846	132	3,233.60	884.21	9.70
OP - Other	2,615,171	1,595,541	5,598	871	467.16	285.02	20.69
Subtotal - Outpatient	8,585,776	3,194,916	16,358	2,546	524.87	195.31	41.43
Prof - Evaluation & Management	4,088,104	2,286,278	35,074	5,458	116.56	65.18	29.65
Prof - Maternity	170	90	1	0	170.00	89.87	0.00
Prof - Surgery	1,021,365	279,013	2,105	328	485.21	132.55	3.62
Prof - DME/Supplies	237,520	167,373	715	111	332.20	234.09	2.17
Prof - Lab	378,985	165,292	16,947	2,637	22.36	9.75	2.14
Prof - Radiology	313,260	82,692	4,090	636	76.59	20.22	1.07
Prof - Transportation	150,670	64,534	613	95	245.79	105.27	0.84
Prof - Other	2,503,468	1,076,920	139,699	21,740	17.92	7.71	13.97
Subtotal - Professional	8,693,541	4,122,192	199,244	31,006	43.63	20.69	53.46
Total	\$ 23,149,348	\$ 9,183,047					\$ 119.09

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 14 - 20 Female - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	30,302						
Home Health Care	6,176	5,084	12	5	514.65	423.68	0.17
IP - Maternity	1,499,636	386,570	487	193	3,079.33	793.78	12.76
IP - Newborn	1,152,769	600,130	488	193	2,362.23	1,229.78	19.81
IP - Medical	1,412,588	282,632	323	128	4,373.34	875.02	9.33
IP - Surgery	16,303	1,171	3	1	5,434.29	390.31	0.04
IP - Other	29,588	6,133	7	3	4,226.79	876.13	0.20
Subtotal - Inpatient	4,110,883	1,276,636	1,308	518	3,142.88	976.02	42.13
OP - Emergency Room	2,813,109	577,604	2,992	1,185	940.21	193.05	19.06
OP - Laboratory	161,281	53,304	2,235	885	72.16	23.85	1.76
OP - Radiology	369,775	71,823	1,535	608	240.90	46.79	2.37
OP - Surgery	878,976	187,236	325	129	2,704.54	576.11	6.18
OP - Other	455,265	327,526	504	200	903.30	649.85	10.81
Subtotal - Outpatient	4,678,406	1,217,492	7,591	3,006	616.31	160.39	40.18
Prof - Evaluation & Management	2,314,442	1,139,884	16,272	6,444	142.23	70.05	37.62
Prof - Maternity	540,156	226,100	337	133	1,602.84	670.92	7.46
Prof - Surgery	426,503	129,322	1,022	405	417.32	126.54	4.27
Prof - DME/Supplies	35,573	22,319	128	51	277.92	174.37	0.74
Prof - Lab	721,960	325,632	22,817	9,036	31.64	14.27	10.75
Prof - Radiology	545,661	162,407	3,791	1,501	143.94	42.84	5.36
Prof - Transportation	231,729	72,582	637	252	363.78	113.94	2.40
Prof - Other	1,081,307	452,143	37,283	14,765	29.00	12.13	14.92
Subtotal - Professional	5,897,332	2,530,390	82,287	32,587	71.67	30.75	83.51
Total	\$ 14,692,797	\$ 5,029,603					\$ 165.98

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 14 - 20 Male - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	36,591						
Home Health Care	98,946	97,958	29	10	3,411.95	3,377.88	2.68
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	1,151,265	218,590	236	77	4,878.24	926.23	5.97
IP - Surgery	456,776	27,881	48	16	9,516.17	580.86	0.76
IP - Other	58,906	12,245	20	7	2,945.30	612.25	0.33
Subtotal - Inpatient	1,666,947	258,716	304	100	5,483.38	851.04	7.07
OP - Emergency Room	2,032,865	395,611	2,194	720	926.56	180.31	10.81
OP - Laboratory	63,947	18,090	812	266	78.75	22.28	0.49
OP - Radiology	310,776	63,509	1,075	353	289.09	59.08	1.74
OP - Surgery	896,031	139,741	172	56	5,209.48	812.45	3.82
OP - Other	205,038	62,419	308	101	665.71	202.66	1.71
Subtotal - Outpatient	3,508,656	679,371	4,561	1,496	769.27	148.95	18.57
Prof - Evaluation & Management	1,534,619	814,664	11,232	3,684	136.63	72.53	22.26
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	436,512	135,491	1,073	352	406.81	126.27	3.70
Prof - DME/Supplies	42,492	30,238	170	56	249.95	177.87	0.83
Prof - Lab	161,186	81,567	8,925	2,927	18.06	9.14	2.23
Prof - Radiology	298,503	77,075	3,226	1,058	92.53	23.89	2.11
Prof - Transportation	174,483	51,327	340	112	513.19	150.96	1.40
Prof - Other	737,763	360,277	34,512	11,318	21.38	10.44	9.85
Subtotal - Professional	3,385,559	1,550,639	59,478	19,506	56.92	26.07	42.38
Total	\$ 8,660,109	\$ 2,586,685					\$ 70.69

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 21 - 44 Female - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	2,931						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	679,054	184,104	202	827	3,361.65	911.41	62.82
IP - Newborn	405,541	163,013	267	1,093	1,518.88	610.54	55.62
IP - Medical	203,519	48,130	75	307	2,713.59	641.74	16.42
IP - Surgery	-	-	-	-	-	-	-
IP - Other	8,837	3,161	3	12	2,945.81	1,053.51	1.08
Subtotal - Inpatient	1,296,952	398,408	547	2,240	2,371.03	728.35	135.94
OP - Emergency Room	682,648	114,250	691	2,829	987.91	165.34	38.98
OP - Laboratory	27,266	7,079	447	1,830	61.00	15.84	2.42
OP - Radiology	62,193	12,524	146	598	425.98	85.78	4.27
OP - Surgery	315,853	55,761	104	426	3,037.05	536.17	19.03
OP - Other	39,321	7,297	97	397	405.37	75.22	2.49
Subtotal - Outpatient	1,127,282	196,911	1,485	6,081	759.11	132.60	67.19
Prof - Evaluation & Management	402,677	153,827	2,212	9,057	182.04	69.54	52.49
Prof - Maternity	244,205	101,788	169	692	1,445.00	602.29	34.73
Prof - Surgery	93,829	29,074	257	1,052	365.09	113.13	9.92
Prof - DME/Supplies	2,003	1,431	13	53	154.08	110.05	0.49
Prof - Lab	107,086	47,090	2,814	11,522	38.05	16.73	16.07
Prof - Radiology	162,164	51,816	939	3,845	172.70	55.18	17.68
Prof - Transportation	51,394	15,971	143	586	359.40	111.68	5.45
Prof - Other	200,611	52,137	2,353	9,635	85.26	22.16	17.79
Subtotal - Professional	1,263,969	453,134	8,900	36,442	142.02	50.91	154.62
Total	\$ 3,688,203	\$ 1,048,452					\$ 357.75

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 21 - 44 Male -TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	216						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	70,254	5,106	6	333	11,709.01	850.92	23.63
IP - Surgery	-	-	-	-	-	-	-
IP - Other	47,014	4,332	7	389	6,716.29	618.88	20.05
Subtotal - Inpatient	117,268	9,438	13	722	9,020.62	725.98	43.68
OP - Emergency Room	36,349	4,999	25	1,388	1,453.96	199.98	23.14
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	1,453	265	3	167	484.33	88.30	1.23
OP - Surgery	-	-	-	-	-	-	-
OP - Other	561	19	1	56	560.80	19.09	0.09
Subtotal - Outpatient	38,363	5,283	29	1,611	1,322.86	182.19	24.45
Prof - Evaluation & Management	16,043	4,679	65	3,610	246.82	71.99	21.66
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	4,098	1,194	6	333	683.00	198.93	5.52
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	2,266	716	39	2,166	58.09	18.36	3.31
Prof - Radiology	3,064	692	38	2,111	80.63	18.20	3.20
Prof - Transportation	1,080	355	2	111	540.00	177.66	1.64
Prof - Other	4,031	1,115	252	13,996	15.99	4.42	5.16
Subtotal - Professional	30,581	8,750	402	22,327	76.07	21.77	40.50
Total	\$ 186,212	\$ 23,472					\$ 108.63

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 45 - 64 - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	42						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	1,010	172	1	286	1,010.00	171.89	4.10
OP - Laboratory	206	19	2	572	103.00	9.44	0.45
OP - Radiology	261	27	1	286	261.00	26.67	0.64
OP - Surgery	12,018	1,061	1	286	12,018.20	1,060.85	25.30
OP - Other	1,045	102	1	286	1,045.00	102.31	2.44
Subtotal - Outpatient	14,540	1,381	6	1,717	2,423.37	230.10	32.92
Prof - Evaluation & Management	1,856	878	14	4,006	132.57	62.73	20.94
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	3,206	838	2	572	1,603.00	419.14	19.99
Prof - DME/Supplies	1,648	748	4	1,145	412.00	187.03	17.84
Prof - Lab	65	62	6	1,717	10.77	10.27	1.47
Prof - Radiology	69	19	2	572	34.38	9.56	0.46
Prof - Transportation	143	142	1	286	143.10	142.03	3.39
Prof - Other	1,873	341	8	2,289	234.13	42.59	8.13
Subtotal - Professional	8,859	3,028	37	10,588	239.44	81.84	72.21
Total	\$ 23,400	\$ 4,409					\$ 105.13

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medicaid (TANF & Related)							
Age 65+ - TennCare Select High Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	-						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	-	-	-	-	-	-	-
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	-	-	-	-	-	-	-
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	-	-	-	-	-	-	-
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	-	-	-	-	-	-	-
Subtotal - Professional	-	-	-	-	-	-	-
Total	\$ -	\$ -					\$ -

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	5,060						
Home Health Care	1,560	762	2	5	780.00	381.12	0.15
IP - Maternity	93,401	24,925	26	62	3,592.33	958.65	4.93
IP - Newborn	35,825	17,991	32	76	1,119.52	562.23	3.56
IP - Medical	184,144	32,377	35	83	5,261.24	925.05	6.40
IP - Surgery	358,372	211,276	11	26	32,579.25	19,206.89	41.75
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	671,741	286,569	104	247	6,459.04	2,755.47	56.63
OP - Emergency Room	680,716	118,234	698	1,655	975.24	169.39	23.37
OP - Laboratory	16,676	4,188	368	873	45.32	11.38	0.83
OP - Radiology	48,013	9,449	115	273	417.51	82.16	1.87
OP - Surgery	212,531	31,786	54	128	3,935.76	588.62	6.28
OP - Other	25,350	4,786	43	102	589.54	111.29	0.95
Subtotal - Outpatient	983,287	168,442	1,278	3,031	769.39	131.80	33.29
Prof - Evaluation & Management	319,063	125,785	1,955	4,636	163.20	64.34	24.86
Prof - Maternity	36,003	14,960	26	62	1,384.74	575.37	2.96
Prof - Surgery	122,827	34,729	179	424	686.18	194.02	6.86
Prof - DME/Supplies	4,787	4,119	18	43	265.93	228.86	0.81
Prof - Lab	62,455	25,931	1,867	4,428	33.45	13.89	5.12
Prof - Radiology	92,339	25,679	771	1,828	119.77	33.31	5.07
Prof - Transportation	31,043	9,381	83	197	374.01	113.03	1.85
Prof - Other	143,621	47,895	3,866	9,168	37.15	12.39	9.47
Subtotal - Professional	812,138	288,480	8,765	20,786	92.66	32.91	57.01
Total	\$ 2,468,725	\$ 744,253					\$ 147.08

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy							
Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	4						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	334	240	1	3,000	334.00	240.33	60.08
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	334	240	1	3,000	334.00	240.33	60.08
Prof - Evaluation & Management	270	175	3	9,000	90.00	58.23	43.67
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	75	37	1	3,000	75.00	37.03	9.26
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	-	-	-	-	-	-	-
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	140	51	2	6,000	70.00	25.72	12.86
Subtotal - Professional	485	263	6	18,000	80.83	43.86	65.79
Total	\$ 819	\$ 503					\$ 125.87

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	209						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	5,555	927	7	403	793.59	132.40	4.44
OP - Laboratory	1,498	238	23	1,323	65.13	10.34	1.14
OP - Radiology	222	38	3	173	74.00	12.68	0.18
OP - Surgery	-	-	-	-	-	-	-
OP - Other	768	161	2	115	384.00	80.52	0.77
Subtotal - Outpatient	8,043	1,364	35	2,014	229.80	38.96	6.54
Prof - Evaluation & Management	6,639	3,450	62	3,567	107.09	55.65	16.54
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	138	71	1	58	138.00	70.66	0.34
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	367	175	21	1,208	17.48	8.35	0.84
Prof - Radiology	504	185	4	230	126.00	46.36	0.89
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	1,514	1,119	59	3,394	25.66	18.96	5.36
Subtotal - Professional	9,163	5,001	147	8,457	62.33	34.02	23.97
Total	\$ 17,206	\$ 6,364					\$ 30.51

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy							
Age 14 - 20 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	998						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	47,767	13,097	10	120	4,776.75	1,309.68	13.12
IP - Newborn	16,548	13,218	17	204	973.40	777.54	13.24
IP - Medical	33,416	2,197	1	12	33,416.00	2,196.89	2.20
IP - Surgery	345,974	207,771	9	108	38,441.60	23,085.62	208.09
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	443,706	236,282	37	445	11,992.05	6,386.01	236.64
OP - Emergency Room	189,010	34,223	182	2,187	1,038.51	188.04	34.28
OP - Laboratory	9,757	3,297	166	1,995	58.78	19.86	3.30
OP - Radiology	16,802	2,619	44	529	381.87	59.52	2.62
OP - Surgery	34,856	5,331	13	156	2,681.20	410.05	5.34
OP - Other	3,831	1,655	12	144	319.27	137.95	1.66
Subtotal - Outpatient	254,256	47,126	417	5,012	609.73	113.01	47.20
Prof - Evaluation & Management	90,993	39,419	607	7,295	149.91	64.94	39.48
Prof - Maternity	19,395	8,095	14	168	1,385.36	578.24	8.11
Prof - Surgery	47,399	13,433	34	409	1,394.07	395.10	13.45
Prof - DME/Supplies	183	120	2	24	91.50	60.03	0.12
Prof - Lab	22,803	10,048	643	7,728	35.46	15.63	10.06
Prof - Radiology	33,107	9,495	241	2,896	137.37	39.40	9.51
Prof - Transportation	8,629	2,545	18	216	479.38	141.41	2.55
Prof - Other	72,891	22,769	807	9,699	90.32	28.21	22.80
Subtotal - Professional	295,399	105,925	2,366	28,436	124.85	44.77	106.09
Total	\$ 993,361	\$ 389,333					\$ 389.93

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy							
Age 14 - 20 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,118						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	12,397	3,505	2	21	6,198.72	1,752.61	3.13
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	12,397	3,505	2	21	6,198.72	1,752.61	3.13
OP - Emergency Room	131,936	23,945	137	1,470	963.04	174.78	21.42
OP - Laboratory	3,807	175	151	1,621	25.21	1.16	0.16
OP - Radiology	7,441	1,155	27	290	275.59	42.77	1.03
OP - Surgery	86,101	7,993	8	86	10,762.60	999.08	7.15
OP - Other	7,914	910	5	54	1,582.71	181.92	0.81
Subtotal - Outpatient	237,198	34,178	328	3,520	723.16	104.20	30.57
Prof - Evaluation & Management	59,096	21,928	335	3,595	176.41	65.46	19.61
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	11,728	3,942	33	354	355.39	119.46	3.53
Prof - DME/Supplies	3,113	2,909	5	54	622.60	581.85	2.60
Prof - Lab	8,685	2,143	129	1,384	67.33	16.61	1.92
Prof - Radiology	13,034	2,988	151	1,621	86.32	19.79	2.67
Prof - Transportation	5,592	1,872	18	193	310.69	104.01	1.67
Prof - Other	20,150	7,567	551	5,913	36.57	13.73	6.77
Subtotal - Professional	121,398	43,349	1,222	13,115	99.34	35.47	38.77
Total	\$ 370,994	\$ 81,032					\$ 72.47

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy							
Age 21 - 44 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,062						
Home Health Care	1,560	762	2	23	780.00	381.12	0.72
IP - Maternity	45,633	11,828	16	181	2,852.07	739.27	11.14
IP - Newborn	19,277	4,773	15	170	1,285.11	318.21	4.50
IP - Medical	47,757	12,714	16	181	2,984.80	794.63	11.98
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	112,667	29,315	47	531	2,397.16	623.73	27.62
OP - Emergency Room	201,267	33,254	188	2,125	1,070.57	176.88	31.33
OP - Laboratory	1,614	478	28	317	57.66	17.07	0.45
OP - Radiology	15,248	4,208	23	260	662.96	182.97	3.96
OP - Surgery	56,537	11,828	20	226	2,826.84	591.38	11.14
OP - Other	10,016	1,596	18	203	556.43	88.69	1.50
Subtotal - Outpatient	284,682	51,365	277	3,131	1,027.73	185.43	48.39
Prof - Evaluation & Management	90,095	36,889	571	6,455	157.78	64.60	34.75
Prof - Maternity	16,608	6,864	12	136	1,384.03	572.02	6.47
Prof - Surgery	15,331	4,725	43	486	356.53	109.89	4.45
Prof - DME/Supplies	58	39	1	11	57.84	39.03	0.04
Prof - Lab	26,751	11,963	976	11,033	27.41	12.26	11.27
Prof - Radiology	29,846	8,864	205	2,317	145.59	43.24	8.35
Prof - Transportation	9,643	2,664	24	271	401.78	111.00	2.51
Prof - Other	25,484	8,064	457	5,166	55.76	17.65	7.60
Subtotal - Professional	213,815	80,073	2,289	25,875	93.41	34.98	75.43
Total	\$ 612,724	\$ 161,515					\$ 152.15

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy							
Age 21 - 44 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	1,650						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	102,971	17,466	18	131	5,720.60	970.32	10.58
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	102,971	17,466	18	131	5,720.60	970.32	10.58
OP - Emergency Room	151,545	25,603	182	1,323	832.66	140.68	15.51
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	7,967	1,188	17	124	468.62	69.88	0.72
OP - Surgery	35,038	6,635	13	95	2,695.22	510.36	4.02
OP - Other	2,822	463	6	44	470.26	77.19	0.28
Subtotal - Outpatient	197,371	33,889	218	1,585	905.37	155.45	20.53
Prof - Evaluation & Management	71,041	23,605	372	2,705	190.97	63.45	14.30
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	48,157	12,520	67	487	718.76	186.87	7.59
Prof - DME/Supplies	1,433	1,051	10	73	143.28	105.11	0.64
Prof - Lab	3,778	1,578	96	698	39.36	16.43	0.96
Prof - Radiology	15,566	4,060	166	1,207	93.77	24.46	2.46
Prof - Transportation	7,179	2,300	23	167	312.13	99.99	1.39
Prof - Other	22,937	8,199	1,970	14,324	11.64	4.16	4.97
Subtotal - Professional	170,091	53,312	2,704	19,661	62.90	19.72	32.30
Total	\$ 470,433	\$ 104,667					\$ 63.42

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy Age 45 - 64							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	16						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	1,403	281	2	1,500	701.55	140.57	17.57
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	1,403	281	2	1,500	701.55	140.57	17.57
Prof - Evaluation & Management	929	320	5	3,750	185.80	63.92	19.98
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	-	-	-	-	-	-	-
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	70	24	2	1,500	35.00	12.06	1.51
Prof - Radiology	282	87	4	3,000	70.50	21.78	5.44
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	505	126	20	15,000	25.25	6.32	7.90
Subtotal - Professional	1,786	557	31	23,250	57.61	17.98	34.83
Total	\$ 3,189	\$ 838					\$ 52.40

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Medically Needy Age 65+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	3						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	-	-	-	-	-	-	-
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	-	-	-	-	-	-	-
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	-	-	-	-	-	-	-
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	-	-	-	-	-	-	-
Subtotal - Professional	-	-	-	-	-	-	-
Total	\$ -	\$ -					\$ -

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	912						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	29,495	13,537	6	79	4,915.91	2,256.13	14.84
IP - Surgery	20,197	5,846	3	39	6,732.45	1,948.59	6.41
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	49,693	19,383	9	118	5,521.42	2,153.62	21.25
OP - Emergency Room	52,819	6,683	56	737	943.19	119.34	7.33
OP - Laboratory	865	157	12	158	72.08	13.12	0.17
OP - Radiology	8,829	1,657	19	250	464.67	87.21	1.82
OP - Surgery	1,443	253	1	13	1,443.05	252.75	0.28
OP - Other	1,362	351	6	79	227.02	58.52	0.38
Subtotal - Outpatient	65,318	9,101	94	1,236	694.87	96.82	9.98
Prof - Evaluation & Management	31,052	13,409	229	3,012	135.60	58.56	14.70
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	9,389	3,189	19	250	494.17	167.84	3.50
Prof - DME/Supplies	633	231	2	26	316.45	115.29	0.25
Prof - Lab	5,871	2,865	189	2,486	31.07	15.16	3.14
Prof - Radiology	4,999	1,262	66	868	75.74	19.12	1.38
Prof - Transportation	2,411	624	4	53	602.75	155.96	0.68
Prof - Other	12,842	5,390	268	3,525	47.92	20.11	5.91
Subtotal - Professional	67,198	26,970	777	10,220	86.48	34.71	29.56
Total	\$ 182,208	\$ 55,454					\$ 60.78

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable Age Under 1							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	-						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	-	-	-	-	-	-	-
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	-	-	-	-	-	-	-
Prof - Evaluation & Management	-	-	-	-	-	-	-
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	-	-	-	-	-	-	-
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	-	-	-	-	-	-	-
Prof - Radiology	-	-	-	-	-	-	-
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	-	-	-	-	-	-	-
Subtotal - Professional	-	-	-	-	-	-	-
Total	\$ -	\$ -					\$ -

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable							
Age 1 - 13							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	235						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	4,739	1,662	10	510	473.92	166.23	7.07
OP - Laboratory	289	86	3	153	96.33	28.57	0.36
OP - Radiology	1,124	82	5	255	224.80	16.50	0.35
OP - Surgery	-	-	-	-	-	-	-
OP - Other	1,217	330	5	255	243.42	65.97	1.40
Subtotal - Outpatient	7,369	2,160	23	1,174	320.40	93.93	9.19
Prof - Evaluation & Management	7,808	4,002	77	3,929	101.41	51.97	17.02
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	318	188	3	153	106.10	62.53	0.80
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	639	398	41	2,092	15.58	9.71	1.69
Prof - Radiology	498	177	12	612	41.50	14.74	0.75
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	1,621	948	68	3,470	23.84	13.94	4.03
Subtotal - Professional	10,884	5,712	201	10,255	54.15	28.42	24.29
Total	\$ 18,254	\$ 7,872					\$ 33.47

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable Age 14 - 18 Female							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	171						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	6,253	1,228	3	211	2,084.23	409.31	7.18
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	6,253	1,228	3	211	2,084.23	409.31	7.18
OP - Emergency Room	11,751	1,397	16	1,123	734.44	87.33	8.17
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	5,353	883	6	421	892.11	147.23	5.17
OP - Surgery	1,443	253	1	70	1,443.05	252.75	1.48
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	18,547	2,533	23	1,614	806.38	110.15	14.82
Prof - Evaluation & Management	9,933	4,249	63	4,422	157.67	67.44	24.85
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	398	160	2	140	199.00	80.06	0.94
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	3,223	1,797	100	7,019	32.23	17.97	10.51
Prof - Radiology	2,139	531	18	1,263	118.83	29.50	3.11
Prof - Transportation	1,186	355	2	140	593.00	177.66	2.08
Prof - Other	5,798	2,735	130	9,125	44.60	21.04	16.00
Subtotal - Professional	22,677	9,827	315	22,110	71.99	31.20	57.48
Total	\$ 47,476	\$ 13,589					\$ 79.49

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable Age 14 - 18 Male							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	289						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	-	-	-	-	-	-	-
OP - Emergency Room	7,516	866	9	374	835.15	96.22	3.00
OP - Laboratory	576	72	9	374	64.00	7.97	0.25
OP - Radiology	374	33	2	83	187.00	16.32	0.11
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	8,466	970	20	831	423.32	48.51	3.36
Prof - Evaluation & Management	6,835	3,034	52	2,161	131.44	58.35	10.51
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	516	227	7	291	73.71	32.41	0.79
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	536	283	28	1,164	19.14	10.11	0.98
Prof - Radiology	341	101	6	249	56.83	16.87	0.35
Prof - Transportation	-	-	-	-	-	-	-
Prof - Other	1,953	1,251	55	2,286	35.50	22.74	4.33
Subtotal - Professional	10,181	4,896	148	6,151	68.79	33.08	16.96
Total	\$ 18,647	\$ 5,866					\$ 20.32

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable Age 19 - 20							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	130						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	23,243	12,309	3	125	7,747.58	4,102.96	42.63
IP - Surgery	-	-	-	-	-	-	-
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	23,243	12,309	3	125	7,747.58	4,102.96	42.63
OP - Emergency Room	11,533	1,684	17	707	678.41	99.04	5.83
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	1,978	659	6	249	329.67	109.76	2.28
OP - Surgery	-	-	-	-	-	-	-
OP - Other	-	-	-	-	-	-	-
Subtotal - Outpatient	13,511	2,342	23	956	587.43	101.83	8.11
Prof - Evaluation & Management	5,436	1,668	29	1,205	187.44	57.51	5.78
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	2,179	979	5	208	435.80	195.86	3.39
Prof - DME/Supplies	-	-	-	-	-	-	-
Prof - Lab	762	166	9	374	84.66	18.50	0.58
Prof - Radiology	1,535	333	23	956	66.75	14.46	1.15
Prof - Transportation	508	129	1	42	508.00	129.15	0.45
Prof - Other	25	7	4	166	6.25	1.85	0.03
Subtotal - Professional	10,445	3,283	71	2,951	147.11	46.24	11.37
Total	\$ 47,199	\$ 17,934					\$ 62.11

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Uninsured/Uninsurable Age 21+							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	87						
Home Health Care	-	-	-	-	-	-	-
IP - Maternity	-	-	-	-	-	-	-
IP - Newborn	-	-	-	-	-	-	-
IP - Medical	-	-	-	-	-	-	-
IP - Surgery	20,197	5,846	3	125	6,732.45	1,948.59	20.25
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	20,197	5,846	3	125	6,732.45	1,948.59	20.25
OP - Emergency Room	17,279	1,074	4	166	4,319.81	268.45	3.72
OP - Laboratory	-	-	-	-	-	-	-
OP - Radiology	-	-	-	-	-	-	-
OP - Surgery	-	-	-	-	-	-	-
OP - Other	145	21	1	42	145.00	21.25	0.07
Subtotal - Outpatient	17,424	1,095	5	208	3,484.85	219.01	3.79
Prof - Evaluation & Management	1,039	457	8	332	129.88	57.09	1.58
Prof - Maternity	-	-	-	-	-	-	-
Prof - Surgery	5,978	1,635	2	83	2,989.00	817.50	5.66
Prof - DME/Supplies	633	231	2	83	316.45	115.29	0.80
Prof - Lab	712	220	11	457	64.69	20.02	0.76
Prof - Radiology	486	120	7	291	69.43	17.19	0.42
Prof - Transportation	717	139	1	42	717.00	139.38	0.48
Prof - Other	3,447	449	11	457	313.32	40.86	1.56
Subtotal - Professional	13,011	3,252	42	1,746	309.79	77.42	11.26
Total	\$ 50,633	\$ 10,193					\$ 35.30

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Disabled							
All Ages - DCS/SSI Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	507,958						
Home Health Care	16,850,762	15,631,920	5,898	139	2,857.03	2,650.38	30.77
IP - Maternity	5,332,228	1,368,618	1,647	39	3,237.54	830.98	2.69
IP - Newborn	45,016,340	19,067,927	11,478	271	3,921.97	1,661.26	37.54
IP - Medical	111,192,673	25,467,286	21,368	505	5,203.70	1,191.84	50.14
IP - Surgery	12,665,623	2,066,117	1,178	28	10,751.80	1,753.92	4.07
IP - Other	7,166,819	1,678,167	1,442	34	4,970.05	1,163.78	3.30
Subtotal - Inpatient	181,373,683	49,648,114	37,113	877	4,887.07	1,337.76	97.74
OP - Emergency Room	30,290,132	7,414,202	30,772	727	984.34	240.94	14.60
OP - Laboratory	4,223,526	1,236,521	51,155	1,208	82.56	24.17	2.43
OP - Radiology	6,833,325	1,778,419	30,956	731	220.74	57.45	3.50
OP - Surgery	30,800,649	8,171,561	7,523	178	4,094.20	1,086.21	16.09
OP - Other	48,550,711	36,393,043	59,511	1,406	815.83	611.53	71.65
Subtotal - Outpatient	120,698,343	54,993,746	179,917	4,250	670.86	305.66	108.26
Prof - Evaluation & Management	31,858,673	14,094,008	202,469	4,783	157.35	69.61	27.75
Prof - Maternity	1,789,137	741,977	2,087	49	857.28	355.52	1.46
Prof - Surgery	12,746,276	3,592,128	27,516	650	463.23	130.55	7.07
Prof - DME/Supplies	8,789,224	5,717,082	12,889	304	681.92	443.56	11.26
Prof - Lab	3,450,228	1,378,095	96,023	2,268	35.93	14.35	2.71
Prof - Radiology	6,387,236	1,768,082	110,117	2,601	58.00	16.06	3.48
Prof - Transportation	4,322,824	1,854,490	13,712	324	315.26	135.25	3.65
Prof - Other	41,625,690	16,473,149	6,787,185	160,341	6.13	2.43	32.43
Subtotal - Professional	110,969,288	45,619,010	7,251,998	171,321	15.30	6.29	89.81
Total	\$ 429,892,076	\$ 165,892,789					\$ 326.59

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Disabled							
Age <21 - DCS/SSI Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	392,747						
Home Health Care	14,654,018	13,625,986	5,053	154	2,900.06	2,696.61	34.69
IP - Maternity	2,182,947	535,449	690	21	3,163.69	776.01	1.36
IP - Newborn	43,086,240	18,136,588	10,269	314	4,195.76	1,766.15	46.18
IP - Medical	89,144,459	21,717,240	16,789	513	5,309.69	1,293.54	55.30
IP - Surgery	8,625,764	1,770,477	946	29	9,118.14	1,871.54	4.51
IP - Other	4,472,232	1,400,515	990	30	4,517.41	1,414.66	3.57
Subtotal - Inpatient	147,511,642	43,560,269	29,684	907	4,969.40	1,467.47	110.91
OP - Emergency Room	18,784,864	5,184,262	20,466	625	917.86	253.31	13.20
OP - Laboratory	3,711,354	1,121,483	44,627	1,364	83.16	25.13	2.86
OP - Radiology	5,272,944	1,471,835	22,882	699	230.44	64.32	3.75
OP - Surgery	25,805,835	7,234,321	6,367	195	4,053.06	1,136.22	18.42
OP - Other	43,526,238	32,217,613	56,905	1,739	764.89	566.16	82.03
Subtotal - Outpatient	97,101,235	47,229,514	151,247	4,621	642.00	312.27	120.25
Prof - Evaluation & Management	25,106,795	11,415,776	160,989	4,919	155.95	70.91	29.07
Prof - Maternity	707,795	292,768	1,255	38	563.98	233.28	0.75
Prof - Surgery	10,229,222	2,897,787	22,461	686	455.42	129.01	7.38
Prof - DME/Supplies	7,721,402	5,023,720	11,221	343	688.12	447.71	12.79
Prof - Lab	2,356,020	931,591	67,969	2,077	34.66	13.71	2.37
Prof - Radiology	4,410,027	1,202,437	88,098	2,692	50.06	13.65	3.06
Prof - Transportation	3,048,051	1,373,231	9,081	277	335.65	151.22	3.50
Prof - Other	36,700,138	14,396,622	5,944,424	181,626	6.17	2.42	36.66
Subtotal - Professional	90,279,450	37,533,933	6,305,498	192,658	14.32	5.95	95.57
Total	\$ 349,546,345	\$ 141,949,701					\$ 361.43

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Statewide
TennCare Select High

Exhibit 5d

Disabled							
Age 21+ - DCS/SSI Only							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	115,211						
Home Health Care	2,196,744	2,005,934	845	88	2,599.70	2,373.89	17.41
IP - Maternity	3,149,281	833,169	957	100	3,290.79	870.60	7.23
IP - Newborn	1,930,101	931,339	1,209	126	1,596.44	770.34	8.08
IP - Medical	22,048,214	3,750,045	4,579	477	4,815.07	818.97	32.55
IP - Surgery	4,039,859	295,640	232	24	17,413.18	1,274.31	2.57
IP - Other	2,694,587	277,652	452	47	5,961.47	614.27	2.41
Subtotal - Inpatient	33,862,042	6,087,844	7,429	774	4,558.09	819.47	52.84
OP - Emergency Room	11,505,268	2,229,940	10,306	1,073	1,116.37	216.37	19.36
OP - Laboratory	512,172	115,038	6,528	680	78.46	17.62	1.00
OP - Radiology	1,560,382	306,584	8,074	841	193.26	37.97	2.66
OP - Surgery	4,994,813	937,240	1,156	120	4,320.77	810.76	8.13
OP - Other	5,024,473	4,175,430	2,606	271	1,928.04	1,602.24	36.24
Subtotal - Outpatient	23,597,108	7,764,232	28,670	2,986	823.06	270.81	67.39
Prof - Evaluation & Management	6,751,878	2,678,232	41,480	4,320	162.77	64.57	23.25
Prof - Maternity	1,081,342	449,209	832	87	1,299.69	539.91	3.90
Prof - Surgery	2,517,054	694,340	5,055	527	497.93	137.36	6.03
Prof - DME/Supplies	1,067,822	693,361	1,668	174	640.18	415.68	6.02
Prof - Lab	1,094,208	446,504	28,054	2,922	39.00	15.92	3.88
Prof - Radiology	1,977,209	565,645	22,019	2,293	89.80	25.69	4.91
Prof - Transportation	1,274,773	481,258	4,631	482	275.27	103.92	4.18
Prof - Other	4,925,552	2,076,528	842,761	87,779	5.84	2.46	18.02
Subtotal - Professional	20,689,838	8,085,078	946,500	98,584	21.86	8.54	70.18
Total	\$ 80,345,732	\$ 23,943,088					\$ 207.82

TennCare
FY 2008 Per Capita Cost Development
Historical Encounter Data

Exhibit 5d

Statewide
TennCare Select High

Duals - TennCare Select High							
All Ages							
November 2005 through October 2006 Incurred; Paid through January 2007							
Service Category	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charge /Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Member Months	18,521						
Home Health Care	1,170,441	1,068,368	264	171	4,433.49	4,046.85	57.68
IP - Maternity	33,048	9,506	11	7	3,004.37	864.18	0.51
IP - Newborn	200,722	106,210	127	82	1,580.49	836.30	5.73
IP - Medical	721,983	209,443	360	233	2,005.51	581.78	11.31
IP - Surgery	9,734	1,448	1	1	9,733.50	1,448.12	0.08
IP - Other	-	-	-	-	-	-	-
Subtotal - Inpatient	965,487	326,607	499	323	1,934.84	654.52	17.63
OP - Emergency Room	193,095	34,037	168	109	1,149.38	202.60	1.84
OP - Laboratory	54,473	21,829	570	369	95.57	38.30	1.18
OP - Radiology	20,681	3,958	51	33	405.52	77.61	0.21
OP - Surgery	190,377	38,915	50	32	3,807.53	778.30	2.10
OP - Other	1,321,705	1,280,801	357	231	3,702.25	3,587.68	69.15
Subtotal - Outpatient	1,780,331	1,379,539	1,196	775	1,488.57	1,153.46	74.49
Prof - Evaluation & Management	176,449	79,804	1,101	713	160.26	72.48	4.31
Prof - Maternity	19,750	9,253	301	195	65.62	30.74	0.50
Prof - Surgery	56,251	16,716	89	58	632.04	187.82	0.90
Prof - DME/Supplies	9,567	6,768	26	17	367.94	260.32	0.37
Prof - Lab	47,771	16,004	958	621	49.87	16.71	0.86
Prof - Radiology	52,477	16,094	2,137	1,385	24.56	7.53	0.87
Prof - Transportation	160,413	142,195	1,928	1,249	83.20	73.75	7.68
Prof - Other	266,261	133,156	109,145	70,717	2.44	1.22	7.19
Subtotal - Professional	788,941	419,990	115,685	74,955	6.82	3.63	22.68
Total	\$ 4,705,199	\$ 3,194,504					\$ 172.48

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			150,942					147,437				146,332
Home Health Care	20	1,962	3.34	1.117	1.033	3.85	1.008	3.88	1.093	1.000	1.003	4.26
IP - Maternity	55	827	3.79	1.038	1.027	4.03	1.010	4.07	1.037	1.000	1.004	4.24
IP - Newborn	225	1,679	31.47	1.059	1.027	34.20	1.076	36.81	1.058	1.000	0.986	38.41
IP - Medical	156	908	11.78	1.087	1.027	13.14	1.030	13.54	1.075	1.000	0.995	14.49
IP - Surgery	11	1,074	1.01	1.027	1.027	1.06	1.045	1.11	1.037	1.000	0.992	1.14
IP - Other	12	872	0.87	1.025	1.027	0.91	1.032	0.942	1.037	1.000	0.996	0.97
Subtotal - Inpatient	459	1,279	48.91			53.36	1.058	56.47	1.060	1.000	0.990	59.26
OP - Emergency Room	852	166	11.79	1.105	1.014	13.21	1.001	13.22	1.106	1.000	0.999	14.61
OP - Laboratory	613	24	1.23	1.042	1.014	1.30	1.006	1.30	1.050	1.000	1.001	1.37
OP - Radiology	368	65	1.98	1.042	1.014	2.09	1.003	2.10	1.050	1.000	1.000	2.20
OP - Surgery	120	794	7.95	1.055	1.014	8.50	1.009	8.58	1.060	1.000	1.003	9.13
OP - Other	539	308	13.85	1.112	1.014	15.61	1.009	15.75	1.092	1.000	1.004	17.26
Subtotal - Outpatient	2,492	177	36.78			40.71	1.006	40.96	1.087	1.000	1.002	44.57
Prof - Evaluation & Management	5,644	70	32.82	1.040	1.007	34.39	1.010	34.75	1.034	1.000	0.999	35.89
Prof - Maternity	40	647	2.17	1.035	1.007	2.26	1.009	2.28	1.034	1.000	1.004	2.37
Prof - Surgery	375	133	4.17	1.035	1.007	4.34	1.007	4.37	1.034	1.000	0.999	4.52
Prof - DME/Supplies	98	212	1.73	1.035	1.007	1.80	1.016	1.83	1.034	1.000	1.000	1.89
Prof - Lab	4,135	12	4.16	1.035	1.007	4.34	0.995	4.32	1.034	1.000	0.999	4.46
Prof - Radiology	1,033	30	2.61	1.035	1.007	2.72	1.004	2.74	1.034	1.000	0.999	2.83
Prof - Transportation	144	124	1.49	1.035	1.007	1.55	1.005	1.56	1.034	1.000	0.998	1.61
Prof - Other	17,832	9	13.99	1.035	1.007	14.58	1.007	14.68	1.034	1.000	1.000	15.18
Subtotal - Professional	29,302	26	63.14			65.99	1.008	66.53	1.034	1.000	0.999	68.75
Total			\$ 152.18			\$ 163.92	1.024	\$ 167.84	1.057	1.000	0.997	\$ 176.84
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 165.86			\$ 178.65		\$ 182.94				\$ 192.74

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			3,749					4,050				3,937
Home Health Care	70	838	4.92	1.117	1.033	5.67	1.000	5.67	1.093	1.000	1.000	6.20
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	5,396	1,994	896.68	1.059	1.027	974.64	1.000	974.64	1.058	1.000	1.000	1,031.57
IP - Medical	1,629	979	132.94	1.087	1.027	148.28	1.000	148.28	1.075	1.000	1.000	159.44
IP - Surgery	144	1,419	17.03	1.027	1.027	17.95	1.000	17.95	1.037	1.000	1.000	18.62
IP - Other	115	908	8.72	1.025	1.027	9.17	1.000	9.174	1.037	1.000	1.000	9.52
Subtotal - Inpatient	7,284	1,739	1,055.37			1,150.05	1.000	1,150.05	1.037	1.000	1.000	1,219.14
OP - Emergency Room	1,303	163	17.71	1.105	1.014	19.85	1.000	19.85	1.106	1.000	1.000	21.96
OP - Laboratory	1,104	32	2.92	1.042	1.014	3.09	1.000	3.09	1.050	1.000	1.000	3.24
OP - Radiology	730	64	3.90	1.042	1.014	4.12	1.000	4.12	1.050	1.000	1.000	4.33
OP - Surgery	202	1,073	18.02	1.055	1.014	19.29	1.000	19.29	1.060	1.000	1.000	20.45
OP - Other	887	351	25.94	1.112	1.014	29.24	1.000	29.24	1.092	1.000	1.000	31.93
Subtotal - Outpatient	4,225	195	68.49			75.59	1.000	75.59	1.092	1.000	1.000	81.92
Prof - Evaluation & Management	19,584	91	147.71	1.040	1.007	154.79	1.000	154.79	1.034	1.000	1.000	160.09
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	819	210	14.34	1.035	1.007	14.95	1.000	14.95	1.034	1.000	1.000	15.46
Prof - DME/Supplies	637	195	10.36	1.035	1.007	10.80	1.000	10.80	1.034	1.000	1.000	11.17
Prof - Lab	1,491	17	2.12	1.035	1.007	2.21	1.000	2.21	1.034	1.000	1.000	2.29
Prof - Radiology	2,913	22	5.30	1.035	1.007	5.52	1.000	5.52	1.034	1.000	1.000	5.71
Prof - Transportation	259	245	5.29	1.035	1.007	5.51	1.000	5.51	1.034	1.000	1.000	5.70
Prof - Other	32,630	16	44.83	1.035	1.007	46.73	1.000	46.73	1.034	1.000	1.000	48.32
Subtotal - Professional	58,334	47	229.97			240.52	1.000	240.52	1.034	1.000	1.000	248.75
Total			\$ 1,358.75			\$ 1,471.82	1.000	\$ 1,471.82	1.040	1.000	1.000	\$ 1,556.00
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 1,480.92			\$ 1,604.17		\$ 1,604.17				\$ 1,695.91

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			77,112					76,128				76,139
Home Health Care	30	1,974	4.97	1.117	1.033	5.73	1.000	5.73	1.093	1.000	1.000	6.26
IP - Maternity	0	564	0.01	1.038	1.027	0.02	1.000	0.02	1.037	1.000	1.000	0.02
IP - Newborn	60	1,613	8.10	1.059	1.027	8.80	1.000	8.80	1.058	1.000	1.000	9.31
IP - Medical	126	895	9.41	1.087	1.027	10.50	1.000	10.50	1.075	1.000	1.000	11.29
IP - Surgery	7	1,294	0.77	1.027	1.027	0.81	1.000	0.81	1.037	1.000	1.000	0.84
IP - Other	12	939	0.94	1.025	1.027	0.99	1.000	0.986	1.037	1.000	1.000	1.02
Subtotal - Inpatient	206	1,121	19.23			21.11	1.000	21.11	1.037	1.000	1.000	22.49
OP - Emergency Room	685	141	8.04	1.105	1.014	9.01	1.000	9.01	1.106	1.000	1.000	9.97
OP - Laboratory	603	25	1.24	1.042	1.014	1.31	1.000	1.31	1.050	1.000	1.000	1.38
OP - Radiology	255	83	1.76	1.042	1.014	1.86	1.000	1.86	1.050	1.000	1.000	1.95
OP - Surgery	132	884	9.70	1.055	1.014	10.38	1.000	10.38	1.060	1.000	1.000	11.01
OP - Other	871	285	20.69	1.112	1.014	23.33	1.000	23.33	1.092	1.000	1.000	25.47
Subtotal - Outpatient	2,546	195	41.43			45.89	1.000	45.89	1.092	1.000	1.000	49.78
Prof - Evaluation & Management	5,458	65	29.65	1.040	1.007	31.07	1.000	31.07	1.034	1.000	1.000	32.13
Prof - Maternity	0	90	0.00	1.035	1.007	0.00	1.000	0.00	1.034	1.000	1.000	0.00
Prof - Surgery	328	133	3.62	1.035	1.007	3.77	1.000	3.77	1.034	1.000	1.000	3.90
Prof - DME/Supplies	111	234	2.17	1.035	1.007	2.26	1.000	2.26	1.034	1.000	1.000	2.34
Prof - Lab	2,637	10	2.14	1.035	1.007	2.23	1.000	2.23	1.034	1.000	1.000	2.31
Prof - Radiology	636	20	1.07	1.035	1.007	1.12	1.000	1.12	1.034	1.000	1.000	1.16
Prof - Transportation	95	105	0.84	1.035	1.007	0.87	1.000	0.87	1.034	1.000	1.000	0.90
Prof - Other	21,740	8	13.97	1.035	1.007	14.56	1.000	14.56	1.034	1.000	1.000	15.05
Subtotal - Professional	31,006	21	53.46			55.88	1.000	55.88	1.034	1.000	1.000	57.80
Total			\$ 119.09			\$ 128.62	1.000	\$ 128.62	1.058	1.000	1.000	\$ 136.33
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 129.80			\$ 140.18		\$ 140.18				\$ 148.58

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			30,302					28,883				28,489
Home Health Care	5	424	0.17	1.117	1.033	0.19	1.000	0.19	1.093	1.000	1.000	0.21
IP - Maternity	193	794	12.76	1.038	1.027	13.59	1.000	13.59	1.037	1.000	1.000	14.10
IP - Newborn	193	1,230	19.81	1.059	1.027	21.53	1.000	21.53	1.058	1.000	1.000	22.78
IP - Medical	128	875	9.33	1.087	1.027	10.40	1.000	10.40	1.075	1.000	1.000	11.19
IP - Surgery	1	390	0.04	1.027	1.027	0.04	1.000	0.04	1.037	1.000	1.000	0.04
IP - Other	3	876	0.20	1.025	1.027	0.21	1.000	0.213	1.037	1.000	1.000	0.22
Subtotal - Inpatient	518	976	42.13			45.77	1.000	45.77	1.037	1.000	1.000	48.33
OP - Emergency Room	1,185	193	19.06	1.105	1.014	21.37	1.000	21.37	1.106	1.000	1.000	23.64
OP - Laboratory	885	24	1.76	1.042	1.014	1.86	1.000	1.86	1.050	1.000	1.000	1.95
OP - Radiology	608	47	2.37	1.042	1.014	2.51	1.000	2.51	1.050	1.000	1.000	2.63
OP - Surgery	129	576	6.18	1.055	1.014	6.61	1.000	6.61	1.060	1.000	1.000	7.01
OP - Other	200	650	10.81	1.112	1.014	12.19	1.000	12.19	1.092	1.000	1.000	13.31
Subtotal - Outpatient	3,006	160	40.18			44.53	1.000	44.53	1.092	1.000	1.000	48.54
Prof - Evaluation & Management	6,444	70	37.62	1.040	1.007	39.42	1.000	39.42	1.034	1.000	1.000	40.77
Prof - Maternity	133	671	7.46	1.035	1.007	7.78	1.000	7.78	1.034	1.000	1.000	8.04
Prof - Surgery	405	127	4.27	1.035	1.007	4.45	1.000	4.45	1.034	1.000	1.000	4.60
Prof - DME/Supplies	51	174	0.74	1.035	1.007	0.77	1.000	0.77	1.034	1.000	1.000	0.79
Prof - Lab	9,036	14	10.75	1.035	1.007	11.20	1.000	11.20	1.034	1.000	1.000	11.58
Prof - Radiology	1,501	43	5.36	1.035	1.007	5.59	1.000	5.59	1.034	1.000	1.000	5.78
Prof - Transportation	252	114	2.40	1.035	1.007	2.50	1.000	2.50	1.034	1.000	1.000	2.58
Prof - Other	14,765	12	14.92	1.035	1.007	15.55	1.000	15.55	1.034	1.000	1.000	16.08
Subtotal - Professional	32,587	31	83.51			87.25	1.000	87.25	1.034	1.000	1.000	90.23
Total			\$ 165.98			\$ 177.74	1.000	\$ 177.74	1.050	1.000	1.000	\$ 187.31
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 180.91			\$ 193.73		\$ 193.73				\$ 204.16

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			36,591					35,032				34,396
Home Health Care	10	3,378	2.68	1.117	1.033	3.09	1.000	3.09	1.093	1.000	1.000	3.38
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	77	926	5.97	1.087	1.027	6.66	1.000	6.66	1.075	1.000	1.000	7.16
IP - Surgery	16	581	0.76	1.027	1.027	0.80	1.000	0.80	1.037	1.000	1.000	0.83
IP - Other	7	612	0.33	1.025	1.027	0.35	1.000	0.352	1.037	1.000	1.000	0.37
Subtotal - Inpatient	100	851	7.07			7.82	1.000	7.82	1.037	1.000	1.000	8.36
OP - Emergency Room	720	180	10.81	1.105	1.014	12.12	1.000	12.12	1.106	1.000	1.000	13.41
OP - Laboratory	266	22	0.49	1.042	1.014	0.52	1.000	0.52	1.050	1.000	1.000	0.55
OP - Radiology	353	59	1.74	1.042	1.014	1.84	1.000	1.84	1.050	1.000	1.000	1.93
OP - Surgery	56	812	3.82	1.055	1.014	4.09	1.000	4.09	1.060	1.000	1.000	4.33
OP - Other	101	203	1.71	1.112	1.014	1.92	1.000	1.92	1.092	1.000	1.000	2.10
Subtotal - Outpatient	1,496	149	18.57			20.49	1.000	20.49	1.092	1.000	1.000	22.32
Prof - Evaluation & Management	3,684	73	22.26	1.040	1.007	23.33	1.000	23.33	1.034	1.000	1.000	24.13
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	352	126	3.70	1.035	1.007	3.86	1.000	3.86	1.034	1.000	1.000	3.99
Prof - DME/Supplies	56	178	0.83	1.035	1.007	0.86	1.000	0.86	1.034	1.000	1.000	0.89
Prof - Lab	2,927	9	2.23	1.035	1.007	2.32	1.000	2.32	1.034	1.000	1.000	2.40
Prof - Radiology	1,058	24	2.11	1.035	1.007	2.20	1.000	2.20	1.034	1.000	1.000	2.27
Prof - Transportation	112	151	1.40	1.035	1.007	1.46	1.000	1.46	1.034	1.000	1.000	1.51
Prof - Other	11,318	10	9.85	1.035	1.007	10.26	1.000	10.26	1.034	1.000	1.000	10.61
Subtotal - Professional	19,506	26	42.38			44.29	1.000	44.29	1.034	1.000	1.000	45.81
Total			\$ 70.69			\$ 75.69	1.000	\$ 75.69	1.053	1.000	1.000	\$ 79.86
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 77.05			\$ 82.49		\$ 82.49				\$ 87.05

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			2,931					3,095				3,144
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	827	911	62.82	1.038	1.027	66.91	1.000	66.91	1.037	1.000	1.000	69.41
IP - Newborn	1,093	611	55.62	1.059	1.027	60.46	1.000	60.46	1.058	1.000	1.000	63.99
IP - Medical	307	642	16.42	1.087	1.027	18.32	1.000	18.32	1.075	1.000	1.000	19.70
IP - Surgery	-	-	-	1.027	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Other	12	1,054	1.08	1.025	1.027	1.13	1.000	1.135	1.037	1.000	1.000	1.18
Subtotal - Inpatient	2,240	728	135.94			146.82	1.000	146.82	1.037	1.000	1.000	154.27
OP - Emergency Room	2,829	165	38.98	1.105	1.014	43.70	1.000	43.70	1.106	1.000	1.000	48.34
OP - Laboratory	1,830	16	2.42	1.042	1.014	2.55	1.000	2.55	1.050	1.000	1.000	2.68
OP - Radiology	598	86	4.27	1.042	1.014	4.52	1.000	4.52	1.050	1.000	1.000	4.74
OP - Surgery	426	536	19.03	1.055	1.014	20.36	1.000	20.36	1.060	1.000	1.000	21.59
OP - Other	397	75	2.49	1.112	1.014	2.81	1.000	2.81	1.092	1.000	1.000	3.07
Subtotal - Outpatient	6,081	133	67.19			73.94	1.000	73.94	1.092	1.000	1.000	80.43
Prof - Evaluation & Management	9,057	70	52.49	1.040	1.007	55.00	1.000	55.00	1.034	1.000	1.000	56.89
Prof - Maternity	692	602	34.73	1.035	1.007	36.20	1.000	36.20	1.034	1.000	1.000	37.44
Prof - Surgery	1,052	113	9.92	1.035	1.007	10.34	1.000	10.34	1.034	1.000	1.000	10.69
Prof - DME/Supplies	53	110	0.49	1.035	1.007	0.51	1.000	0.51	1.034	1.000	1.000	0.53
Prof - Lab	11,522	17	16.07	1.035	1.007	16.75	1.000	16.75	1.034	1.000	1.000	17.32
Prof - Radiology	3,845	55	17.68	1.035	1.007	18.43	1.000	18.43	1.034	1.000	1.000	19.06
Prof - Transportation	586	112	5.45	1.035	1.007	5.68	1.000	5.68	1.034	1.000	1.000	5.87
Prof - Other	9,635	22	17.79	1.035	1.007	18.54	1.000	18.54	1.034	1.000	1.000	19.18
Subtotal - Professional	36,442	51	154.62			161.45	1.000	161.45	1.034	1.000	1.000	166.97
Total			\$ 357.75			\$ 382.20	1.000	\$ 382.20	1.047	1.000	1.000	\$ 401.67
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 389.92			\$ 416.57		\$ 416.57				\$ 437.78

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medicaid (TANF & Related)												
Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			216					217				203
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	333	851	23.63	1.087	1.027	26.36	1.000	26.36	1.075	1.000	1.000	28.34
IP - Surgery	-	-	-	1.027	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Other	389	619	20.05	1.025	1.027	21.10	1.000	21.099	1.037	1.000	1.000	21.89
Subtotal - Inpatient	722	726	43.68			47.46	1.000	47.46	1.037	1.000	1.000	50.23
OP - Emergency Room	1,388	200	23.14	1.105	1.014	25.94	1.000	25.94	1.106	1.000	1.000	28.69
OP - Laboratory	-	-	-	1.042	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	167	88	1.23	1.042	1.014	1.30	1.000	1.30	1.050	1.000	1.000	1.36
OP - Surgery	-	-	-	1.055	1.014	-	1.000	-	1.060	1.000	1.000	-
OP - Other	56	19	0.09	1.112	1.014	0.10	1.000	0.10	1.092	1.000	1.000	0.11
Subtotal - Outpatient	1,611	182	24.45			27.33	1.000	27.33	1.092	1.000	1.000	30.16
Prof - Evaluation & Management	3,610	72	21.66	1.040	1.007	22.69	1.000	22.69	1.034	1.000	1.000	23.47
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	333	199	5.52	1.035	1.007	5.76	1.000	5.76	1.034	1.000	1.000	5.95
Prof - DME/Supplies	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Lab	2,166	18	3.31	1.035	1.007	3.45	1.000	3.45	1.034	1.000	1.000	3.57
Prof - Radiology	2,111	18	3.20	1.035	1.007	3.34	1.000	3.34	1.034	1.000	1.000	3.45
Prof - Transportation	111	178	1.64	1.035	1.007	1.71	1.000	1.71	1.034	1.000	1.000	1.77
Prof - Other	13,996	4	5.16	1.035	1.007	5.38	1.000	5.38	1.034	1.000	1.000	5.56
Subtotal - Professional	22,327	22	40.50			42.33	1.000	42.33	1.034	1.000	1.000	43.78
Total			\$ 108.63			\$ 117.12	1.000	\$ 117.12	1.049	1.000	1.000	\$ 124.17
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 118.40			\$ 127.65		\$ 127.65				\$ 135.34

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			5,060					4,513				4,458
Home Health Care	5	381	0.15	1.171	1.033	0.18	1.059	0.19	1.136	1.000	0.983	0.22
IP - Maternity	62	959	4.93	1.054	1.027	5.33	0.984	5.24	1.060	1.000	0.953	5.30
IP - Newborn	76	562	3.56	1.054	1.027	3.85	0.953	3.67	1.060	1.000	0.940	3.65
IP - Medical	83	925	6.40	1.079	1.027	7.08	1.112	7.88	1.075	1.000	1.005	8.50
IP - Surgery	26	19,207	41.75	1.054	1.027	45.19	0.914	41.31	1.060	1.000	0.923	40.43
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	247	2,755	56.63			61.46	0.945	58.10	1.062	1.000	0.938	57.88
OP - Emergency Room	1,655	169	23.37	1.083	1.014	25.66	0.998	25.60	1.100	1.000	0.987	27.78
OP - Laboratory	873	11	0.83	1.039	1.014	0.87	0.902	0.79	1.050	1.000	0.938	0.77
OP - Radiology	273	82	1.87	1.039	1.014	1.97	1.056	2.08	1.050	1.000	0.990	2.16
OP - Surgery	128	589	6.28	1.048	1.014	6.68	1.009	6.74	1.050	1.000	0.993	7.03
OP - Other	102	111	0.95	1.095	1.014	1.05	0.962	1.01	1.100	1.000	0.976	1.08
Subtotal - Outpatient	3,031	132	33.29			36.22	1.000	36.21	1.087	1.000	0.987	38.83
Prof - Evaluation & Management	4,636	64	24.86	1.054	1.007	26.39	0.987	26.04	1.070	1.000	0.984	27.42
Prof - Maternity	62	575	2.96	1.054	1.007	3.14	0.981	3.08	1.070	1.000	0.952	3.14
Prof - Surgery	424	194	6.86	1.054	1.007	7.29	1.023	7.45	1.070	1.000	0.985	7.85
Prof - DME/Supplies	43	229	0.81	1.054	1.007	0.86	0.944	0.82	1.070	1.000	1.023	0.89
Prof - Lab	4,428	14	5.12	1.054	1.007	5.44	0.990	5.39	1.070	1.000	0.968	5.58
Prof - Radiology	1,828	33	5.07	1.054	1.007	5.39	0.997	5.37	1.070	1.000	0.976	5.61
Prof - Transportation	197	113	1.85	1.113	1.007	2.08	1.009	2.10	1.081	1.000	0.988	2.24
Prof - Other	9,168	12	9.47	1.090	1.007	10.39	0.967	10.05	1.081	1.000	0.973	10.57
Subtotal - Professional	20,786	33	57.01			60.97	0.989	60.29	1.072	1.000	0.979	63.30
Total			\$ 147.08			\$ 158.83	0.975	\$ 154.80	1.072	1.000	0.966	\$ 160.22
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 160.31			\$ 173.12		\$ 168.72				\$ 174.63

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			4					11				12
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	-	-	-	1.079	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.060	1.000	1.000	-
OP - Emergency Room	-	-	-	1.083	1.014	-	1.000	-	1.100	1.000	1.000	-
OP - Laboratory	-	-	-	1.039	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	3,000	240	60.08	1.039	1.014	63.33	1.000	63.33	1.050	1.000	1.000	66.50
OP - Surgery	-	-	-	1.048	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Other	-	-	-	1.095	1.014	-	1.000	-	1.100	1.000	1.000	-
Subtotal - Outpatient	3,000	240	60.08			63.33	1.000	63.33	1.100	1.000	1.000	66.50
Prof - Evaluation & Management	9,000	58	43.67	1.054	1.007	46.36	1.000	46.36	1.070	1.000	1.000	49.60
Prof - Maternity	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	3,000	37	9.26	1.054	1.007	9.83	1.000	9.83	1.070	1.000	1.000	10.51
Prof - DME/Supplies	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Lab	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Radiology	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Transportation	-	-	-	1.113	1.007	-	1.000	-	1.081	1.000	1.000	-
Prof - Other	6,000	26	12.86	1.090	1.007	14.12	1.000	14.12	1.081	1.000	1.000	15.26
Subtotal - Professional	18,000	44	65.79			70.30	1.000	70.30	1.081	1.000	1.000	75.38
Total			\$ 125.87			\$ 133.63	1.000	\$ 133.63	1.090	1.000	1.000	\$ 141.87
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 137.19			\$ 145.65		\$ 145.65				\$ 154.63

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			209					80				83
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	-	-	-	1.079	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.060	1.000	1.000	-
OP - Emergency Room	403	132	4.44	1.083	1.014	4.88	1.000	4.88	1.100	1.000	1.000	5.37
OP - Laboratory	1,323	10	1.14	1.039	1.014	1.20	1.000	1.20	1.050	1.000	1.000	1.26
OP - Radiology	173	13	0.18	1.039	1.014	0.19	1.000	0.19	1.050	1.000	1.000	0.20
OP - Surgery	-	-	-	1.048	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Other	115	81	0.77	1.095	1.014	0.86	1.000	0.86	1.100	1.000	1.000	0.94
Subtotal - Outpatient	2,014	39	6.54			7.13	1.000	7.13	1.100	1.000	1.000	7.77
Prof - Evaluation & Management	3,567	56	16.54	1.054	1.007	17.56	1.000	17.56	1.070	1.000	1.000	18.79
Prof - Maternity	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	58	71	0.34	1.054	1.007	0.36	1.000	0.36	1.070	1.000	1.000	0.38
Prof - DME/Supplies	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Lab	1,208	8	0.84	1.054	1.007	0.89	1.000	0.89	1.070	1.000	1.000	0.96
Prof - Radiology	230	46	0.89	1.054	1.007	0.94	1.000	0.94	1.070	1.000	1.000	1.01
Prof - Transportation	-	-	-	1.113	1.007	-	1.000	-	1.081	1.000	1.000	-
Prof - Other	3,394	19	5.36	1.090	1.007	5.89	1.000	5.89	1.081	1.000	1.000	6.37
Subtotal - Professional	8,457	34	23.97			25.64	1.000	25.64	1.081	1.000	1.000	27.50
Total			\$ 30.51			\$ 32.77	1.000	\$ 32.77	1.085	1.000	1.000	\$ 35.28
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 33.26			\$ 35.72		\$ 35.72				\$ 38.45

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
Age 14 - 20 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			998					815				742
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	120	1,310	13.12	1.054	1.027	14.20	1.000	14.20	1.060	1.000	1.000	15.05
IP - Newborn	204	778	13.24	1.054	1.027	14.33	1.000	14.33	1.060	1.000	1.000	15.19
IP - Medical	12	2,197	2.20	1.079	1.027	2.44	1.000	2.44	1.075	1.000	1.000	2.62
IP - Surgery	108	23,086	208.09	1.054	1.027	225.23	1.000	225.23	1.060	1.000	1.000	238.75
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	445	6,386	236.64			256.19	1.000	256.19	1.060	1.000	1.000	271.60
OP - Emergency Room	2,187	188	34.28	1.083	1.014	37.63	1.000	37.63	1.100	1.000	1.000	41.39
OP - Laboratory	1,995	20	3.30	1.039	1.014	3.48	1.000	3.48	1.050	1.000	1.000	3.65
OP - Radiology	529	60	2.62	1.039	1.014	2.76	1.000	2.76	1.050	1.000	1.000	2.90
OP - Surgery	156	410	5.34	1.048	1.014	5.67	1.000	5.67	1.050	1.000	1.000	5.96
OP - Other	144	138	1.66	1.095	1.014	1.84	1.000	1.84	1.100	1.000	1.000	2.03
Subtotal - Outpatient	5,012	113	47.20			51.40	1.000	51.40	1.100	1.000	1.000	55.93
Prof - Evaluation & Management	7,295	65	39.48	1.054	1.007	41.91	1.000	41.91	1.070	1.000	1.000	44.84
Prof - Maternity	168	578	8.11	1.054	1.007	8.61	1.000	8.61	1.070	1.000	1.000	9.21
Prof - Surgery	409	395	13.45	1.054	1.007	14.28	1.000	14.28	1.070	1.000	1.000	15.28
Prof - DME/Supplies	24	60	0.12	1.054	1.007	0.13	1.000	0.13	1.070	1.000	1.000	0.14
Prof - Lab	7,728	16	10.06	1.054	1.007	10.68	1.000	10.68	1.070	1.000	1.000	11.43
Prof - Radiology	2,896	39	9.51	1.054	1.007	10.09	1.000	10.09	1.070	1.000	1.000	10.80
Prof - Transportation	216	141	2.55	1.113	1.007	2.86	1.000	2.86	1.081	1.000	1.000	3.09
Prof - Other	9,699	28	22.80	1.090	1.007	25.04	1.000	25.04	1.081	1.000	1.000	27.06
Subtotal - Professional	28,436	45	106.09			113.59	1.000	113.59	1.081	1.000	1.000	121.85
Total			\$ 389.93			\$ 421.18	1.000	\$ 421.18	1.071	1.000	1.000	\$ 449.39
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 424.99			\$ 459.06		\$ 459.06				\$ 489.79

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
Age 14 - 20 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			1,118					858				870
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	-	-	-	1.079	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	21	1,753	3.13	1.054	1.027	3.39	1.000	3.39	1.060	1.000	1.000	3.60
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	21	1,753	3.13			3.39	1.000	3.39	1.060	1.000	1.000	3.60
OP - Emergency Room	1,470	175	21.42	1.083	1.014	23.51	1.000	23.51	1.100	1.000	1.000	25.86
OP - Laboratory	1,621	1	0.16	1.039	1.014	0.17	1.000	0.17	1.050	1.000	1.000	0.17
OP - Radiology	290	43	1.03	1.039	1.014	1.09	1.000	1.09	1.050	1.000	1.000	1.14
OP - Surgery	86	999	7.15	1.048	1.014	7.60	1.000	7.60	1.050	1.000	1.000	7.98
OP - Other	54	182	0.81	1.095	1.014	0.90	1.000	0.90	1.100	1.000	1.000	0.99
Subtotal - Outpatient	3,520	104	30.57			33.27	1.000	33.27	1.100	1.000	1.000	36.15
Prof - Evaluation & Management	3,595	65	19.61	1.054	1.007	20.82	1.000	20.82	1.070	1.000	1.000	22.27
Prof - Maternity	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	354	119	3.53	1.054	1.007	3.74	1.000	3.74	1.070	1.000	1.000	4.00
Prof - DME/Supplies	54	582	2.60	1.054	1.007	2.76	1.000	2.76	1.070	1.000	1.000	2.96
Prof - Lab	1,384	17	1.92	1.054	1.007	2.03	1.000	2.03	1.070	1.000	1.000	2.18
Prof - Radiology	1,621	20	2.67	1.054	1.007	2.84	1.000	2.84	1.070	1.000	1.000	3.04
Prof - Transportation	193	104	1.67	1.113	1.007	1.88	1.000	1.88	1.081	1.000	1.000	2.03
Prof - Other	5,913	14	6.77	1.090	1.007	7.43	1.000	7.43	1.081	1.000	1.000	8.03
Subtotal - Professional	13,115	35	38.77			41.50	1.000	41.50	1.081	1.000	1.000	44.51
Total			\$ 72.47			\$ 78.16	1.000	\$ 78.16	1.088	1.000	1.000	\$ 84.25
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 78.99			\$ 85.19		\$ 85.19				\$ 91.83

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy Age 21 - 44 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			1,062					1,003				974
Home Health Care	23	381	0.72	1.171	1.033	0.87	1.000	0.87	1.136	1.000	1.000	0.99
IP - Maternity	181	739	11.14	1.054	1.027	12.06	1.000	12.06	1.060	1.000	1.000	12.78
IP - Newborn	170	318	4.50	1.054	1.027	4.87	1.000	4.87	1.060	1.000	1.000	5.16
IP - Medical	181	795	11.98	1.079	1.027	13.26	1.000	13.26	1.075	1.000	1.000	14.25
IP - Surgery	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	531	624	27.62			30.19	1.000	30.19	1.060	1.000	1.000	32.19
OP - Emergency Room	2,125	177	31.33	1.083	1.014	34.40	1.000	34.40	1.100	1.000	1.000	37.83
OP - Laboratory	317	17	0.45	1.039	1.014	0.47	1.000	0.47	1.050	1.000	1.000	0.50
OP - Radiology	260	183	3.96	1.039	1.014	4.18	1.000	4.18	1.050	1.000	1.000	4.39
OP - Surgery	226	591	11.14	1.048	1.014	11.84	1.000	11.84	1.050	1.000	1.000	12.43
OP - Other	203	89	1.50	1.095	1.014	1.67	1.000	1.67	1.100	1.000	1.000	1.84
Subtotal - Outpatient	3,131	185	48.39			52.56	1.000	52.56	1.100	1.000	1.000	56.99
Prof - Evaluation & Management	6,455	65	34.75	1.054	1.007	36.89	1.000	36.89	1.070	1.000	1.000	39.47
Prof - Maternity	136	572	6.47	1.054	1.007	6.86	1.000	6.86	1.070	1.000	1.000	7.34
Prof - Surgery	486	110	4.45	1.054	1.007	4.73	1.000	4.73	1.070	1.000	1.000	5.06
Prof - DME/Supplies	11	39	0.04	1.054	1.007	0.04	1.000	0.04	1.070	1.000	1.000	0.04
Prof - Lab	11,033	12	11.27	1.054	1.007	11.96	1.000	11.96	1.070	1.000	1.000	12.80
Prof - Radiology	2,317	43	8.35	1.054	1.007	8.86	1.000	8.86	1.070	1.000	1.000	9.48
Prof - Transportation	271	111	2.51	1.113	1.007	2.81	1.000	2.81	1.081	1.000	1.000	3.04
Prof - Other	5,166	18	7.60	1.090	1.007	8.34	1.000	8.34	1.081	1.000	1.000	9.01
Subtotal - Professional	25,875	35	75.43			80.50	1.000	80.50	1.081	1.000	1.000	86.25
Total			\$ 152.15			\$ 164.11	1.000	\$ 164.11	1.083	1.000	1.000	\$ 176.42
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 165.83			\$ 178.87		\$ 178.87				\$ 192.28

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
Age 21 - 44 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			1,650					1,729				1,754
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	131	970	10.58	1.079	1.027	11.72	1.000	11.72	1.075	1.000	1.000	12.59
IP - Surgery	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	131	970	10.58			11.72	1.000	11.72	1.060	1.000	1.000	12.59
OP - Emergency Room	1,323	141	15.51	1.083	1.014	17.03	1.000	17.03	1.100	1.000	1.000	18.74
OP - Laboratory	-	-	-	1.039	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	124	70	0.72	1.039	1.014	0.76	1.000	0.76	1.050	1.000	1.000	0.80
OP - Surgery	95	510	4.02	1.048	1.014	4.27	1.000	4.27	1.050	1.000	1.000	4.49
OP - Other	44	77	0.28	1.095	1.014	0.31	1.000	0.31	1.100	1.000	1.000	0.34
Subtotal - Outpatient	1,585	155	20.53			22.38	1.000	22.38	1.100	1.000	1.000	24.36
Prof - Evaluation & Management	2,705	63	14.30	1.054	1.007	15.18	1.000	15.18	1.070	1.000	1.000	16.25
Prof - Maternity	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	487	187	7.59	1.054	1.007	8.05	1.000	8.05	1.070	1.000	1.000	8.62
Prof - DME/Supplies	73	105	0.64	1.054	1.007	0.68	1.000	0.68	1.070	1.000	1.000	0.72
Prof - Lab	698	16	0.96	1.054	1.007	1.01	1.000	1.01	1.070	1.000	1.000	1.09
Prof - Radiology	1,207	24	2.46	1.054	1.007	2.61	1.000	2.61	1.070	1.000	1.000	2.79
Prof - Transportation	167	100	1.39	1.113	1.007	1.56	1.000	1.56	1.081	1.000	1.000	1.69
Prof - Other	14,324	4	4.97	1.090	1.007	5.45	1.000	5.45	1.081	1.000	1.000	5.90
Subtotal - Professional	19,661	20	32.30			34.55	1.000	34.55	1.081	1.000	1.000	37.05
Total			\$ 63.42			\$ 68.65	1.000	\$ 68.65	1.084	1.000	1.000	\$ 74.00
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 69.12			\$ 74.82		\$ 74.82				\$ 80.65

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
Age 45 - 64												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			16					18				24
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	-	-	-	1.079	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.060	1.000	1.000	-
OP - Emergency Room	1,500	141	17.57	1.083	1.014	19.29	1.000	19.29	1.100	1.000	1.000	21.22
OP - Laboratory	-	-	-	1.039	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	-	-	-	1.039	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Surgery	-	-	-	1.048	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Other	-	-	-	1.095	1.014	-	1.000	-	1.100	1.000	1.000	-
Subtotal - Outpatient	1,500	141	17.57			19.29	1.000	19.29	1.100	1.000	1.000	21.22
Prof - Evaluation & Management	3,750	64	19.98	1.054	1.007	21.20	1.000	21.20	1.070	1.000	1.000	22.69
Prof - Maternity	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - DME/Supplies	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Lab	1,500	12	1.51	1.054	1.007	1.60	1.000	1.60	1.070	1.000	1.000	1.71
Prof - Radiology	3,000	22	5.44	1.054	1.007	5.78	1.000	5.78	1.070	1.000	1.000	6.18
Prof - Transportation	-	-	-	1.113	1.007	-	1.000	-	1.081	1.000	1.000	-
Prof - Other	15,000	6	7.90	1.090	1.007	8.67	1.000	8.67	1.081	1.000	1.000	9.38
Subtotal - Professional	23,250	18	34.83			37.26	1.000	37.26	1.081	1.000	1.000	39.96
Total			\$ 52.40			\$ 56.55	1.000	\$ 56.55	1.087	1.000	1.000	\$ 61.18
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 57.11			\$ 61.64		\$ 61.64				\$ 66.68

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Medically Needy												
Age 65+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			3					-				-
Home Health Care	-	-	-	1.171	1.033	-	1.000	-	1.136	1.000	1.000	-
IP - Maternity	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Newborn	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Medical	-	-	-	1.079	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.060	1.000	1.000	-
OP - Emergency Room	-	-	-	1.083	1.014	-	1.000	-	1.100	1.000	1.000	-
OP - Laboratory	-	-	-	1.039	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	-	-	-	1.039	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Surgery	-	-	-	1.048	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Other	-	-	-	1.095	1.014	-	1.000	-	1.100	1.000	1.000	-
Subtotal - Outpatient	-	-	-			-	1.000	-	1.100	1.000	1.000	-
Prof - Evaluation & Management	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Maternity	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Surgery	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - DME/Supplies	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Lab	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Radiology	-	-	-	1.054	1.007	-	1.000	-	1.070	1.000	1.000	-
Prof - Transportation	-	-	-	1.113	1.007	-	1.000	-	1.081	1.000	1.000	-
Prof - Other	-	-	-	1.090	1.007	-	1.000	-	1.081	1.000	1.000	-
Subtotal - Professional	-	-	-			-	1.000	-	1.081	1.000	1.000	-
Total			\$ -			\$ -	1.000	\$ -	1.000	1.000	1.000	\$ -
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ -			\$ -		\$ -				\$ -

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Uninsured/Uninsurable All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			912					829				760
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	79	2,256	14.84	1.087	1.027	16.55	0.230	3.81	1.075	1.000	0.447	1.83
IP - Surgery	39	1,949	6.41	1.027	1.027	6.75	-	-	1.037	1.000	1.000	-
IP - Other	-	-	-	1.025	1.027	-	1.000	-	1.037	1.000	1.000	-
Subtotal - Inpatient	118	2,154	21.25			23.30	0.163	3.81	1.075	1.000	0.447	1.83
OP - Emergency Room	737	119	7.33	1.105	1.014	8.21	0.736	6.04	1.106	1.000	0.966	6.46
OP - Laboratory	158	13	0.17	1.042	1.014	0.18	1.189	0.22	1.050	1.000	1.108	0.25
OP - Radiology	250	87	1.82	1.042	1.014	1.92	0.835	1.60	1.050	1.000	0.825	1.39
OP - Surgery	13	253	0.28	1.055	1.014	0.30	1.334	0.40	1.060	1.000	0.850	0.36
OP - Other	79	59	0.38	1.112	1.014	0.43	0.887	0.38	1.092	1.000	1.122	0.47
Subtotal - Outpatient	1,236	97	9.98			11.04	0.782	8.64	1.092	1.000	0.946	8.93
Prof - Evaluation & Management	3,012	59	14.70	1.040	1.007	15.40	1.054	16.24	1.034	1.000	0.989	16.61
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	250	168	3.50	1.035	1.007	3.64	0.265	0.96	1.034	1.000	0.887	0.88
Prof - DME/Supplies	26	115	0.25	1.035	1.007	0.26	-	-	1.034	1.000	1.000	-
Prof - Lab	2,486	15	3.14	1.035	1.007	3.27	1.121	3.67	1.034	1.000	0.909	3.45
Prof - Radiology	868	19	1.38	1.035	1.007	1.44	0.844	1.22	1.034	1.000	0.895	1.13
Prof - Transportation	53	156	0.68	1.035	1.007	0.71	0.784	0.56	1.034	1.000	0.823	0.48
Prof - Other	3,525	20	5.91	1.035	1.007	6.16	1.187	7.31	1.034	1.000	0.959	7.25
Subtotal - Professional	10,220	35	29.56			30.89	0.970	29.96	1.034	1.000	0.962	29.80
Total			\$ 60.78			\$ 65.24	0.650	\$ 42.41	1.050	1.000	0.911	\$ 40.55
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 66.25			\$ 71.11		\$ 46.22				\$ 44.20

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Statewide
TennCare Select High

Exhibit 6d

Uninsured/Uninsurable Age Under 1												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			-					-				-
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	-	-	-	1.087	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.027	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Other	-	-	-	1.025	1.027	-	1.000	-	1.037	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.037	1.000	1.000	-
OP - Emergency Room	-	-	-	1.105	1.014	-	1.000	-	1.106	1.000	1.000	-
OP - Laboratory	-	-	-	1.042	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	-	-	-	1.042	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Surgery	-	-	-	1.055	1.014	-	1.000	-	1.060	1.000	1.000	-
OP - Other	-	-	-	1.112	1.014	-	1.000	-	1.092	1.000	1.000	-
Subtotal - Outpatient	-	-	-			-	1.000	-	1.092	1.000	1.000	-
Prof - Evaluation & Management	-	-	-	1.040	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - DME/Supplies	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Lab	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Radiology	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Transportation	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Other	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Subtotal - Professional	-	-	-			-	1.000	-	1.034	1.000	1.000	-
Total			\$ -			\$ -	1.000	\$ -	1.000	1.000	1.000	\$ -
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ -			\$ -		\$ -				\$ -

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Statewide
TennCare Select High

Exhibit 6d

Uninsured/Uninsurable												
Age 1 - 13												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			235					202				207
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	-	-	-	1.087	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.027	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Other	-	-	-	1.025	1.027	-	1.000	-	1.037	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.037	#DIV/0!	1.000	-
OP - Emergency Room	510	166	7.07	1.105	1.014	7.92	1.000	7.92	1.106	1.000	1.000	8.76
OP - Laboratory	153	29	0.36	1.042	1.014	0.39	1.000	0.39	1.050	1.000	1.000	0.40
OP - Radiology	255	16	0.35	1.042	1.014	0.37	1.000	0.37	1.050	1.000	1.000	0.39
OP - Surgery	-	-	-	1.055	1.014	-	1.000	-	1.060	1.000	1.000	-
OP - Other	255	66	1.40	1.112	1.014	1.58	1.000	1.58	1.092	1.000	1.000	1.73
Subtotal - Outpatient	1,174	94	9.19			10.26	1.000	10.26	1.092	1.000	1.000	11.29
Prof - Evaluation & Management	3,929	52	17.02	1.040	1.007	17.83	1.000	17.83	1.034	1.000	1.000	18.44
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	153	63	0.80	1.035	1.007	0.83	1.000	0.83	1.034	1.000	1.000	0.86
Prof - DME/Supplies	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Lab	2,092	10	1.69	1.035	1.007	1.76	1.000	1.76	1.034	1.000	1.000	1.82
Prof - Radiology	612	15	0.75	1.035	1.007	0.78	1.000	0.78	1.034	1.000	1.000	0.81
Prof - Transportation	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Other	3,470	14	4.03	1.035	1.007	4.20	1.000	4.20	1.034	1.000	1.000	4.34
Subtotal - Professional	10,255	28	24.29			25.41	1.000	25.41	1.034	1.000	1.000	26.28
Total			\$ 33.47			\$ 35.67	1.000	\$ 35.67	1.051	#DIV/0!	1.000	\$ 37.56
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 36.48			\$ 38.88		\$ 38.88				\$ 40.94

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Uninsured/Uninsurable												
Age 14 - 18 Female												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			171					207				161
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	211	409	7.18	1.087	1.027	8.01	1.000	8.01	1.075	1.000	1.000	8.61
IP - Surgery	-	-	-	1.027	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Other	-	-	-	1.025	1.027	-	1.000	-	1.037	1.000	1.000	-
Subtotal - Inpatient	211	409	7.18			8.01	1.000	8.01	1.037	1.000	1.000	8.61
OP - Emergency Room	1,123	87	8.17	1.105	1.014	9.16	1.000	9.16	1.106	1.000	1.000	10.14
OP - Laboratory	-	-	-	1.042	1.014	-	1.000	-	1.050	1.000	1.000	-
OP - Radiology	421	147	5.17	1.042	1.014	5.46	1.000	5.46	1.050	1.000	1.000	5.74
OP - Surgery	70	253	1.48	1.055	1.014	1.58	1.000	1.58	1.060	1.000	1.000	1.68
OP - Other	-	-	-	1.112	1.014	-	1.000	-	1.092	1.000	1.000	-
Subtotal - Outpatient	1,614	110	14.82			16.21	1.000	16.21	1.092	1.000	1.000	17.55
Prof - Evaluation & Management	4,422	67	24.85	1.040	1.007	26.04	1.000	26.04	1.034	1.000	1.000	26.94
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	140	80	0.94	1.035	1.007	0.98	1.000	0.98	1.034	1.000	1.000	1.01
Prof - DME/Supplies	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Lab	7,019	18	10.51	1.035	1.007	10.96	1.000	10.96	1.034	1.000	1.000	11.33
Prof - Radiology	1,263	29	3.11	1.035	1.007	3.24	1.000	3.24	1.034	1.000	1.000	3.35
Prof - Transportation	140	178	2.08	1.035	1.007	2.17	1.000	2.17	1.034	1.000	1.000	2.24
Prof - Other	9,125	21	16.00	1.035	1.007	16.67	1.000	16.67	1.034	1.000	1.000	17.24
Subtotal - Professional	22,110	31	57.48			60.05	1.000	60.05	1.034	1.000	1.000	62.11
Total			\$ 79.49			\$ 84.27	1.000	\$ 84.27	1.046	1.000	1.000	\$ 88.27
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 86.63			\$ 91.85		\$ 91.85				\$ 96.21

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Uninsured/Uninsurable												
Age 14 - 18 Male												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			289					389				391
Home Health Care	-	-	-	1.117	1.033	-	1.000	-	1.093	1.000	1.000	-
IP - Maternity	-	-	-	1.038	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Newborn	-	-	-	1.059	1.027	-	1.000	-	1.058	1.000	1.000	-
IP - Medical	-	-	-	1.087	1.027	-	1.000	-	1.075	1.000	1.000	-
IP - Surgery	-	-	-	1.027	1.027	-	1.000	-	1.037	1.000	1.000	-
IP - Other	-	-	-	1.025	1.027	-	1.000	-	1.037	1.000	1.000	-
Subtotal - Inpatient	-	-	-			-	1.000	-	1.037	#DIV/0!	1.000	-
OP - Emergency Room	374	96	3.00	1.105	1.014	3.36	1.000	3.36	1.106	1.000	1.000	3.72
OP - Laboratory	374	8	0.25	1.042	1.014	0.26	1.000	0.26	1.050	1.000	1.000	0.28
OP - Radiology	83	16	0.11	1.042	1.014	0.12	1.000	0.12	1.050	1.000	1.000	0.13
OP - Surgery	-	-	-	1.055	1.014	-	1.000	-	1.060	1.000	1.000	-
OP - Other	-	-	-	1.112	1.014	-	1.000	-	1.092	1.000	1.000	-
Subtotal - Outpatient	831	49	3.36			3.74	1.000	3.74	1.092	1.000	1.000	4.12
Prof - Evaluation & Management	2,161	58	10.51	1.040	1.007	11.01	1.000	11.01	1.034	1.000	1.000	11.39
Prof - Maternity	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Surgery	291	32	0.79	1.035	1.007	0.82	1.000	0.82	1.034	1.000	1.000	0.85
Prof - DME/Supplies	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Lab	1,164	10	0.98	1.035	1.007	1.02	1.000	1.02	1.034	1.000	1.000	1.06
Prof - Radiology	249	17	0.35	1.035	1.007	0.37	1.000	0.37	1.034	1.000	1.000	0.38
Prof - Transportation	-	-	-	1.035	1.007	-	1.000	-	1.034	1.000	1.000	-
Prof - Other	2,286	23	4.33	1.035	1.007	4.51	1.000	4.51	1.034	1.000	1.000	4.67
Subtotal - Professional	6,151	33	16.96			17.73	1.000	17.73	1.034	1.000	1.000	18.34
Total			\$ 20.32			\$ 21.48	1.000	\$ 21.48	1.044	#DIV/0!	1.000	\$ 22.46
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 22.14			\$ 23.41		\$ 23.41				\$ 24.48

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Disabled All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			507,958					520,751				526,791
Home Health Care	139	2,650	30.77	1.171	1.033	37.22	0.991	36.89	1.136	1.000	0.996	41.77
IP - Maternity	39	831	2.69	1.054	1.027	2.92	1.035	3.02	1.060	1.000	1.014	3.24
IP - Newborn	271	1,661	37.54	1.054	1.027	40.63	0.984	39.97	1.060	1.000	0.993	42.09
IP - Medical	505	1,192	50.14	1.079	1.027	55.51	0.993	55.11	1.075	1.000	0.997	59.04
IP - Surgery	28	1,754	4.07	1.054	1.027	4.40	0.992	4.37	1.060	1.000	0.997	4.62
IP - Other	34	1,164	3.30	1.054	1.027	3.58	0.994	3.556	1.060	1.000	0.998	3.76
Subtotal - Inpatient	877	1,338	97.74			107.04	0.990	106.02	1.060	1.000	1.003	112.75
OP - Emergency Room	727	241	14.60	1.083	1.014	16.03	1.007	16.13	1.100	1.000	1.003	17.79
OP - Laboratory	1,208	24	2.43	1.039	1.014	2.57	0.988	2.53	1.050	1.000	0.995	2.65
OP - Radiology	731	57	3.50	1.039	1.014	3.69	0.995	3.67	1.050	1.000	0.998	3.85
OP - Surgery	178	1,086	16.09	1.048	1.014	17.09	0.990	16.92	1.050	1.000	0.996	17.69
OP - Other	1,406	612	71.65	1.095	1.014	79.58	0.990	78.77	1.100	1.000	0.996	86.28
Subtotal - Outpatient	4,250	306	108.26			118.96	0.992	118.03	1.100	1.000	0.988	128.27
Prof - Evaluation & Management	4,783	70	27.75	1.054	1.007	29.45	0.997	29.35	1.070	1.000	0.999	31.37
Prof - Maternity	49	356	1.46	1.054	1.007	1.55	1.035	1.60	1.070	1.000	1.013	1.74
Prof - Surgery	650	131	7.07	1.054	1.007	7.51	0.997	7.48	1.070	1.000	0.999	8.00
Prof - DME/Supplies	304	444	11.26	1.054	1.007	11.95	0.990	11.83	1.070	1.000	0.996	12.61
Prof - Lab	2,268	14	2.71	1.054	1.007	2.88	1.009	2.91	1.070	1.000	1.004	3.12
Prof - Radiology	2,601	16	3.48	1.054	1.007	3.69	1.009	3.73	1.070	1.000	1.003	4.00
Prof - Transportation	324	135	3.65	1.113	1.007	4.09	1.003	4.11	1.081	1.000	1.001	4.44
Prof - Other	160,341	2	32.43	1.090	1.007	35.60	0.991	35.28	1.081	1.000	0.996	37.99
Subtotal - Professional	171,321	6	89.81			96.73	0.995	96.29	1.081	1.000	0.992	103.27
Total			\$ 326.59			\$ 359.95	0.992	\$ 357.22	1.087	1.000	0.994	\$ 386.05
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 355.95			\$ 392.32		\$ 389.34				\$ 420.76

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Disabled Age <21												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			392,747					394,282				395,461
Home Health Care	154	2,697	34.69	1.171	1.033	41.97	1.000	41.97	1.136	1.000	1.000	47.69
IP - Maternity	21	776	1.36	1.054	1.027	1.48	1.000	1.48	1.060	1.000	1.000	1.56
IP - Newborn	314	1,766	46.18	1.054	1.027	49.98	1.000	49.98	1.060	1.000	1.000	52.98
IP - Medical	513	1,294	55.30	1.079	1.027	61.22	1.000	61.22	1.075	1.000	1.000	65.79
IP - Surgery	29	1,872	4.51	1.054	1.027	4.88	1.000	4.88	1.060	1.000	1.000	5.17
IP - Other	30	1,415	3.57	1.054	1.027	3.86	1.000	3.860	1.060	1.000	1.000	4.09
Subtotal - Inpatient	907	1,467	110.91			121.42	1.000	121.42	1.060	1.000	1.000	129.60
OP - Emergency Room	625	253	13.20	1.083	1.014	14.49	1.000	14.49	1.100	1.000	1.000	15.94
OP - Laboratory	1,364	25	2.86	1.039	1.014	3.01	1.000	3.01	1.050	1.000	1.000	3.16
OP - Radiology	699	64	3.75	1.039	1.014	3.95	1.000	3.95	1.050	1.000	1.000	4.15
OP - Surgery	195	1,136	18.42	1.048	1.014	19.57	1.000	19.57	1.050	1.000	1.000	20.55
OP - Other	1,739	566	82.03	1.095	1.014	91.12	1.000	91.12	1.100	1.000	1.000	100.23
Subtotal - Outpatient	4,621	312	120.25			132.15	1.000	132.15	1.100	1.000	1.000	144.03
Prof - Evaluation & Management	4,919	71	29.07	1.054	1.007	30.85	1.000	30.85	1.070	1.000	1.000	33.01
Prof - Maternity	38	233	0.75	1.054	1.007	0.79	1.000	0.79	1.070	1.000	1.000	0.85
Prof - Surgery	686	129	7.38	1.054	1.007	7.83	1.000	7.83	1.070	1.000	1.000	8.38
Prof - DME/Supplies	343	448	12.79	1.054	1.007	13.58	1.000	13.58	1.070	1.000	1.000	14.53
Prof - Lab	2,077	14	2.37	1.054	1.007	2.52	1.000	2.52	1.070	1.000	1.000	2.69
Prof - Radiology	2,692	14	3.06	1.054	1.007	3.25	1.000	3.25	1.070	1.000	1.000	3.48
Prof - Transportation	277	151	3.50	1.113	1.007	3.92	1.000	3.92	1.081	1.000	1.000	4.24
Prof - Other	181,626	2	36.66	1.090	1.007	40.24	1.000	40.24	1.081	1.000	1.000	43.50
Subtotal - Professional	192,658	6	95.57			102.99	1.000	102.99	1.081	1.000	1.000	110.68
Total			\$ 361.43			\$ 398.52	1.000	\$ 398.52	1.087	1.000	0.998	\$ 432.00
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 393.93			\$ 434.35		\$ 434.35				\$ 470.84

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Disabled Age 21+												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			115,211					126,469				131,330
Home Health Care	88	2,374	17.41	1.171	1.033	21.06	1.000	21.06	1.136	1.000	1.000	23.93
IP - Maternity	100	871	7.23	1.054	1.027	7.83	1.000	7.83	1.060	1.000	1.000	8.30
IP - Newborn	126	770	8.08	1.054	1.027	8.75	1.000	8.75	1.060	1.000	1.000	9.27
IP - Medical	477	819	32.55	1.079	1.027	36.04	1.000	36.04	1.075	1.000	1.000	38.73
IP - Surgery	24	1,274	2.57	1.054	1.027	2.78	1.000	2.78	1.060	1.000	1.000	2.94
IP - Other	47	614	2.41	1.054	1.027	2.61	1.000	2.608	1.060	1.000	1.000	2.76
Subtotal - Inpatient	774	819	52.84			58.00	1.000	58.00	1.069	1.000	1.000	62.01
OP - Emergency Room	1,073	216	19.36	1.083	1.014	21.25	1.000	21.25	1.100	1.000	1.000	23.37
OP - Laboratory	680	18	1.00	1.039	1.014	1.05	1.000	1.05	1.050	1.000	1.000	1.11
OP - Radiology	841	38	2.66	1.039	1.014	2.80	1.000	2.80	1.050	1.000	1.000	2.95
OP - Surgery	120	811	8.13	1.048	1.014	8.64	1.000	8.64	1.050	1.000	1.000	9.08
OP - Other	271	1,602	36.24	1.095	1.014	40.26	1.000	40.26	1.100	1.000	1.000	44.28
Subtotal - Outpatient	2,986	271	67.39			74.01	1.000	74.01	1.092	1.000	1.000	80.78
Prof - Evaluation & Management	4,320	65	23.25	1.054	1.007	24.68	1.000	24.68	1.070	1.000	1.000	26.40
Prof - Maternity	87	540	3.90	1.054	1.007	4.14	1.000	4.14	1.070	1.000	1.000	4.43
Prof - Surgery	527	137	6.03	1.054	1.007	6.40	1.000	6.40	1.070	1.000	1.000	6.85
Prof - DME/Supplies	174	416	6.02	1.054	1.007	6.39	1.000	6.39	1.070	1.000	1.000	6.84
Prof - Lab	2,922	16	3.88	1.054	1.007	4.11	1.000	4.11	1.070	1.000	1.000	4.40
Prof - Radiology	2,293	26	4.91	1.054	1.007	5.21	1.000	5.21	1.070	1.000	1.000	5.58
Prof - Transportation	482	104	4.18	1.113	1.007	4.68	1.000	4.68	1.081	1.000	1.000	5.06
Prof - Other	87,779	2	18.02	1.090	1.007	19.79	1.000	19.79	1.081	1.000	1.000	21.39
Subtotal - Professional	98,584	9	70.18			75.40	1.000	75.40	1.074	1.000	1.000	80.94
Total			\$ 207.82			\$ 228.47	1.000	\$ 228.47	1.084	1.000	1.000	\$ 247.67
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 226.51			\$ 249.01		\$ 249.01				\$ 269.94

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Statewide
TennCare Select High

Exhibit 6d

Duals												
All Ages												
Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development					Fiscal Year 2008 Rate Development			
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			18,521					20,358				21,089
Home Health Care	171	4,047	57.68	1.171	1.033	69.78	1.000	69.78	1.136	1.000	1.000	79.29
IP - Maternity	7	864	0.51	1.054	1.027	0.56	1.000	0.56	1.060	1.000	1.000	0.59
IP - Newborn	82	836	5.73	1.054	1.027	6.21	1.000	6.21	1.060	1.000	1.000	6.58
IP - Medical	233	582	11.31	1.079	1.027	12.52	1.000	12.52	1.075	1.000	1.000	13.45
IP - Surgery	1	1,448	0.08	1.054	1.027	0.08	1.000	0.08	1.060	1.000	1.000	0.09
IP - Other	-	-	-	1.054	1.027	-	1.000	-	1.060	1.000	1.000	-
Subtotal - Inpatient	323	655	17.63			19.37	1.000	19.37	1.069	1.000	1.000	20.71
OP - Emergency Room	109	203	1.84	1.083	1.014	2.02	1.000	2.02	1.100	1.000	1.000	2.22
OP - Laboratory	369	38	1.18	1.039	1.014	1.24	1.000	1.24	1.050	1.000	1.000	1.30
OP - Radiology	33	78	0.21	1.039	1.014	0.23	1.000	0.23	1.050	1.000	1.000	0.24
OP - Surgery	32	778	2.10	1.048	1.014	2.23	1.000	2.23	1.050	1.000	1.000	2.34
OP - Other	231	3,588	69.15	1.095	1.014	76.82	1.000	76.82	1.100	1.000	1.000	84.50
Subtotal - Outpatient	775	1,153	74.49			82.53	1.000	82.53	1.098	1.000	1.000	90.60
Prof - Evaluation & Management	713	72	4.31	1.054	1.007	4.57	1.000	4.57	1.070	1.000	1.000	4.89
Prof - Maternity	195	31	0.50	1.054	1.007	0.53	1.000	0.53	1.070	1.000	1.000	0.57
Prof - Surgery	58	188	0.90	1.054	1.007	0.96	1.000	0.96	1.070	1.000	1.000	1.03
Prof - DME/Supplies	17	260	0.37	1.054	1.007	0.39	1.000	0.39	1.070	1.000	1.000	0.42
Prof - Lab	621	17	0.86	1.054	1.007	0.92	1.000	0.92	1.070	1.000	1.000	0.98
Prof - Radiology	1,385	8	0.87	1.054	1.007	0.92	1.000	0.92	1.070	1.000	1.000	0.99
Prof - Transportation	1,249	74	7.68	1.113	1.007	8.61	1.000	8.61	1.081	1.000	1.000	9.31
Prof - Other	70,717	1	7.19	1.090	1.007	7.89	1.000	7.89	1.081	1.000	1.000	8.53
Subtotal - Professional	74,955	4	22.68			24.79	1.000	24.79	1.077	1.000	1.000	26.71
Total			\$ 172.48			\$ 196.47	1.000	\$ 196.47	1.106	1.000	1.000	\$ 217.32
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 187.99			\$ 214.14		\$ 214.14				\$ 236.86

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 6d

Statewide
TennCare Select High

Total For All Aid Categories
All Ages

Service Category	11/2005 through 10/2006 Incurred			Fiscal Year 2007 Rate Development				Fiscal Year 2008 Rate Development				
	Utilization Rates Per 1,000	Expenditure Per Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjustment	Enrollment Impact	FY 2008 PMPM
Member Months			683,393					693,887				699,430
Home Health Care	113	2,680	25.18	1.185	1.033	30.80	0.992	30.56	1.149	1.000	0.989	34.74
IP - Maternity	42	832	2.89	1.044	1.027	3.10	1.027	3.18	1.049	1.000	1.014	3.38
IP - Newborn	254	1,655	35.03	1.056	1.027	37.97	1.001	38.02	1.067	1.000	0.985	39.96
IP - Medical	417	1,159	40.24	1.087	1.027	44.88	0.995	44.66	1.084	1.000	0.991	47.96
IP - Surgery	23	1,826	3.57	1.048	1.027	3.83	0.987	3.79	0.993	1.000	1.058	3.98
IP - Other	28	1,136	2.65	1.059	1.027	2.88	0.997	2.87	1.069	1.000	0.990	3.04
Subtotal - Inpatient	764	1,326	84.38			92.66	0.998	92.51	1.072	1.000	0.992	98.31
OP - Emergency Room	745	221	13.68	1.086	1.014	15.07	1.005	15.15	1.097	1.000	1.006	16.71
OP - Laboratory	1,050	24	2.12	1.044	1.014	2.24	0.990	2.22	1.057	1.000	0.991	2.33
OP - Radiology	628	58	3.06	1.042	1.014	3.24	0.996	3.22	1.054	1.000	0.995	3.38
OP - Surgery	160	1,033	13.82	1.052	1.014	14.75	0.992	14.63	1.057	1.000	0.992	15.35
OP - Other	1,171	596	58.19	1.106	1.014	65.30	0.991	64.72	1.112	1.000	0.989	71.15
Subtotal - Outpatient	3,755	290	90.87			100.60	0.994	99.95	1.098	1.000	0.992	108.92
Prof - Evaluation & Management	4,859	70	28.19	1.047	1.007	29.74	1.000	29.74	1.061	1.000	0.997	31.47
Prof - Maternity	51	375	1.60	1.042	1.007	1.68	1.026	1.72	1.054	1.000	1.014	1.84
Prof - Surgery	571	131	6.26	1.053	1.007	6.64	0.998	6.62	1.066	1.000	0.999	7.05
Prof - DME/Supplies	249	423	8.76	1.061	1.007	9.37	0.991	9.29	1.079	1.000	0.989	9.91
Prof - Lab	2,652	14	3.00	1.042	1.007	3.15	1.005	3.16	1.052	1.000	1.007	3.35
Prof - Radiology	2,214	17	3.23	1.051	1.007	3.42	1.008	3.44	1.061	1.000	1.005	3.67
Prof - Transportation	308	127	3.27	1.116	1.007	3.67	1.003	3.68	1.084	1.000	0.997	3.98
Prof - Other	125,107	3	27.47	1.089	1.007	30.12	0.993	29.90	1.083	1.000	0.992	32.12
Subtotal - Professional	136,012	7	81.78			87.78	0.997	87.55	1.072	1.000	0.996	93.40
Total			\$ 282.21			\$ 311.84	0.996	\$ 310.57	1.088	1.000	0.993	\$ 335.37
Admin %			6.3%			6.3%		6.3%				6.3%
Premium Tax			2.0%			2.0%		2.0%				2.0%
Total Premium Rate			\$ 307.58			\$ 339.88		\$ 338.50				\$ 365.53

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 7d

Statewide
TennCare Select High

Total For All Aid Categories							
All Ages							
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
		PMPM	Total	PMPM	Total	PMPM	Total
Member Months			683,393		693,887		699,430
Home Health Care		\$ 25.18	\$ 17,205,387	\$ 30.56	\$ 21,203,874	\$ 34.74	\$ 24,298,441
IP - Maternity		\$ 2.89	\$ 1,974,850	\$ 3.18	\$ 2,207,433	\$ 3.38	\$ 2,365,308
IP - Newborn		\$ 35.03	\$ 23,941,559	\$ 38.02	\$ 26,383,376	\$ 39.96	\$ 27,945,789
IP - Medical		\$ 40.24	\$ 27,501,364	\$ 44.66	\$ 30,985,929	\$ 47.96	\$ 33,545,511
IP - Surgery		\$ 3.57	\$ 2,437,124	\$ 3.79	\$ 2,627,161	\$ 3.98	\$ 2,781,539
IP - Other		\$ 2.65	\$ 1,808,997	\$ 2.87	\$ 1,990,531	\$ 3.04	\$ 2,123,451
Subtotal - Inpatient		\$ 84.38	\$ 57,663,894	\$ 92.51	\$ 64,194,430	\$ 98.31	\$ 68,761,598
OP - Emergency Room		\$ 13.68	\$ 9,352,135	\$ 15.15	\$ 10,512,917	\$ 16.71	\$ 11,687,495
OP - Laboratory		\$ 2.12	\$ 1,447,900	\$ 2.22	\$ 1,541,219	\$ 2.33	\$ 1,626,719
OP - Radiology		\$ 3.06	\$ 2,091,874	\$ 3.22	\$ 2,236,638	\$ 3.38	\$ 2,364,777
OP - Surgery		\$ 13.82	\$ 9,441,926	\$ 14.63	\$ 10,152,560	\$ 15.35	\$ 10,736,218
OP - Other		\$ 58.19	\$ 39,769,136	\$ 64.72	\$ 44,909,060	\$ 71.15	\$ 49,766,678
Subtotal - Outpatient		\$ 90.87	\$ 62,102,971	\$ 99.95	\$ 69,352,393	\$ 108.92	\$ 76,181,887
Prof - Evaluation & Management		\$ 28.19	\$ 19,267,050	\$ 29.74	\$ 20,633,386	\$ 31.47	\$ 22,013,120
Prof - Maternity		\$ 1.60	\$ 1,094,167	\$ 1.72	\$ 1,196,857	\$ 1.84	\$ 1,289,315
Prof - Surgery		\$ 6.26	\$ 4,275,468	\$ 6.62	\$ 4,595,594	\$ 7.05	\$ 4,931,329
Prof - DME/Supplies		\$ 8.76	\$ 5,989,170	\$ 9.29	\$ 6,442,926	\$ 9.91	\$ 6,932,872
Prof - Lab		\$ 3.00	\$ 2,051,209	\$ 3.16	\$ 2,195,548	\$ 3.35	\$ 2,344,446
Prof - Radiology		\$ 3.23	\$ 2,205,689	\$ 3.44	\$ 2,387,977	\$ 3.67	\$ 2,568,015
Prof - Transportation		\$ 3.27	\$ 2,231,440	\$ 3.68	\$ 2,553,899	\$ 3.98	\$ 2,783,391
Prof - Other		\$ 27.47	\$ 18,770,614	\$ 29.90	\$ 20,746,149	\$ 32.12	\$ 22,465,303
Subtotal - Professional		\$ 81.78	\$ 55,884,807	\$ 87.55	\$ 60,752,336	\$ 93.40	\$ 65,327,792
Total		\$ 282.21	\$ 192,857,059	\$ 310.57	\$ 215,503,032	\$ 335.37	\$ 234,569,719
Admin %	6.3%	\$ 19.22	\$ 13,137,402	\$ 21.16	\$ 14,680,043	\$ 22.85	\$ 15,978,864
Premium Tax	2.0%	\$ 6.15	\$ 4,203,969	\$ 6.77	\$ 4,697,614	\$ 7.31	\$ 5,113,236
Total Premium Rate		\$ 307.58	\$ 210,198,430	\$ 338.50	\$ 234,880,689	\$ 365.53	\$ 255,661,819

TennCare

Exhibit 8d

FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Statewide
TennCare Select High

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	3,749	\$ 1,480.92	\$ 5,552,471	4,050	\$ 1,604.17	\$ 6,497,408	3,937	\$ 1,695.91	\$ 6,676,091
	Age 1 - 13	77,112	\$ 129.80	\$ 10,008,770	76,128	\$ 140.18	\$ 10,671,793	76,139	\$ 148.58	\$ 11,312,967
	Age 14 - 20 Female	30,302	\$ 180.91	\$ 5,481,856	28,883	\$ 193.73	\$ 5,595,453	28,489	\$ 204.16	\$ 5,816,332
	Age 14 - 20 Male	36,591	\$ 77.05	\$ 2,819,275	35,032	\$ 82.49	\$ 2,889,875	34,396	\$ 87.05	\$ 2,994,023
	Age 21 - 44 Female	2,931	\$ 389.92	\$ 1,142,728	3,095	\$ 416.57	\$ 1,289,243	3,144	\$ 437.78	\$ 1,376,509
	Age 21 - 44 Male	216	\$ 118.40	\$ 25,582	217	\$ 127.65	\$ 27,737	203	\$ 135.34	\$ 27,518.14
	Age 45 - 64	42	\$ 114.59	\$ 4,805	32	\$ -	\$ -	24	\$ -	\$ -
	Age 65+	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	All Ages	150,942	\$ 165.86	\$ 25,035,487	147,437	\$ 182.94	\$ 26,971,508	146,332	\$ 192.74	\$ 28,203,440.29
Medically Needy	Age Under 1	4	\$ 137.19	\$ 549	11	\$ 145.65	\$ 1,546	12	\$ 154.63	\$ 1,855.58
	Age 1 - 13	209	\$ 33.26	\$ 6,937	80	\$ 35.72	\$ 2,855	83	\$ 38.45	\$ 3,204.30
	Age 14 - 20 Female	998	\$ 424.99	\$ 424,341	815	\$ 459.06	\$ 374,040	742	\$ 489.79	\$ 363,372.81
	Age 14 - 20 Male	1,118	\$ 78.99	\$ 88,318	858	\$ 85.19	\$ 73,074	870	\$ 91.83	\$ 79,847.09
	Age 21 - 44 Female	1,062	\$ 165.83	\$ 176,038	1,003	\$ 178.87	\$ 179,388	974	\$ 192.28	\$ 187,239.86
	Age 21 - 44 Male	1,650	\$ 69.12	\$ 114,079	1,729	\$ 74.82	\$ 129,329	1,754	\$ 80.65	\$ 141,458.83
	Age 45 - 64	16	\$ 57.11	\$ 914	18	\$ 61.64	\$ 1,109	24	\$ 66.68	\$ 1,600.38
	Age 65+	3	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	All Ages	5,060	\$ 160.31	\$ 811,175	4,513	\$ 168.72	\$ 761,341	4,458	\$ 174.63	\$ 778,578.85
Uninsured/Uninsurable	Age Under 1	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Age 1 - 13	235	\$ 36.48	\$ 8,580	202	\$ 38.88	\$ 7,841	207	\$ 40.94	\$ 8,491.56
	Age 14 - 18 Female	171	\$ 86.63	\$ 14,811	207	\$ 91.85	\$ 19,026	161	\$ 96.21	\$ 15,523.28
	Age 14 - 18 Male	289	\$ 22.14	\$ 6,394	389	\$ 23.41	\$ 9,094	391	\$ 24.48	\$ 9,575.48
	Age 19-20	130	\$ 67.70	\$ 8,830	31	\$ 74.53	\$ 2,346	-	\$ 79.76	\$ -
	Age 21+	87	\$ 38.47	\$ 3,346	-	\$ 40.69	\$ -	-	\$ 42.49	\$ -
	All Ages	912	\$ 66.25	\$ 60,440	829	\$ 46.22	\$ 38,306	760	\$ 44.20	\$ 33,590.32
Disabled	Age <21	392,747	\$ 393.93	\$ 154,713,571	394,282	\$ 434.35	\$ 171,257,653	395,461	\$ 470.84	\$ 186,200,567.41
	Age 21+	115,211	\$ 226.51	\$ 26,096,009	126,469	\$ 249.01	\$ 31,492,496	131,330	\$ 269.94	\$ 35,450,636.69
	All Ages	507,958	\$ 355.95	\$ 180,809,580	520,751	\$ 389.34	\$ 202,750,150	526,791	\$ 420.76	\$ 221,651,204.10
Duals	All Ages	18,521	\$ 187.99	\$ 3,481,748	20,358	\$ 214.14	\$ 4,359,385	21,089	\$ 236.86	\$ 4,995,005
All Groups	All Ages	683,393	\$ 307.58	\$ 210,198,430	693,887	\$ 338.50	\$ 234,880,689	699,430	\$ 365.53	\$ 255,661,819

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 9

State

Total Prescription Drug Experience November 2005 through October 2006											
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Grand Total	MCO and BHO Combined										
Member Months	14,685,501										
Brand	571,276,655	5,081,812	4,153	112.42	38.90						
Generic	178,187,904	8,511,481	6,955	20.94	12.13						
Non-Drug*	16,455,530	493,622	403	33.34	1.12						
Grand Total	765,920,089	14,086,914	11,511	54.37	52.15						
Total	MCO/Physical Health					BHO/Mental Health					MCO/BHO
Member Months	14,685,501					14,685,501					
Brand	383,989,601	3,673,820	3,002	104.52	26.15	187,287,054	1,407,992	1,151	133.02	12.75	38.90
Generic	137,607,441	7,197,209	5,881	19.12	9.37	40,580,464	1,314,272	1,074	30.88	2.76	12.13
Non-Drug*	16,443,143	480,307	392	34.23	1.12	12,387	13,314	11	0.93	0.00	1.12
Grand Total	538,040,185	11,351,336	9,276	47.40	36.64	227,879,904	2,735,579	2,235	83.30	15.52	52.15
* Non-Drugs include medical supplies, bulk chemicals, etc											

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 9

State

Medicaid (TANF and Related) November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Age Under 1											
Member Months	289,457					289,457					
Brand	7,048,898	36,280	1,504	194.29	24.35	22,884	251	10	91.22	0.08	24.43
Generic	921,831	68,685	2,847	13.42	3.18	10,964	2,212	92	4.96	0.04	3.22
Non-Drug*	<u>36,726</u>	<u>3,210</u>	<u>133</u>	<u>11.44</u>	<u>0.13</u>	-	5	0	-	-	0.13
Subtotal	8,007,455	108,174	4,485	74.02	27.66	33,847	2,468	102	13.71	0.12	27.78
Ages 1 - 13											
Member Months	4,732,817					4,732,817					
Brand	62,107,362	631,303	1,601	98.38	13.12	21,762,486	181,165	459	120.13	4.60	17.72
Generic	19,323,912	966,176	2,450	20.00	4.08	3,167,084	87,047	221	36.38	0.67	4.75
Non-Drug*	<u>1,409,428</u>	<u>58,359</u>	<u>148</u>	<u>24.15</u>	<u>0.30</u>	-	541	1	-	-	0.30
Subtotal	82,840,702	1,655,838	4,198	50.03	17.50	24,929,569	268,753	681	92.76	5.27	22.77
Ages 14 - 20 : Female											
Member Months	883,794					883,794					
Brand	11,958,539	149,804	2,034	79.83	13.53	5,390,399	44,133	599	122.14	6.10	19.63
Generic	5,952,693	340,227	4,620	17.50	6.74	979,693	28,841	392	33.97	1.11	7.84
Non-Drug*	<u>426,282</u>	<u>14,461</u>	<u>196</u>	<u>29.48</u>	<u>0.48</u>	110	150	2	0.73	0.00	0.48
Subtotal	18,337,514	504,492	6,850	36.35	20.75	6,370,202	73,125	993	87.11	7.21	27.96
Ages 14 - 20 : Male											
Member Months	722,419					722,419					
Brand	6,577,188	62,366	1,036	105.46	9.10	7,385,736	54,992	913	134.31	10.22	19.33
Generic	2,375,567	133,770	2,222	17.76	3.29	1,010,381	22,833	379	44.25	1.40	4.69
Non-Drug*	<u>275,267</u>	<u>7,894</u>	<u>131</u>	<u>34.87</u>	<u>0.38</u>	-	151	3	-	-	0.38
Subtotal	9,228,021	204,030	3,389	45.23	12.77	8,396,117	77,976	1,295	107.68	11.62	24.40
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Medicaid (TANF & Related)											
November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Ages 21 - 44 : Female											
Member Months	1,760,060					1,760,060					
Brand	40,542,464	474,101	3,232	85.51	23.03	18,724,844	186,344	1,270	100.49	10.64	33.67
Generic	21,661,676	1,321,678	9,011	16.39	12.31	4,689,821	191,395	1,305	24.50	2.66	14.97
Non-Drug*	<u>2,141,712</u>	<u>68,999</u>	<u>470</u>	<u>31.04</u>	<u>1.22</u>	<u>697</u>	<u>2,127</u>	<u>14</u>	<u>0.33</u>	<u>0.00</u>	<u>1.22</u>
Subtotal	64,345,852	1,864,779	12,714	34.51	36.56	23,415,361	379,866	2,590	61.64	13.30	49.86
Ages 21 - 44 : Male											
Member Months	186,282					186,282					
Brand	4,379,145	40,870	2,633	107.15	23.51	1,814,439	14,948	963	121.38	9.74	33.25
Generic	2,641,179	119,640	7,707	22.08	14.18	483,561	17,438	1,123	27.73	2.60	16.77
Non-Drug*	<u>231,589</u>	<u>6,601</u>	<u>425</u>	<u>35.08</u>	<u>1.24</u>	<u>407</u>	<u>276</u>	<u>18</u>	<u>1.48</u>	<u>0.00</u>	<u>1.25</u>
Subtotal	7,251,913	167,111	10,765	43.40	38.93	2,298,407	32,662	2,104	70.37	12.34	51.27
Ages 45 - 64											
Member Months	176,655					176,655					
Brand	9,473,235	96,215	6,536	98.46	53.63	3,006,022	29,216	1,985	102.89	17.02	70.64
Generic	4,195,306	205,114	13,933	20.45	23.75	948,132	35,018	2,379	27.08	5.37	29.12
Non-Drug*	<u>605,342</u>	<u>16,707</u>	<u>1,135</u>	<u>36.23</u>	<u>3.43</u>	<u>208</u>	<u>421</u>	<u>29</u>	<u>0.50</u>	<u>0.00</u>	<u>3.43</u>
Subtotal	14,273,882	318,037	21,604	44.88	80.80	3,954,362	64,655	4,392	61.16	22.38	103.19
Age 65 & Over											
Member Months	19,091					19,091					
Brand	1,323,263	28,644	18,005	46.20	69.31	462,753	11,090	6,971	41.73	24.24	93.55
Generic	429,730	34,941	21,963	12.30	22.51	79,524	6,525	4,101	12.19	4.17	26.68
Non-Drug*	<u>18,680</u>	<u>1,794</u>	<u>1,127</u>	<u>10.41</u>	<u>0.98</u>	<u>-</u>	<u>264</u>	<u>166</u>	<u>-</u>	<u>-</u>	<u>0.98</u>
Subtotal	1,771,673	65,379	41,095	27.10	92.80	542,277	17,879	11,238	30.33	28.40	121.21
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Medicaid (TANF & Related) November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Total											
Member Months	8,770,576					8,770,576					
Brand	143,410,095	1,519,583	2,079	94.37	16.35	58,569,563	522,139	714	112.17	6.68	23.03
Generic	57,501,893	3,190,231	4,365	18.02	6.56	11,369,160	391,310	535	29.05	1.30	7.85
Non-Drug*	5,145,024	178,026	244	28.90	0.59	1,422	3,934	5	0.36	0.00	0.59
Total	206,057,012	4,887,840	6,688	42.16	23.49	69,940,145	917,383	1,255	76.24	7.97	31.47
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Medically Needy											
November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Age Under 1											
Member Months	389					389					
Brand	20,198	65	2,005	311.12	51.98	725	1	37	603.80	1.86	53.85
Generic	880	84	2,587	10.50	2.26	-	-	-	-	-	2.26
Non-Drug*	-	6	194	-	-	-	-	-	-	-	-
Subtotal	21,078	155	4,786	136.02	54.25	725	1	37	603.80	1.86	56.11
Ages 1 - 13											
Member Months	150,316					150,316					
Brand	2,796,173	28,373	2,265	98.55	18.60	1,110,069	9,588	765	115.77	7.38	25.99
Generic	689,387	33,342	2,662	20.68	4.59	170,609	3,613	288	47.22	1.14	5.72
Non-Drug*	124,921	3,096	247	40.35	0.83	-	33	3	-	-	0.83
Subtotal	3,610,481	64,812	5,174	55.71	24.02	1,280,678	13,234	1,056	96.77	8.52	32.54
Ages 14 - 20 : Female											
Member Months	126,828					126,828					
Brand	2,315,986	27,884	2,638	83.06	18.26	797,046	6,923	655	115.14	6.28	24.55
Generic	1,081,684	62,965	5,958	17.18	8.53	163,667	6,015	569	27.21	1.29	9.82
Non-Drug*	96,589	3,054	289	31.63	0.76	-	40	4	-	-	0.76
Subtotal	3,494,259	93,902	8,885	37.21	27.55	960,713	12,978	1,228	74.02	7.57	35.13
Ages 14 - 20 : Male											
Member Months	117,838					117,838					
Brand	1,182,728	10,097	1,028	117.14	10.04	922,958	6,890	702	133.95	7.83	17.87
Generic	423,014	26,621	2,711	15.89	3.59	125,500	3,756	383	33.41	1.07	4.65
Non-Drug*	70,713	1,778	181	39.78	0.60	-	17	2	-	-	0.60
Subtotal	1,676,454	38,496	3,920	43.55	14.23	1,048,457	10,664	1,086	98.32	8.90	23.12
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Medically Needy											
November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Ages 21 - 44 : Female											
Member Months	302,128					302,128					
Brand	6,862,349	79,061	3,140	86.80	22.71	3,248,340	31,833	1,264	102.04	10.75	33.46
Generic	3,556,840	194,740	7,735	18.26	11.77	858,321	32,377	1,286	26.51	2.84	14.61
Non-Drug*	<u>332,297</u>	<u>10,298</u>	<u>409</u>	<u>32.27</u>	<u>1.10</u>	<u>776</u>	<u>333</u>	<u>13</u>	<u>2.33</u>	<u>0.00</u>	<u>1.10</u>
Subtotal	10,751,485	284,098	11,284	37.84	35.59	4,107,437	64,543	2,564	63.64	13.60	49.18
Ages 21 - 44 : Male											
Member Months	186,811					186,811					
Brand	4,009,660	26,323	1,691	152.33	21.46	1,607,655	11,443	735	140.49	8.61	30.07
Generic	1,423,832	69,890	4,489	20.37	7.62	352,380	11,497	739	30.65	1.89	9.51
Non-Drug*	<u>167,861</u>	<u>4,593</u>	<u>295</u>	<u>36.55</u>	<u>0.90</u>	<u>-</u>	<u>113</u>	<u>7</u>	<u>-</u>	<u>-</u>	<u>0.90</u>
Subtotal	5,601,352	100,805	6,475	55.57	29.98	1,960,035	23,054	1,481	85.02	10.49	40.48
Ages 45 - 64											
Member Months	170,767					170,767					
Brand	12,596,780	118,959	8,359	105.89	73.77	3,376,042	29,438	2,069	114.68	19.77	93.54
Generic	4,922,386	207,544	14,584	23.72	28.83	1,275,126	40,413	2,840	31.55	7.47	36.29
Non-Drug*	<u>670,989</u>	<u>16,623</u>	<u>1,168</u>	<u>40.37</u>	<u>3.93</u>	<u>78</u>	<u>300</u>	<u>21</u>	<u>0.26</u>	<u>0.00</u>	<u>3.93</u>
Subtotal	18,190,155	343,125	24,112	53.01	106.52	4,651,246	70,151	4,930	66.30	27.24	133.76
Age 65 & Over											
Member Months	131,663					131,663					
Brand	8,137,190	101,541	9,255	80.14	61.80	841,285	10,758	981	78.20	6.39	68.19
Generic	2,526,133	138,806	12,651	18.20	19.19	502,702	21,277	1,939	23.63	3.82	23.00
Non-Drug*	<u>301,302</u>	<u>7,732</u>	<u>705</u>	<u>38.97</u>	<u>2.29</u>	<u>235</u>	<u>33</u>	<u>3</u>	<u>7.15</u>	<u>0.00</u>	<u>2.29</u>
Subtotal	10,964,625	248,078	22,610	44.20	83.28	1,344,221	32,068	2,923	41.92	10.21	93.49
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Medically Needy											
November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Total											
Member Months	1,186,739					1,186,739					
Brand	37,921,063	392,302	3,967	96.66	31.95	11,904,119	106,876	1,081	111.38	10.03	41.98
Generic	14,624,155	733,991	7,422	19.92	12.32	3,448,304	118,949	1,203	28.99	2.91	15.23
Non-Drug*	<u>1,764,672</u>	<u>47,179</u>	<u>477</u>	<u>37.40</u>	<u>1.49</u>	<u>1,089</u>	<u>869</u>	<u>9</u>	<u>1.25</u>	<u>0.00</u>	<u>1.49</u>
Total	54,309,890	1,173,472	11,866	46.28	45.76	15,353,513	226,694	2,292	67.73	12.94	58.70
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Uninsured/Uninsurable November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Age Under 1											
Member Months	9					9					
Brand	-	-	-	-	-	-	-	-	-	-	-
Generic	-	-	-	-	-	-	-	-	-	-	-
Non-Drug*	-	-	-	-	-	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-	-	-	-	-	-
Ages 1 - 13											
Member Months	205,874					205,874					
Brand	3,959,118	33,588	1,958	117.87	19.23	1,459,264	11,485	669	127.06	7.09	26.32
Generic	841,276	38,936	2,269	21.61	4.09	215,327	4,461	260	48.27	1.05	5.13
Non-Drug*	143,124	3,458	202	41.39	0.70	-	54	3	-	-	0.70
Subtotal	4,943,518	75,981	4,429	65.06	24.01	1,674,591	16,000	933	104.66	8.13	32.15
Ages 14 - 20 : Female											
Member Months	78,725					78,725					
Brand	1,309,478	15,310	2,334	85.53	16.63	566,706	4,324	659	131.06	7.20	23.83
Generic	546,343	26,178	3,990	20.87	6.94	90,495	2,361	360	38.33	1.15	8.09
Non-Drug*	68,211	1,671	255	40.82	0.87	-	18	3	-	-	0.87
Subtotal	1,924,032	43,159	6,579	44.58	24.44	657,201	6,704	1,022	98.04	8.35	32.79
Ages 14 - 20 : Male											
Member Months	84,217					84,217					
Brand	1,811,863	10,034	1,430	180.57	21.51	752,649	5,194	740	144.92	8.94	30.45
Generic	338,616	16,256	2,316	20.83	4.02	116,282	2,419	345	48.07	1.38	5.40
Non-Drug*	71,596	1,359	194	52.68	0.85	-	13	2	-	-	0.85
Subtotal	2,222,075	27,649	3,940	80.37	26.39	868,931	7,626	1,087	113.95	10.32	36.70
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Uninsured/Uninsurable											
November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Ages 21+											
Member Months	131,129					131,129					
Brand	1,439,095	17,487	1,600	82.29	10.97	454,389	5,063	463	89.74	3.47	14.44
Generic	578,789	36,021	3,296	16.07	4.41	175,683	7,578	693	23.18	1.34	5.75
Non-Drug*	103,639	2,853	261	36.33	0.79	-	57	5	-	-	0.79
Subtotal	2,121,523	56,361	5,158	37.64	16.18	630,072	12,698	1,162	49.62	4.80	20.98
Total											
Member Months	499,954					499,954					
Brand	8,519,554	76,420	1,834	111.48	17.04	3,233,007	26,066	626	124.03	6.47	23.51
Generic	2,305,025	117,391	2,818	19.64	4.61	597,788	16,819	404	35.54	1.20	5.81
Non-Drug*	386,569	9,341	224	41.39	0.77	-	142	3	-	-	0.77
Total	11,211,148	203,151	4,876	55.19	22.42	3,830,795	43,027	1,033	89.03	7.66	30.09
* Non-Drugs include medical supplies, bulk chemicals, etc											

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 Development of Per Capita Costs:

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Disabled November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Ages Under 21											
Member Months	544,945					544,945					
Brand	40,277,012	145,961	3,214	275.94	73.91	25,026,637	151,881	3,345	164.78	45.93	119.84
Generic	4,120,514	199,770	4,399	20.63	7.56	3,712,250	63,924	1,408	58.07	6.81	14.37
Non-Drug*	613,085	15,150	334	40.47	1.13	1,442	471	10	3.06	0.00	1.13
Subtotal	45,010,611	360,882	7,947	124.72	82.60	28,740,328	216,276	4,763	132.89	52.74	135.34
Ages Over 21											
Member Months	1,368,055					1,368,055					
Brand	104,655,263	889,102	7,799	117.71	76.50	64,907,190	381,416	3,346	170.17	47.44	123.94
Generic	41,315,442	1,894,959	16,622	21.80	30.20	14,308,786	442,420	3,881	32.34	10.46	40.66
Non-Drug*	6,920,061	173,963	1,526	39.78	5.06	7,200	5,933	52	1.21	0.01	5.06
Subtotal	152,890,766	2,958,023	25,947	51.69	111.76	79,223,176	829,769	7,278	95.48	57.91	169.67
Total											
Member Months	1,913,001					1,913,001					
Brand	144,932,274	1,035,063	6,493	140.02	75.76	89,933,827	533,297	3,345	168.64	47.01	122.77
Generic	45,435,956	2,094,729	13,140	21.69	23.75	18,021,036	506,345	3,176	35.59	9.42	33.17
Non-Drug*	7,533,146	189,113	1,186	39.83	3.94	8,642	6,404	40	1.35	0.00	3.94
Total	197,901,377	3,318,905	20,819	59.63	103.45	107,963,505	1,046,045	6,562	103.21	56.44	159.89
* Non-Drugs include medical supplies, bulk chemicals, etc											

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Duals, Waiver Duals and State Only & Judicials November 2005 through October 2006											
	MCO/Physical Health					BHO/Mental Health					MCO/BHO
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM
Duals											
Member Months	2,224,275					2,224,275					
Brand	48,553,326	642,392	3,466	75.58	21.83	19,368,588	191,587	1,034	101.10	8.71	30.54
Generic	17,388,148	1,040,236	5,612	16.72	7.82	6,432,076	258,582	1,395	24.87	2.89	10.71
Non-Drug*	<u>1,577,432</u>	<u>55,520</u>	<u>300</u>	<u>28.41</u>	<u>0.71</u>	<u>1,152</u>	<u>1,780</u>	<u>10</u>	<u>0.65</u>	<u>0.00</u>	<u>0.71</u>
Total	67,518,906	1,738,148	9,377	38.85	30.36	25,801,816	451,949	2,438	57.09	11.60	41.96
Waiver Duals											
Member Months	20,603					20,603					
Brand	426,891	4,156	2,421	102.71	20.72	91,120	840	489	108.49	4.42	25.14
Generic	144,702	6,449	3,756	22.44	7.02	46,906	1,453	846	32.27	2.28	9.30
Non-Drug*	<u>18,685</u>	<u>508</u>	<u>296</u>	<u>36.77</u>	<u>0.91</u>	<u>-</u>	<u>4</u>	<u>2</u>	<u>-</u>	<u>-</u>	<u>0.91</u>
Total	590,278	11,114	6,473	53.11	28.65	138,026	2,297	1,338	60.08	6.70	35.35
State Only & Judicials											
Member Months	70,353					70,353					
Brand	226,399	3,904	666	58.00	3.22	4,186,831	27,188	4,637	154.00	59.51	62.73
Generic	207,563	14,181	2,419	14.64	2.95	665,194	20,814	3,550	31.96	9.46	12.41
Non-Drug*	<u>17,613</u>	<u>622</u>	<u>106</u>	<u>28.34</u>	<u>0.25</u>	<u>81</u>	<u>182</u>	<u>31</u>	<u>0.45</u>	<u>0.00</u>	<u>0.25</u>
Total	451,575	18,706	3,191	24.14	6.42	4,852,106	48,184	8,219	100.70	68.97	75.39
* Non-Drugs include medical supplies, bulk chemicals, etc											

State

Total Prescription Drug Experience																		
November 2005 through October 2006								Data Adjustment Factors					Capitation Rates					
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM	
Grand Total	MCO and BHO Combined																	
Member Months	14,685,501												14,421,396				14,375,084	
Brand	4,153	112.42	38.90					1.0526	1.0000	40.95	0.8580	0.9995	35.12	1.1200	1.0000	1.0025	39.43	
Generic	6,955	20.94	12.13					1.0526	1.0000	12.77	0.8375	0.9956	10.65	1.1200	1.0000	1.0013	11.94	
Non-Drug*	403	33.34	1.12					1.0526	1.0000	1.18	0.8713	0.9924	1.02	1.1200	1.0000	1.0007	1.14	
Grand Total	11,511	54.37	52.15							54.90			46.79	1.1200	1.0000	1.0022	52.52	
Total	MCO/Physical Health			BHO/Mental Health			MCO/BHO											
Member Months	14,685,501																	
Brand	3,002	104.52	26.15	1,151	133.02	12.75	38.90	1.0526	1.0000	40.95	0.8580	0.9995	35.12	1.1200	1.0000	1.0025	39.43	
Generic	5,881	19.12	9.37	1,074	30.88	2.76	12.13	1.0526	1.0000	12.77	0.8375	0.9956	10.65	1.1200	1.0000	1.0013	11.94	
Non-Drug*	392	34.23	1.12	11	0.93	0.00	1.12	1.0526	1.0000	1.18	0.8713	0.9924	1.02	1.1200	1.0000	1.0007	1.14	
Grand Total	9,276	47.40	36.64	2,235	83.30	15.52	52.15			54.90			46.79	1.1200	1.0000	1.0022	52.52	
Admin %							0.56%			0.53%			0.53%				0.49%	
Premium Tax							0.00%			0.00%			0.00%				0.00%	
Total Premium Rate							\$ 52.45			\$ 55.19			\$ 47.03				\$ 52.78	
* Non-Drugs include medical supplies, bulk chemicals, etc																		

State

Medicaid (TANF and Related)																	
November 2005 through October 2006																	
	MCO/Physical Health			BHO/Mental Health			MCO/BHO	Data Adjustment Factors					Capitation Rates				
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 1																	
Member Months	289,457											281,173				285,403	
Brand	1,504	194.29	24.35	10	91.22	0.08	24.43	1.0526	1.0000	25.72	1.0000	1.0000	25.78	1.1200	1.0000	1.0000	28.87
Generic	2,847	13.42	3.18	92	4.96	0.04	3.22	1.0526	1.0000	3.39	1.0000	1.0000	3.39	1.1200	1.0000	1.0000	3.80
Non-Drug*	133	11.44	0.13	0	-	-	0.13	1.0526	1.0000	0.13	1.0000	1.0000	0.13	1.1200	1.0000	1.0000	0.15
Subtotal	4,485	74.02	27.66	102	13.71	0.12	27.78			29.24			29.31				32.82
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 27.94			\$ 29.40			\$ 29.47				\$ 32.98
Ages 1 - 13																	
Member Months	4,732,817											4,747,202				4,731,236	
Brand	1,601	98.38	13.12	459	120.13	4.60	17.72	1.0526	1.0000	18.65	1.0000	1.0000	18.66	1.1200	1.0000	1.0000	20.91
Generic	2,450	20.00	4.08	221	36.38	0.67	4.75	1.0526	1.0000	5.00	1.0000	1.0000	5.00	1.1200	1.0000	1.0000	5.61
Non-Drug*	148	24.15	0.30	1	-	-	0.30	1.0526	1.0000	0.31	1.0000	1.0000	0.31	1.1200	1.0000	1.0000	0.35
Subtotal	4,198	50.03	17.50	681	92.76	5.27	22.77			23.97			23.98				26.87
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 22.90			\$ 24.10			\$ 24.10				\$ 27.00
Ages 14 - 20 : Female																	
Member Months	883,794											884,200				879,166	
Brand	2,034	79.83	13.53	599	122.14	6.10	19.63	1.0526	1.0000	20.66	1.0000	1.0000	20.61	1.1200	1.0000	1.0000	23.10
Generic	4,620	17.50	6.74	392	33.97	1.11	7.84	1.0526	1.0000	8.26	1.0000	1.0000	8.25	1.1200	1.0000	1.0000	9.24
Non-Drug*	196	29.48	0.48	2	0.73	0.00	0.48	1.0526	1.0000	0.51	1.0000	1.0000	0.51	1.1200	1.0000	1.0000	0.57
Subtotal	6,850	36.35	20.75	993	87.11	7.21	27.96			29.43			29.37				32.91
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 28.11			\$ 29.58			\$ 29.52				\$ 33.07
Ages 14 - 20 : Male																	
Member Months	722,419											723,308				715,467	
Brand	1,036	105.46	9.10	913	134.31	10.22	19.33	1.0526	1.0000	20.35	1.0000	1.0000	20.24	1.1200	1.0000	1.0000	22.68
Generic	2,222	17.76	3.29	379	44.25	1.40	4.69	1.0526	1.0000	4.93	1.0000	1.0000	4.92	1.1200	1.0000	1.0000	5.51
Non-Drug*	131	34.87	0.38	3	-	-	0.38	1.0526	1.0000	0.40	1.0000	1.0000	0.40	1.1200	1.0000	1.0000	0.45
Subtotal	3,389	45.23	12.77	1,295	107.68	11.62	24.40			25.68			25.56				28.64
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 24.53			\$ 25.82			\$ 25.70				\$ 28.78

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Medicaid (TANF & Related)																	
November 2005 through October 2006																	
	MCO/Physical Health			BHO/Mental Health			MCO/BHO	Data Adjustment Factors					Capitation Rates				
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages 21 - 44 : Female																	
Member Months	1,760,060												1,745,236				1,730,468
Brand	3,232	85.51	23.03	1,270	100.49	10.64	33.67	1.0526	1.0000	35.45	1.0000	1.0000	35.47	1.1200	1.0000	1.0000	39.76
Generic	9,011	16.39	12.31	1,305	24.50	2.66	14.97	1.0526	1.0000	15.76	1.0000	1.0000	15.77	1.1200	1.0000	1.0000	17.68
Non-Drug*	470	31.04	1.22	14	0.33	0.00	1.22	1.0526	1.0000	1.28	1.0000	1.0000	1.28	1.1200	1.0000	1.0000	1.44
Subtotal	12,714	34.51	36.56	2,590	61.64	13.30	49.86			52.49			52.52				58.87
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 50.14			\$ 52.76			\$ 52.79				\$ 59.16
Ages 21 - 44 : Male																	
Member Months	186,282												193,865				196,926
Brand	2,633	107.15	23.51	963	121.38	9.74	33.25	1.0526	1.0000	35.00	1.0000	1.0000	35.01	1.1200	1.0000	1.0000	39.23
Generic	7,707	22.08	14.18	1,123	27.73	2.60	16.77	1.0526	1.0000	17.66	1.0000	1.0000	17.68	1.1200	1.0000	1.0000	19.82
Non-Drug*	425	35.08	1.24	18	1.48	0.00	1.25	1.0526	1.0000	1.31	1.0000	1.0000	1.31	1.1200	1.0000	1.0000	1.47
Subtotal	10,765	43.40	38.93	2,104	70.37	12.34	51.27			53.97			54.00				60.53
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 51.55			\$ 54.25			\$ 54.28				\$ 60.83
Ages 45 - 64																	
Member Months	176,655												182,539				182,653
Brand	6,536	98.46	53.63	1,985	102.89	17.02	70.64	1.0526	1.0000	74.36	1.0000	1.0000	74.53	1.1200	1.0000	1.0000	83.63
Generic	13,933	20.45	23.75	2,379	27.08	5.37	29.12	1.0526	1.0000	30.65	1.0000	1.0000	30.74	1.1200	1.0000	1.0000	34.52
Non-Drug*	1,135	36.23	3.43	29	0.50	0.00	3.43	1.0526	1.0000	3.61	1.0000	1.0000	3.61	1.1200	1.0000	1.0000	4.05
Subtotal	21,604	44.88	80.80	4,392	61.16	22.38	103.19			108.62			108.88				122.19
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 103.76			\$ 109.19			\$ 109.46				\$ 122.80
Age 65 & Over																	
Member Months	19,091												16,210				15,462
Brand	18,005	46.20	69.31	6,971	41.73	24.24	93.55	1.0526	1.0000	98.48	1.0000	1.0000	98.76	1.1200	1.0000	1.0000	110.69
Generic	21,963	12.30	22.51	4,101	12.19	4.17	26.68	1.0526	1.0000	28.08	1.0000	1.0000	28.10	1.1200	1.0000	1.0000	31.48
Non-Drug*	1,127	10.41	0.98	166	-	-	0.98	1.0526	1.0000	1.03	1.0000	1.0000	1.02	1.1200	1.0000	1.0000	1.15
Subtotal	41,095	27.10	92.80	11,238	30.33	28.40	121.21			127.59			127.89				143.32
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 121.88			\$ 128.26			\$ 128.56				\$ 144.03

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Medicaid (TANF & Related)																	
November 2005 through October 2006																	
	MCO/Physical Health			BHO/Mental Health			MCO/BHO	Data Adjustment Factors				Capitation Rates					
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Total																	
Member Months	8,770,576											8,773,734				8,736,781	
Brand	2,079	94.37	16.35	714	112.17	6.68	23.03	1.0526	1.0000	24.24	1.0000	0.9995	24.23	1.1200	1.0000	1.0005	27.15
Generic	4,365	18.02	6.56	535	29.05	1.30	7.85	1.0526	1.0000	8.27	1.0000	1.0007	8.27	1.1200	1.0000	1.0003	9.27
Non-Drug*	244	28.90	0.59	5	0.36	0.00	0.59	1.0526	1.0000	0.62	1.0000	1.0027	0.62	1.1200	1.0000	1.0003	0.69
Total	6,688	42.16	23.49	1,255	76.24	7.97	31.47			33.13			33.12				37.11
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 31.64			\$ 33.30			\$ 33.30				\$ 37.30

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Medically Needy																	
November 2005 through October 2006																	
MCO/Physical Health			BHO/Mental Health			MCO/BHO		Data Adjustment Factors					Capitation Rates				
Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM	
Age Under 1																	
Member Months	385											613				802	
Brand	2,005	311.12	51.98	37	603.80	1.86	53.85	1.0526	1.0000	56.68	1.0000	1.0000	50.29	1.1200	1.0000	1.0000	52.47
Generic	2,587	10.50	2.26	-	-	-	2.26	1.0526	1.0000	2.38	1.0000	1.0000	2.34	1.1200	1.0000	1.0000	2.62
Non-Drug*	194	-	-	-	-	-	-	1.0526	1.0000	-	1.0000	1.0000	-	1.1200	1.0000	1.0000	-
Subtotal	4,786	136.02	54.25	37	603.80	1.86	56.11			59.07			52.64				55.09
Admin %							0.56%						0.53%				0.49%
Premium Tax							0.00%						0.00%				0.00%
Total Premium Rate							\$ 56.43			\$ 59.38			\$ 52.92				\$ 55.36
Ages 1 - 13																	
Member Months	150,107											104,336				100,688	
Brand	2,265	98.55	18.60	765	115.77	7.38	25.99	1.0526	1.0000	27.36	1.0000	1.0000	27.50	1.1200	1.0000	1.0000	30.83
Generic	2,662	20.68	4.59	288	47.22	1.14	5.72	1.0526	1.0000	6.02	1.0000	1.0000	6.04	1.1200	1.0000	1.0000	6.77
Non-Drug*	247	40.35	0.83	3	-	-	0.83	1.0526	1.0000	0.87	1.0000	1.0000	0.87	1.1200	1.0000	1.0000	0.98
Subtotal	5,174	55.71	24.02	1,056	96.77	8.52	32.54			34.25			34.41				38.57
Admin %							0.56%						0.53%				0.49%
Premium Tax							0.00%						0.00%				0.00%
Total Premium Rate							\$ 32.72			\$ 34.43			\$ 34.59				\$ 38.77
Ages 14 - 20 : Female																	
Member Months	125,829											113,535				112,114	
Brand	2,638	83.06	18.26	655	115.14	6.28	24.55	1.0526	1.0000	25.84	1.0000	1.0000	25.64	1.1200	1.0000	1.0000	28.74
Generic	5,958	17.18	8.53	569	27.21	1.29	9.82	1.0526	1.0000	10.34	1.0000	1.0000	10.26	1.1200	1.0000	1.0000	11.49
Non-Drug*	289	31.63	0.76	4	-	-	0.76	1.0526	1.0000	0.80	1.0000	1.0000	0.80	1.1200	1.0000	1.0000	0.90
Subtotal	8,885	37.21	27.55	1,228	74.02	7.57	35.13			36.98			36.70				41.13
Admin %							0.56%						0.53%				0.49%
Premium Tax							0.00%						0.00%				0.00%
Total Premium Rate							\$ 35.32			\$ 37.17			\$ 36.89				\$ 41.34
Ages 14 - 20 : Male																	
Member Months	116,720											102,962				100,849	
Brand	1,028	117.14	10.04	702	133.95	7.83	17.87	1.0526	1.0000	18.81	1.0000	1.0000	18.59	1.1200	1.0000	1.0000	20.87
Generic	2,711	15.89	3.59	383	33.41	1.07	4.65	1.0526	1.0000	4.90	1.0000	1.0000	4.85	1.1200	1.0000	1.0000	5.43
Non-Drug*	181	39.78	0.60	2	-	-	0.60	1.0526	1.0000	0.63	1.0000	1.0000	0.63	1.1200	1.0000	1.0000	0.71
Subtotal	3,920	43.55	14.23	1,086	98.32	8.90	23.12			24.34			24.07				27.01
Admin %							0.56%						0.53%				0.49%
Premium Tax							0.00%						0.00%				0.00%
Total Premium Rate							\$ 23.25			\$ 24.47			\$ 24.20				\$ 27.14

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Medically Needy																	
November 2005 through October 2006																	
MCO/Physical Health				BHO/Mental Health			MCO/BHO	Data Adjustment Factors					Capitation Rates				
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages 21 - 44 : Female																	
Member Months	301,067												291,731				293,169
Brand	3,140	86.80	22.71	1,264	102.04	10.75	33.46	1.0526	1.0000	35.23	0.5700	1.0000	19.98	1.1200	1.0000	1.0000	22.37
Generic	7,735	18.26	11.77	1,286	26.51	2.84	14.61	1.0526	1.0000	15.38	0.5700	1.0000	8.71	1.1200	1.0000	1.0000	9.76
Non-Drug*	409	32.27	1.10	13	2.33	0.00	1.10	1.0526	1.0000	1.16	0.5700	1.0000	0.66	1.1200	1.0000	1.0000	0.74
Subtotal	11,284	37.84	35.59	2,564	63.64	13.60	49.18			51.77			29.35				32.86
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 49.46			\$ 52.04			\$ 29.51				\$ 33.02
Ages 21 - 44 : Male																	
Member Months	185,160												196,833				204,213
Brand	1,691	152.33	21.46	735	140.49	8.61	30.07	1.0526	1.0000	31.65	0.5700	1.0000	17.86	1.1200	1.0000	1.0000	19.93
Generic	4,489	20.37	7.62	739	30.65	1.89	9.51	1.0526	1.0000	10.01	0.5700	1.0000	5.62	1.1200	1.0000	1.0000	6.28
Non-Drug*	295	36.55	0.90	7	-	-	0.90	1.0526	1.0000	0.95	0.5700	1.0000	0.53	1.1200	1.0000	1.0000	0.59
Subtotal	6,475	55.57	29.98	1,481	85.02	10.49	40.48			42.61			24.01				26.80
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 40.70			\$ 42.83			\$ 24.14				\$ 26.94
Ages 45 - 64																	
Member Months	170,751												112,583				107,512
Brand	8,359	105.89	73.77	2,069	114.68	19.77	93.54	1.0526	1.0000	98.46	0.5700	1.0000	55.90	1.1200	1.0000	1.0000	62.55
Generic	14,584	23.72	28.83	2,840	31.55	7.47	36.29	1.0526	1.0000	38.20	0.5700	1.0000	21.64	1.1200	1.0000	1.0000	24.20
Non-Drug*	1,168	40.37	3.93	21	0.26	0.00	3.93	1.0526	1.0000	4.14	0.5700	1.0000	2.35	1.1200	1.0000	1.0000	2.63
Subtotal	24,112	53.01	106.52	4,930	66.30	27.24	133.76			140.80			79.89				89.37
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 134.51			\$ 141.54			\$ 80.31				\$ 89.81
Age 65 & Over																	
Member Months	131,660												29,818				28,976
Brand	9,255	80.14	61.80	981	78.20	6.39	68.19	1.0526	1.0000	71.78	0.5700	1.0000	40.68	1.1200	1.0000	1.0000	45.55
Generic	12,651	18.20	19.19	1,939	23.63	3.82	23.00	1.0526	1.0000	24.22	0.5700	1.0000	13.69	1.1200	1.0000	1.0000	15.32
Non-Drug*	705	38.97	2.29	3	7.15	0.00	2.29	1.0526	1.0000	2.41	0.5700	1.0000	1.36	1.1200	1.0000	1.0000	1.52
Subtotal	22,610	44.20	83.28	2,923	41.92	10.21	93.49			98.41			55.72				62.39
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 94.01			\$ 98.93			\$ 56.02				\$ 62.70

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Medically Needy																	
November 2005 through October 2006																	
	MCO/Physical Health			BHO/Mental Health			MCO/BHO	Data Adjustment Factors					Capitation Rates				
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Total																	
Member Months	1,186,739											952,411					948,324
Brand	3,967	96.66	31.95	1,081	111.38	10.03	41.98	1.0526	1.0000	44.20	0.6487	0.9001	25.80	1.1200	1.0000	0.9905	28.63
Generic	7,422	19.92	12.32	1,203	28.99	2.91	15.23	1.0526	1.0000	16.03	0.6329	0.9095	9.23	1.1200	1.0000	0.9905	10.24
Non-Drug*	477	37.40	1.49	9	1.25	0.00	1.49	1.0526	1.0000	1.57	0.6409	0.8875	0.89	1.1200	1.0000	0.9873	0.99
Total	11,866	46.28	45.76	2,292	67.73	12.94	58.70			61.79			35.92				39.85
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 59.03			\$ 62.12			\$ 36.11				\$ 40.05

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Uninsured/Uninsurable																	
November 2005 through October 2006																	
MCO/Physical Health				BHO/Mental Health			MCO/BHO	Data Adjustment Factors					Capitation Rates				
Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM	
Age Under 1																	
Member Months	9											8				12	
Brand	-	-	-	-	-	-	1.0526	1.0000	-	1.0000	1.0000	-	1.1200	1.0000	1.0000	-	
Generic	-	-	-	-	-	-	1.0526	1.0000	-	1.0000	1.0000	-	1.1200	1.0000	1.0000	-	
Non-Drug*	-	-	-	-	-	-	1.0526	1.0000	-	1.0000	1.0000	-	1.1200	1.0000	1.0000	-	
Subtotal	-	-	-	-	-	-						-				-	
Admin %						0.56%						0.53%					0.49%
Premium Tax						0.00%						0.00%					0.00%
Total Premium Rate						\$ -						\$ -					\$ -
Ages 1 - 13																	
Member Months	205,639											221,572				226,475	
Brand	1,958	117.87	19.23	669	127.06	7.09	26.32	1.0526	1.0000	27.70	1.0000	1.0000	27.61	1.1200	1.0000	1.0000	30.93
Generic	2,269	21.61	4.09	260	48.27	1.05	5.13	1.0526	1.0000	5.40	1.0000	1.0000	5.36	1.1200	1.0000	1.0000	6.01
Non-Drug*	202	41.39	0.70	3	-	-	0.70	1.0526	1.0000	0.73	1.0000	1.0000	0.73	1.1200	1.0000	1.0000	0.82
Subtotal	4,429	65.06	24.01	933	104.66	8.13	32.15			33.84			33.71				37.76
Admin %						0.56%						0.53%					0.49%
Premium Tax						0.00%						0.00%					0.00%
Total Premium Rate						\$ 32.33						\$ 34.02					\$ 37.94
Ages 14 - 20 : Female																	
Member Months	78,525											83,384				82,338	
Brand	2,334	85.53	16.63	659	131.06	7.20	23.83	1.0526	1.0000	25.09	1.0000	1.0000	24.70	1.1200	1.0000	1.0000	27.64
Generic	3,990	20.87	6.94	360	38.33	1.15	8.09	1.0526	1.0000	8.52	1.0000	1.0000	8.46	1.1200	1.0000	1.0000	9.47
Non-Drug*	255	40.82	0.87	3	-	-	0.87	1.0526	1.0000	0.91	1.0000	1.0000	0.91	1.1200	1.0000	1.0000	1.02
Subtotal	6,579	44.58	24.44	1,022	98.04	8.35	32.79			34.51			34.06				38.13
Admin %						0.56%						0.53%					0.49%
Premium Tax						0.00%						0.00%					0.00%
Total Premium Rate						\$ 32.97						\$ 34.70					\$ 38.32
Ages 14 - 20 : Male																	
Member Months	83,827											89,856				88,917	
Brand	1,430	180.57	21.51	740	144.92	8.94	30.45	1.0526	1.0000	32.05	1.0000	1.0000	31.93	1.1200	1.0000	1.0000	35.77
Generic	2,316	20.83	4.02	345	48.07	1.38	5.40	1.0526	1.0000	5.69	1.0000	1.0000	5.64	1.1200	1.0000	1.0000	6.32
Non-Drug*	194	52.68	0.85	2	-	-	0.85	1.0526	1.0000	0.89	1.0000	1.0000	0.89	1.1200	1.0000	1.0000	1.00
Subtotal	3,940	80.37	26.39	1,087	113.95	10.32	36.70			38.64			38.47				43.09
Admin %						0.56%						0.53%					0.49%
Premium Tax						0.00%						0.00%					0.00%
Total Premium Rate						\$ 36.91						\$ 38.84					\$ 43.30

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Uninsured/Uninsurable																	
November 2005 through October 2006																	
	MCO/Physical Health			BHO/Mental Health			MCO/BHO	Data Adjustment Factors					Capitation Rates				
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age 21+																	
Member Months	131,042											37,083					4,153
Brand	1,600	82.29	10.97	463	89.74	3.47	14.44	1.0526	1.0000	15.20	1.0000	1.0000	15.21	1.1200	1.0000	1.0000	17.07
Generic	3,296	16.07	4.41	693	23.18	1.34	5.75	1.0526	1.0000	6.06	1.0000	1.0000	6.05	1.1200	1.0000	1.0000	6.78
Non-Drug*	261	36.33	0.79	5	-	-	0.79	1.0526	1.0000	0.83	1.0000	1.0000	0.83	1.1200	1.0000	1.0000	0.93
Subtotal	5,158	37.64	16.18	1,162	49.62	4.80	20.98			22.09			22.09				24.78
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 21.10			\$ 22.21			\$ 22.21				\$ 24.90
Total																	
Member Months	499,954											431,903					401,895
Brand	1,834	111.48	17.04	626	124.03	6.47	23.51	1.0526	1.0000	24.74	1.0000	1.0865	26.88	1.1200	1.0000	1.0357	31.19
Generic	2,818	19.64	4.61	404	35.54	1.20	5.81	1.0526	1.0000	6.11	1.0000	0.9944	6.08	1.1200	1.0000	0.9979	6.79
Non-Drug*	224	41.39	0.77	3	-	-	0.77	1.0526	1.0000	0.81	1.0000	0.9922	0.81	1.1200	1.0000	0.9954	0.90
Total	4,876	55.19	22.42	1,033	89.03	7.66	30.09			31.67			33.77				38.88
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 30.26			\$ 31.84			\$ 33.95				\$ 39.07
* Non-Drugs include medical supplies, bulk chemicals, etc																	

State

November 2005 through October 2006								Disabled									
MCO/Physical Health			BHO/Mental Health			MCO/BHO		Data Adjustment Factors				Capitation Rates					
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Under 21																	
Member Months	544,945												548,530				550,423
Brand	3,214	275.94	73.91	3,345	164.78	45.93	119.84	1.0526	1.0000	126.14	1.0000	1.0000	126.11	1.1200	1.0000	1.0000	141.22
Generic	4,399	20.63	7.56	1,408	58.07	6.81	14.37	1.0526	1.0000	15.13	1.0000	1.0000	15.15	1.1200	1.0000	1.0000	16.96
Non-Drug*	334	40.47	1.13	10	3.06	0.00	1.13	1.0526	1.0000	1.19	1.0000	1.0000	1.19	1.1200	1.0000	1.0000	1.33
Subtotal	7,947	124.72	82.60	4,763	132.89	52.74	135.34			142.46			142.44				159.51
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 136.09			\$ 143.21			\$ 143.20				\$ 160.30
Ages Over 21																	
Member Months	1,368,055												1,376,892				1,384,525
Brand	7,799	117.71	76.50	3,346	170.17	47.44	123.94	1.0526	1.0000	130.47	1.0000	1.0000	129.85	1.1200	1.0000	1.0000	145.18
Generic	16,622	21.80	30.20	3,881	32.34	10.46	40.66	1.0526	1.0000	42.80	1.0000	1.0000	42.56	1.1200	1.0000	1.0000	47.57
Non-Drug*	1,526	39.78	5.06	52	1.21	0.01	5.06	1.0526	1.0000	5.33	1.0000	1.0000	5.29	1.1200	1.0000	1.0000	5.91
Subtotal	25,947	51.69	111.76	7,278	95.48	57.91	169.67			178.60			177.70				198.66
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 170.62			\$ 179.54			\$ 178.64				\$ 199.65
Total																	
Member Months	1,913,001												1,925,422				1,934,948
Brand	6,493	140.02	75.76	3,345	168.64	47.01	122.77	1.0526	1.0000	129.24	1.0000	0.9965	128.78	1.1200	1.0000	0.9987	144.05
Generic	13,140	21.69	23.75	3,176	35.59	9.42	33.17	1.0526	1.0000	34.92	1.0000	0.9951	34.75	1.1200	1.0000	0.9986	38.86
Non-Drug*	1,186	39.83	3.94	40	1.35	0.00	3.94	1.0526	1.0000	4.15	1.0000	0.9936	4.12	1.1200	1.0000	0.9980	4.61
Total	20,819	59.63	103.45	6,562	103.21	56.44	159.89			168.31			167.65				187.52
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 160.78			\$ 169.19			\$ 168.54				\$ 188.45

* Non-Drugs include medical supplies, bulk chemicals, etc

State

Duals, Waiver Duals and State Only & Judicials																	
November 2005 through October 2006								Data Adjustment Factors						Capitation Rates			
	MCO/Physical Health			BHO/Mental Health			MCO/BHO	Trend To FY 2007	IBNR Completion	PMPM Before Benefit/Enrollment Impact	Benefit Adjust.	Enrollment Impact	FY 2007 PMPM	Trend To FY 2007	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Paid Expenditures PMPM										
Duals																	
Member Months	2,224,275												2,262,508				2,277,596
Brand	3,466	75.58	21.83	1,034	101.10	8.71	30.54	1.0526	1.0000	32.14	0.0700	1.0000	2.25	1.1200	1.0000	1.0000	2.52
Generic	5,612	16.72	7.82	1,395	24.87	2.89	10.71	1.0526	1.0000	11.27	0.0700	1.0000	0.79	1.1200	1.0000	1.0000	0.88
Non-Drug*	300	28.41	0.71	10	0.65	0.00	0.71	1.0526	1.0000	0.75	0.0700	1.0000	0.05	1.1200	1.0000	1.0000	0.06
Total	9,377	38.85	30.36	2,438	57.09	11.60	41.96			44.16			3.09				3.46
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 42.19			\$ 44.40			\$ 3.11				\$ 3.48
Waiver Duals																	
Member Months	20,603												6,018				2,449
Brand	2,421	102.71	20.72	489	108.49	4.42	25.14	1.0526	1.0000	26.47	0.0700	1.0000	1.85	1.1200	1.0000	1.0000	2.07
Generic	3,756	22.44	7.02	846	32.27	2.28	9.30	1.0526	1.0000	9.79	0.0700	1.0000	0.68	1.1200	1.0000	1.0000	0.76
Non-Drug*	296	36.77	0.91	2	-	-	0.91	1.0526	1.0000	0.95	0.0700	1.0000	0.07	1.1200	1.0000	1.0000	0.08
Total	6,473	53.11	28.65	1,338	60.08	6.70	35.35			37.21			2.61				2.91
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 35.55			\$ 37.41			\$ 2.62				\$ 2.92
State Only & Judicials																	
Member Months	70,353												69,399				73,090
Brand	666	58.00	3.22	4,637	154.00	59.51	62.73	1.0526	1.0000	66.03	1.0000	1.0000	66.18	1.1200	1.0000	1.0000	74.05
Generic	2,419	14.64	2.95	3,550	31.96	9.46	12.41	1.0526	1.0000	13.06	1.0000	1.0000	12.99	1.1200	1.0000	1.0000	14.53
Non-Drug*	106	28.34	0.25	31	0.45	0.00	0.25	1.0526	1.0000	0.26	1.0000	1.0000	0.26	1.1200	1.0000	1.0000	0.29
Total	3,191	24.14	6.42	8,219	100.70	68.97	75.39			79.36			79.43				88.87
Admin %							0.56%			0.53%			0.53%				0.49%
Premium Tax							0.00%			0.00%			0.00%				0.00%
Total Premium Rate							\$ 75.81			\$ 79.77			\$ 79.85				\$ 89.31

* Non-Drugs include medical supplies, bulk chemicals, etc

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Exhibit 11

State

Total Prescription Drug For All Aid Categories						
All Ages						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Member Months		14,685,501		14,421,396		14,375,084
Brand	\$ 38.90	\$ 571,276,655	\$ 35.12	\$ 506,437,523	\$ 39.43	\$ 566,805,986
Generic	\$ 12.13	\$ 178,187,904	\$ 10.65	\$ 153,579,287	\$ 11.94	\$ 171,674,516
Non-Drug*	\$ 1.12	\$ 16,455,530	\$ 1.02	\$ 14,707,609	\$ 1.14	\$ 16,431,742
Total	\$ 52.15	\$ 765,920,089	\$ 46.79	\$ 674,724,418	\$ 52.52	\$ 754,912,244
Admin %	\$ 0.29	\$ 4,286,686	\$ 0.25	\$ 3,561,635	\$ 0.26	\$ 3,738,218
Premium Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Premium Rate	\$ 52.45	\$ 770,206,775	\$ 47.03	\$ 678,286,053	\$ 52.78	\$ 758,650,463
* Non-Drugs include medical supplies, bulk chemicals, etc						

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Cost **East**

Exhibit 11a

Total Prescription Drug For All Aid Categories						
All Ages						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Member Months		5,086,345		4,960,636		4,947,432
Brand	\$ 42.87	\$ 218,043,706	\$ 37.95	\$ 188,246,024	\$ 42.54	\$ 210,468,367
Generic	\$ 14.81	\$ 75,349,406	\$ 12.84	\$ 63,691,440	\$ 14.39	\$ 71,181,401
Non-Drug*	\$ 1.40	\$ 7,135,244	\$ 1.27	\$ 6,287,549	\$ 1.42	\$ 7,026,422
Total	\$ 59.09	\$ 300,528,356	\$ 52.05	\$ 258,225,013	\$ 58.35	\$ 288,676,189
Admin %	\$ 0.33	\$ 1,681,991	\$ 0.27	\$ 1,363,080	\$ 0.29	\$ 1,429,484
Premium Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Premium Rate	\$ 59.42	\$ 302,210,347	\$ 52.33	\$ 259,588,093	\$ 58.64	\$ 290,105,673

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 11b

West

Total Prescription Drug For All Aid Categories						
All Ages						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Member Months		4,424,962		4,340,673		4,304,806
Brand	\$ 29.01	\$ 128,363,463	\$ 25.83	\$ 112,136,530	\$ 29.00	\$ 124,820,102
Generic	\$ 9.05	\$ 40,027,359	\$ 7.95	\$ 34,497,806	\$ 8.90	\$ 38,326,967
Non-Drug*	\$ 0.88	\$ 3,897,592	\$ 0.80	\$ 3,465,546	\$ 0.89	\$ 3,848,830
Total	\$ 38.94	\$ 172,288,415	\$ 34.58	\$ 150,099,882	\$ 38.79	\$ 166,995,898
Admin %	\$ 0.22	\$ 964,260	\$ 0.18	\$ 792,325	\$ 0.19	\$ 826,940
Premium Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Premium Rate	\$ 39.15	\$ 173,252,676	\$ 34.76	\$ 150,892,207	\$ 38.98	\$ 167,822,838

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 11c

Middle

Total Prescription Drug For All Aid Categories						
All Ages						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Member Months		4,490,801		4,426,200		4,423,416
Brand	\$ 36.31	\$ 163,047,926	\$ 31.89	\$ 141,143,953	\$ 35.81	\$ 158,421,933
Generic	\$ 12.10	\$ 54,352,475	\$ 10.52	\$ 46,547,492	\$ 11.80	\$ 52,188,787
Non-Drug*	\$ 1.07	\$ 4,817,429	\$ 0.97	\$ 4,314,382	\$ 1.09	\$ 4,833,490
Total	\$ 49.48	\$ 222,217,831	\$ 43.38	\$ 192,005,827	\$ 48.71	\$ 215,444,210
Admin %	\$ 0.28	\$ 1,243,704	\$ 0.23	\$ 1,013,532	\$ 0.24	\$ 1,066,849
Premium Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Premium Rate	\$ 49.76	\$ 223,461,535	\$ 43.61	\$ 193,019,359	\$ 48.95	\$ 216,511,059

TennCare
FY 2008 Per Capita Cost Development
Development of Per Capita Costs:

Statewide
TennCare Select High

Exhibit 11d

Total Prescription Drug For All Aid Categories						
All Ages						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Member Months		683,393		693,887		699,430
Brand	\$ 90.46	\$ 61,821,559	\$ 93.55	\$ 64,911,017	\$ 104.51	\$ 73,095,585
Generic	\$ 12.38	\$ 8,458,664	\$ 12.74	\$ 8,842,549	\$ 14.26	\$ 9,977,362
Non-Drug*	\$ 0.89	\$ 605,264	\$ 0.92	\$ 640,131	\$ 1.03	\$ 723,000
Total	\$ 103.73	\$ 70,885,487	\$ 107.21	\$ 74,393,697	\$ 119.81	\$ 83,795,946
Admin %	\$ 0.58	\$ 396,730	\$ 0.57	\$ 392,698	\$ 0.59	\$ 414,946
Premium Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Premium Rate	\$ 104.31	\$ 71,282,218	\$ 107.78	\$ 74,786,395	\$ 120.40	\$ 84,210,892
* Non-Drugs include medical supplies, bulk chemicals, etc						

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

State

Exhibit 12

Prescription Drug Experience											
Aid Category	Age Group	November 2005 through October 2006			Fiscal Year 2007			Fiscal Year 2008			
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total	
Medicaid (TANF & Related)	Age Under 1	289,457	\$ 27.94	\$ 8,086,307	281,173	\$ 29.47	\$ 8,285,306	285,403	\$ 32.98	\$ 9,412,687	
	Age 1 - 13	4,732,817	\$ 22.90	\$ 108,373,438	4,747,202	\$ 24.10	\$ 114,426,008	4,731,236	\$ 27.00	\$ 127,762,176	
	Age 14 - 20 Female	883,794	\$ 28.11	\$ 24,846,000	884,200	\$ 29.52	\$ 26,103,565	879,166	\$ 33.07	\$ 29,077,371	
	Age 14 - 20 Male	722,419	\$ 24.53	\$ 17,722,777	723,308	\$ 25.70	\$ 18,586,670	715,467	\$ 28.78	\$ 20,592,499	
	Age 21 - 44 Female	1,760,060	\$ 50.14	\$ 88,252,393	1,745,236	\$ 52.79	\$ 92,138,944	1,730,468	\$ 59.16	\$ 102,381,429	
	Age 21 - 44 Male	186,282	\$ 51.55	\$ 9,603,771	193,865	\$ 54.28	\$ 10,523,782	196,926	\$ 60.83	\$ 11,978,693	
	Age 45 - 64	176,655	\$ 103.74	\$ 18,326,276	182,539	\$ 109.46	\$ 19,980,644	182,653	\$ 122.80	\$ 22,429,583	
	Age 65+	19,091	\$ 121.88	\$ 2,326,901	16,210	\$ 128.56	\$ 2,084,055	15,462	\$ 144.03	\$ 2,226,989	
	All Ages	8,770,576	\$ 31.64	\$ 277,537,864	8,773,734	\$ 33.30	\$ 292,128,976	8,736,781	\$ 37.30	\$ 325,861,427	
Medically Needy	Age Under 1	385	\$ 57.01	\$ 21,924	603	\$ 53.85	\$ 32,453	790	\$ 56.21	\$ 44,411	
	Age 1 - 13	150,107	\$ 32.74	\$ 4,914,183	104,256	\$ 34.62	\$ 3,608,830	100,605	\$ 38.80	\$ 3,903,252	
	Age 14 - 20 Female	125,829	\$ 35.32	\$ 4,443,777	112,721	\$ 37.16	\$ 4,188,401	111,372	\$ 41.61	\$ 4,634,342	
	Age 14 - 20 Male	116,720	\$ 23.17	\$ 2,704,896	102,104	\$ 24.40	\$ 2,491,306	99,980	\$ 27.38	\$ 2,736,966	
	Age 21 - 44 Female	301,067	\$ 49.48	\$ 14,896,789	290,728	\$ 29.61	\$ 8,608,365	292,195	\$ 33.13	\$ 9,681,060	
	Age 21 - 44 Male	185,160	\$ 40.97	\$ 7,585,800	195,105	\$ 24.35	\$ 4,751,082	202,459	\$ 27.17	\$ 5,500,857	
	Age 45 - 64	170,751	\$ 134.51	\$ 22,968,493	112,565	\$ 80.32	\$ 9,041,521	107,488	\$ 89.83	\$ 9,656,110	
	Age 65+	131,660	\$ 94.01	\$ 12,377,394	29,818	\$ 56.02	\$ 1,670,251	28,976	\$ 62.70	\$ 1,816,816	
	does not total bc TCSHi not by age just total	All Ages	1,186,739	\$ 58.92	\$ 69,917,952	952,411	\$ 36.11	\$ 34,394,899	948,324	\$ 40.05	\$ 37,976,792
Uninsured/Uninsurable	Age Under 1	9	\$ -	\$ -	8	\$ -	\$ -	12	\$ -	\$ -	
	Age 1 - 13	205,639	\$ 32.28	\$ 6,638,476	221,370	\$ 33.92	\$ 7,507,946	226,268	\$ 37.98	\$ 8,593,385	
	Age 14 - 20 Female	78,525	\$ 32.72	\$ 2,569,474	83,177	\$ 34.33	\$ 2,855,481	82,177	\$ 38.39	\$ 3,154,924	
	Age 14 - 20 Male	83,827	\$ 36.85	\$ 3,089,142	89,468	\$ 38.84	\$ 3,474,796	88,526	\$ 43.49	\$ 3,850,329	
	Age 21+	131,042	\$ 21.11	\$ 2,766,774	37,051	\$ 22.23	\$ 823,596	4,153	\$ 24.90	\$ 103,415	
	does not total bc TCSHi not by age just total	All Ages	499,954	\$ 30.13	\$ 15,064,242	431,903	\$ 33.95	\$ 14,662,178	401,895	\$ 39.07	\$ 15,702,422
Disabled	Age <21	544,945	\$ 136.09	\$ 74,163,707	548,530	\$ 143.20	\$ 78,547,602	550,423	\$ 160.30	\$ 88,232,441	
	Age 21+	1,368,055	\$ 170.62	\$ 233,413,033	1,376,892	\$ 178.64	\$ 245,961,768	1,384,525	\$ 199.65	\$ 276,414,875	
	All Ages	1,913,001	\$ 160.78	\$ 307,576,740	1,925,422	\$ 168.54	\$ 324,509,370	1,934,948	\$ 188.45	\$ 364,647,316	
Duals	All Ages	2,224,275	\$ 42.19	\$ 93,843,017	2,262,508	\$ 3.11	\$ 7,033,063	2,277,596	\$ 3.48	\$ 7,927,643	
Waiver Duals	All Ages	20,603	\$ 35.55	\$ 732,379	6,018	\$ 2.62	\$ 15,764	2,449	\$ 2.92	\$ 7,153	
State Only & Judicials	All Ages	70,353	\$ 75.81	\$ 5,333,365	69,399	\$ 79.85	\$ 5,541,803	73,090	\$ 89.31	\$ 6,527,709	
All Groups	All Ages	14,685,501	\$ 52.43	\$ 770,005,559	14,421,396	\$ 47.03	\$ 678,286,053	14,375,084	\$ 52.78	\$ 758,650,463	

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 12a

East

Prescription Drug Experience										
Aid Category	Age Group	November 2005 through October 2006			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	95,622	\$ 30.75	\$ 2,940,725	93,371	\$ 32.36	\$ 3,021,742	95,640	\$ 36.23	\$ 3,465,456
	Age 1 - 13	1,547,654	\$ 28.18	\$ 43,607,846	1,550,048	\$ 29.65	\$ 45,960,097	1,544,899	\$ 33.20	\$ 51,287,643
	Age 14 - 20 Female	288,432	\$ 33.07	\$ 9,538,743	289,113	\$ 34.80	\$ 10,061,449	288,441	\$ 38.96	\$ 11,238,981
	Age 14 - 20 Male	238,188	\$ 28.06	\$ 6,684,307	237,838	\$ 29.53	\$ 7,023,657	235,773	\$ 33.06	\$ 7,795,645
	Age 21 - 44 Female	574,988	\$ 59.93	\$ 34,460,857	570,318	\$ 63.07	\$ 35,969,126	566,806	\$ 70.61	\$ 40,024,320
	Age 21 - 44 Male	75,208	\$ 58.29	\$ 4,383,698	78,000	\$ 61.34	\$ 4,784,258	79,112	\$ 68.67	\$ 5,432,999
	Age 45 - 64	60,861	\$ 118.78	\$ 7,229,320	63,157	\$ 125.00	\$ 7,894,450	63,631	\$ 139.95	\$ 8,905,309
	Age 65+	6,444	\$ 133.94	\$ 863,148	5,673	\$ 140.95	\$ 799,584	5,447	\$ 157.81	\$ 859,668
	All Ages	2,887,398	\$ 38.00	\$ 109,708,645	2,887,519	\$ 40.00	\$ 115,514,364	2,879,751	\$ 44.80	\$ 129,010,021
Medically Needy	Age Under 1	115	\$ 58.63	\$ 6,725	169	\$ 61.70	\$ 10,399	193	\$ 69.08	\$ 13,315
	Age 1 - 13	57,745	\$ 39.55	\$ 2,283,871	40,653	\$ 41.62	\$ 1,691,990	39,306	\$ 46.60	\$ 1,831,613
	Age 14 - 20 Female	46,065	\$ 40.42	\$ 1,862,176	41,252	\$ 42.54	\$ 1,754,836	40,854	\$ 47.63	\$ 1,945,801
	Age 14 - 20 Male	43,163	\$ 25.68	\$ 1,108,258	37,572	\$ 27.02	\$ 1,015,147	36,653	\$ 30.25	\$ 1,108,814
	Age 21 - 44 Female	114,387	\$ 55.86	\$ 6,389,736	107,759	\$ 33.51	\$ 3,610,574	107,997	\$ 37.51	\$ 4,051,471
	Age 21 - 44 Male	73,460	\$ 41.88	\$ 3,076,586	74,479	\$ 25.12	\$ 1,871,000	76,703	\$ 28.13	\$ 2,157,379
	Age 45 - 64	73,805	\$ 143.68	\$ 10,604,030	45,604	\$ 86.18	\$ 3,930,191	43,207	\$ 96.49	\$ 4,169,017
	Age 65+	54,360	\$ 100.40	\$ 5,457,721	10,555	\$ 60.22	\$ 635,633	10,198	\$ 67.43	\$ 687,609
	All Ages	463,102	\$ 66.48	\$ 30,789,102	358,043	\$ 40.55	\$ 14,519,769	355,110	\$ 44.96	\$ 15,965,018
Uninsured/Uninsurable	Age Under 1	3	\$ -	\$ -	4	\$ -	\$ -	-	\$ -	\$ -
	Age 1 - 13	83,121	\$ 35.53	\$ 2,953,579	87,724	\$ 37.39	\$ 3,280,212	89,557	\$ 41.87	\$ 3,749,396
	Age 14 - 20 Female	33,286	\$ 38.11	\$ 1,268,550	34,722	\$ 40.10	\$ 1,392,474	34,092	\$ 44.90	\$ 1,530,787
	Age 14 - 20 Male	36,784	\$ 32.93	\$ 1,211,215	38,806	\$ 34.65	\$ 1,344,655	38,430	\$ 38.80	\$ 1,490,937
	Age 21+	55,438	\$ 21.19	\$ 1,174,848	15,263	\$ 22.30	\$ 340,385	1,745	\$ 24.97	\$ 43,562
	All Ages	208,631	\$ 31.67	\$ 6,608,192	176,519	\$ 36.02	\$ 6,357,727	163,824	\$ 41.60	\$ 6,814,683
Disabled	Age <21	49,023	\$ 175.46	\$ 8,601,552	49,124	\$ 184.64	\$ 9,070,167	49,039	\$ 206.73	\$ 10,137,686
	Age 21+	526,235	\$ 197.14	\$ 103,743,511	525,764	\$ 207.46	\$ 109,072,956	526,831	\$ 232.28	\$ 122,370,044
	All Ages	575,258	\$ 195.30	\$ 112,345,063	574,888	\$ 205.51	\$ 118,143,123	575,870	\$ 230.10	\$ 132,507,730
Duals	All Ages	913,443	\$ 44.15	\$ 40,325,100	934,127	\$ 3.25	\$ 3,037,686	943,561	\$ 3.64	\$ 3,435,453
Waiver Duals	All Ages	9,446	\$ 38.52	\$ 363,820	2,756	\$ 2.84	\$ 7,820	1,083	\$ 3.18	\$ 3,441
State Only & Judicials	All Ages	29,068	\$ 71.23	\$ 2,070,425	26,784	\$ 74.95	\$ 2,007,603	28,233	\$ 83.92	\$ 2,369,327
All Groups	All Ages	5,086,345	\$ 59.42	\$ 302,210,347	4,960,636	\$ 52.33	\$ 259,588,093	4,947,432	\$ 58.64	\$ 290,105,673

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

West

Exhibit 12b

Prescription Drug Experience										
Aid Category	Age Group	November 2005 through October 2006			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	85,194	\$ 26.69	\$ 2,273,451	81,255	\$ 28.08	\$ 2,281,782	82,433	\$ 31.44	\$ 2,591,789
	Age 1 - 13	1,566,345	\$ 16.65	\$ 26,076,049	1,556,210	\$ 17.52	\$ 27,262,613	1,541,065	\$ 19.61	\$ 30,227,143
	Age 14 - 20 Female	301,620	\$ 18.71	\$ 5,643,134	301,409	\$ 19.69	\$ 5,934,195	297,737	\$ 22.04	\$ 6,563,193
	Age 14 - 20 Male	238,056	\$ 14.23	\$ 3,386,433	238,993	\$ 14.97	\$ 3,577,619	234,783	\$ 16.76	\$ 3,935,068
	Age 21 - 44 Female	613,554	\$ 37.85	\$ 23,223,759	605,393	\$ 39.83	\$ 24,113,634	595,833	\$ 44.60	\$ 26,572,139
	Age 21 - 44 Male	39,926	\$ 41.22	\$ 1,645,620	40,691	\$ 43.37	\$ 1,764,907	40,363	\$ 48.56	\$ 1,960,105
	Age 45 - 64	57,363	\$ 80.59	\$ 4,622,715	57,704	\$ 84.80	\$ 4,893,427	56,624	\$ 94.95	\$ 5,376,372
	Age 65+	5,015	\$ 111.38	\$ 558,575	4,038	\$ 117.21	\$ 473,334	3,778	\$ 131.23	\$ 495,826
All Ages	2,907,072	\$ 23.20	\$ 67,429,737	2,885,694	\$ 24.36	\$ 70,301,511	2,852,616	\$ 27.25	\$ 77,721,636	
Medically Needy	Age Under 1	104	\$ 124.06	\$ 12,928	136	\$ 130.55	\$ 17,752	165	\$ 146.16	\$ 24,108
	Age 1 - 13	38,167	\$ 25.46	\$ 971,749	24,289	\$ 26.79	\$ 650,757	22,879	\$ 30.00	\$ 686,316
	Age 14 - 20 Female	38,578	\$ 27.77	\$ 1,071,400	34,625	\$ 29.23	\$ 1,011,915	34,160	\$ 32.72	\$ 1,117,773
	Age 14 - 20 Male	36,198	\$ 16.28	\$ 589,472	31,568	\$ 17.14	\$ 540,961	30,479	\$ 19.19	\$ 584,797
	Age 21 - 44 Female	84,268	\$ 38.10	\$ 3,210,544	83,024	\$ 22.85	\$ 1,897,300	83,984	\$ 25.59	\$ 2,148,859
	Age 21 - 44 Male	50,292	\$ 24.10	\$ 1,212,088	56,606	\$ 14.46	\$ 818,309	59,936	\$ 16.19	\$ 970,107
	Age 45 - 64	40,981	\$ 117.31	\$ 4,807,621	29,357	\$ 70.37	\$ 2,065,811	28,750	\$ 78.79	\$ 2,265,084
	Age 65+	33,697	\$ 87.64	\$ 2,953,075	8,240	\$ 52.57	\$ 433,119	8,055	\$ 58.85	\$ 474,045
All Ages	322,285	\$ 46.01	\$ 14,828,877	267,844	\$ 27.76	\$ 7,435,923	268,408	\$ 30.82	\$ 8,271,089	
Uninsured/Uninsurable	Age Under 1	5	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Age 1 - 13	49,072	\$ 24.70	\$ 1,212,165	53,756	\$ 25.99	\$ 1,397,334	54,804	\$ 29.10	\$ 1,595,029
	Age 14 - 20 Female	19,463	\$ 25.77	\$ 501,477	21,448	\$ 27.11	\$ 581,518	21,505	\$ 30.36	\$ 652,806
	Age 14 - 20 Male	20,004	\$ 41.57	\$ 831,619	22,201	\$ 43.75	\$ 971,259	22,264	\$ 48.98	\$ 1,090,526
	Age 21+	29,718	\$ 22.55	\$ 670,015	8,735	\$ 23.73	\$ 207,232	982	\$ 26.56	\$ 26,087
	All Ages	118,262	\$ 27.19	\$ 3,215,276	106,139	\$ 29.75	\$ 3,157,343	99,555	\$ 33.79	\$ 3,364,449
Disabled	Age <21	74,796	\$ 112.10	\$ 8,384,700	74,757	\$ 117.96	\$ 8,818,649	75,030	\$ 132.08	\$ 9,909,726
	Age 21+	378,997	\$ 146.43	\$ 55,497,330	377,897	\$ 154.09	\$ 58,231,149	377,543	\$ 172.53	\$ 65,136,588
	All Ages	453,793	\$ 140.77	\$ 63,882,030	452,654	\$ 148.13	\$ 67,049,798	452,573	\$ 165.82	\$ 75,046,314
Duals	All Ages	603,014	\$ 37.51	\$ 22,619,836	610,021	\$ 2.76	\$ 1,685,582	612,939	\$ 3.09	\$ 1,896,266
Waiver Duals	All Ages	4,967	\$ 34.20	\$ 169,871	1,505	\$ 2.52	\$ 3,791	553	\$ 2.82	\$ 1,561
State Only & Judicials	All Ages	15,569	\$ 71.11	\$ 1,107,050	16,816	\$ 74.82	\$ 1,258,259	18,162	\$ 83.78	\$ 1,521,524
All Groups	All Ages	4,424,962	\$ 39.15	\$ 173,252,676	4,340,673	\$ 34.76	\$ 150,892,207	4,304,806	\$ 38.98	\$ 167,822,838

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 12c

Middle

Prescription Drug Experience										
Aid Category	Age Group	November 2005 through October 2006			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	104,892	\$ 24.88	\$ 2,610,028	102,496	\$ 26.18	\$ 2,683,824	103,393	\$ 29.32	\$ 3,031,208
	Age 1 - 13	1,541,706	\$ 22.42	\$ 34,561,817	1,564,816	\$ 23.59	\$ 36,915,058	1,569,133	\$ 26.41	\$ 41,445,447
	Age 14 - 20 Female	263,441	\$ 28.77	\$ 7,578,005	264,795	\$ 30.27	\$ 8,015,426	264,499	\$ 33.89	\$ 8,964,308
	Age 14 - 20 Male	209,584	\$ 24.32	\$ 5,097,269	211,444	\$ 25.59	\$ 5,411,524	210,515	\$ 28.66	\$ 6,032,310
	Age 21 - 44 Female	568,587	\$ 53.44	\$ 30,387,107	566,430	\$ 56.24	\$ 31,855,408	564,685	\$ 62.97	\$ 35,556,589
	Age 21 - 44 Male	70,932	\$ 50.33	\$ 3,569,728	74,957	\$ 52.96	\$ 3,969,616	77,248	\$ 59.29	\$ 4,580,350
	Age 45 - 64	58,389	\$ 110.87	\$ 6,473,281	61,647	\$ 116.66	\$ 7,191,996	62,373	\$ 130.62	\$ 8,147,254
	Age 65+	7,632	\$ 118.61	\$ 905,178	6,499	\$ 124.81	\$ 811,138	6,236	\$ 139.74	\$ 871,496
	All Ages	2,825,164	\$ 32.28	\$ 91,182,412	2,853,084	\$ 33.95	\$ 96,853,991	2,858,082	\$ 38.01	\$ 108,628,961
Medically Needy	Age Under 1	166	\$ 13.72	\$ 2,272	298	\$ 14.43	\$ 4,303	432	\$ 16.16	\$ 6,989
	Age 1 - 13	54,195	\$ 30.60	\$ 1,658,563	39,314	\$ 32.20	\$ 1,266,083	38,420	\$ 36.06	\$ 1,385,323
	Age 14 - 20 Female	41,186	\$ 36.67	\$ 1,510,201	36,844	\$ 38.59	\$ 1,421,650	36,358	\$ 43.20	\$ 1,570,768
	Age 14 - 20 Male	37,359	\$ 26.96	\$ 1,007,166	32,965	\$ 28.37	\$ 935,199	32,847	\$ 31.76	\$ 1,043,355
	Age 21 - 44 Female	102,411	\$ 51.72	\$ 5,296,510	99,946	\$ 31.02	\$ 3,100,491	100,214	\$ 34.73	\$ 3,480,731
	Age 21 - 44 Male	61,408	\$ 53.69	\$ 3,297,126	64,019	\$ 32.21	\$ 2,061,772	65,820	\$ 36.06	\$ 2,373,372
	Age 45 - 64	55,966	\$ 135.03	\$ 7,556,842	37,603	\$ 80.99	\$ 3,045,519	35,531	\$ 90.68	\$ 3,222,009
	Age 65+	43,602	\$ 90.97	\$ 3,966,598	11,023	\$ 54.57	\$ 601,499	10,724	\$ 61.10	\$ 655,162
	All Ages	396,292	\$ 61.31	\$ 24,295,278	322,012	\$ 38.62	\$ 12,436,516	320,348	\$ 42.88	\$ 13,737,708
Uninsured/Uninsurable	Age Under 1	1	\$ -	\$ -	4	\$ -	\$ -	12	\$ -	\$ -
	Age 1 - 13	73,447	\$ 33.67	\$ 2,472,731	79,891	\$ 35.43	\$ 2,830,400	81,906	\$ 39.67	\$ 3,248,961
	Age 14 - 20 Female	25,775	\$ 31.02	\$ 799,447	27,008	\$ 32.64	\$ 881,489	26,580	\$ 36.54	\$ 971,330
	Age 14 - 20 Male	27,040	\$ 38.69	\$ 1,046,308	28,460	\$ 40.72	\$ 1,158,882	27,832	\$ 45.59	\$ 1,268,865
	Age 21+	45,886	\$ 20.09	\$ 921,912	13,053	\$ 21.14	\$ 275,978	1,426	\$ 23.67	\$ 33,766
	All Ages	172,149	\$ 30.44	\$ 5,240,398	148,416	\$ 34.68	\$ 5,146,749	137,757	\$ 40.09	\$ 5,522,922
Disabled	Age <21	28,379	\$ 129.07	\$ 3,662,938	30,368	\$ 135.82	\$ 4,124,661	30,893	\$ 152.07	\$ 4,698,067
	Age 21+	347,613	\$ 191.64	\$ 66,618,041	346,762	\$ 201.67	\$ 69,931,535	348,821	\$ 225.80	\$ 78,762,676
	All Ages	375,992	\$ 186.92	\$ 70,280,979	377,130	\$ 196.37	\$ 74,056,196	379,714	\$ 219.80	\$ 83,460,743
Duals	All Ages	689,297	\$ 43.68	\$ 30,107,890	698,002	\$ 3.22	\$ 2,245,814	700,007	\$ 3.60	\$ 2,521,716
Waiver Duals	All Ages	6,190	\$ 32.10	\$ 198,689	1,757	\$ 2.36	\$ 4,153	812	\$ 2.65	\$ 2,151
State Only & Judicials	All Ages	25,716	\$ 83.83	\$ 2,155,890	25,799	\$ 88.22	\$ 2,275,940	26,696	\$ 98.77	\$ 2,636,858
All Groups	All Ages	4,490,801	\$ 49.76	\$ 223,461,535	4,426,200	\$ 43.61	\$ 193,019,359	4,423,416	\$ 48.95	\$ 216,511,059

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Statewide
 TennCare Select High

Exhibit 12d

Prescription Drug Experience										
Aid Category	Age Group	November 2005 through October 2006			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF & Related)	Age Under 1	3,749	\$ 69.91	\$ 262,104	4,050	\$ 73.56	\$ 297,958	3,937	\$ 82.36	\$ 324,234
	Age 1 - 13	77,112	\$ 53.53	\$ 4,127,726	76,128	\$ 56.33	\$ 4,288,240	76,139	\$ 63.07	\$ 4,801,943
	Age 14 - 20 Female	30,302	\$ 68.85	\$ 2,086,118	28,883	\$ 72.45	\$ 2,092,496	28,489	\$ 81.11	\$ 2,310,888
	Age 14 - 20 Male	36,591	\$ 69.82	\$ 2,554,768	35,032	\$ 73.47	\$ 2,573,870	34,396	\$ 82.26	\$ 2,829,476
	Age 21 - 44 Female	2,931	\$ 61.65	\$ 180,670	3,095	\$ 64.87	\$ 200,776	3,144	\$ 72.63	\$ 228,381
	Age 21 - 44 Male	216	\$ 21.87	\$ 4,725	217	\$ 23.01	\$ 5,000	203	\$ 25.77	\$ 5,239
	Age 45 - 64	42	\$ 22.90	\$ 960	32	\$ 24.10	\$ 771	24	\$ 26.98	\$ 648
	Age 65+	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	All Ages	150,942	\$ 61.09	\$ 9,217,071	147,437	\$ 64.16	\$ 9,459,111	146,332	\$ 71.76	\$ 10,500,809
Medically Needy	Age Under 1									
	Age 1 - 13									
	Age 14 - 20 Female									
	Age 14 - 20 Male									
	Age 21 - 44 Female									
	Age 21 - 44 Male									
	Age 45 - 64									
	Age 65+									
	All Ages	5,060	\$ 0.93	\$ 4,695	4,513	\$ 0.60	\$ 2,691	4,458	\$ 0.67	\$ 2,977
Uninsured/Uninsurable	Age Under 1									
	Age 1 - 13									
	Age 14 - 20 Female									
	Age 14 - 20 Male									
	Age 21+									
All Ages	912	\$ 0.41	\$ 376	829	\$ 0.43	\$ 360	760	\$ 0.49	\$ 369	
Disabled	Age <21	392,747	\$ 136.26	\$ 53,514,517	394,282	\$ 143.39	\$ 56,534,125	395,461	\$ 160.54	\$ 63,486,963
	Age 21+	115,211	\$ 65.57	\$ 7,554,151	126,469	\$ 69.00	\$ 8,726,128	131,330	\$ 77.25	\$ 10,145,567
	All Ages	507,958	\$ 120.22	\$ 61,068,668	520,751	\$ 125.32	\$ 65,260,253	526,791	\$ 139.78	\$ 73,632,530
Duals	All Ages	18,521	\$ 42.67	\$ 790,191	20,358	\$ 3.14	\$ 63,981	21,089	\$ 3.52	\$ 74,207
Waiver Duals	All Ages									
State Only & Judicials	All Ages									
All Groups	All Ages	683,393	\$ 104.01	\$ 71,081,001	693,887	\$ 107.78	\$ 74,786,395	699,430	\$ 120.40	\$ 84,210,892

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All Aid Categories Dental Experience							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	5,672,132						
Diagnostic	15,313,810	12,099,954	432,383	915	35.42	27.98	2.13
Preventive	16,906,194	14,236,554	486,382	1,029	34.76	29.27	2.51
Restorative	30,979,022	24,589,517	250,165	529	123.83	98.29	4.34
Endodontics	5,747,188	5,018,086	43,500	92	132.12	115.36	0.88
Oral Surgery	4,826,538	3,999,463	55,807	118	86.49	71.67	0.71
Orthodontics	3,595,952	3,136,643	19,703	42	182.51	159.20	0.55
Other	3,165,029	2,633,085	53,372	113	59.30	49.33	0.46
Subtotal	80,533,733	65,713,302	1,341,312	2,838	60.04	48.99	11.59
Ages 14 - 20 : Female							
Member Months	1,179,072						
Diagnostic	4,824,685	3,774,558	124,748	1,270	38.68	30.26	3.20
Preventive	3,487,889	3,002,609	90,452	921	38.56	33.20	2.55
Restorative	14,358,992	12,202,014	107,815	1,097	133.18	113.18	10.35
Endodontics	3,953,904	3,339,992	7,783	79	508.02	429.14	2.83
Oral Surgery	5,106,000	4,254,206	24,317	247	209.98	174.95	3.61
Orthodontics	4,192,201	3,928,920	32,461	330	129.15	121.04	3.33
Other	1,987,986	1,638,109	17,416	177	114.15	94.06	1.39
Subtotal	37,911,658	32,140,408	404,992	4,122	93.61	79.36	27.26
Ages 14 - 20 : Male							
Member Months	1,088,598						
Diagnostic	3,487,531	2,745,920	89,882	991	38.80	30.55	2.52
Preventive	2,645,117	2,288,136	69,346	764	38.14	33.00	2.10
Restorative	10,242,545	8,735,366	77,175	851	132.72	113.19	8.02
Endodontics	2,661,307	2,257,363	5,362	59	496.33	420.99	2.07
Oral Surgery	3,056,540	2,550,206	14,822	163	206.22	172.06	2.34
Orthodontics	2,952,635	2,702,772	22,266	245	132.61	121.39	2.48
Other	1,188,406	983,664	10,479	116	113.41	93.87	0.90
Total	26,234,082	22,263,426	289,332	3,189	90.67	76.95	20.45

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All Aid Categories Dental Experience							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	6,675,345						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-	-
Total							
Member Months	14,615,148						
Diagnostic	23,626,026	18,620,432	647,013	531	36.52	28.78	1.27
Preventive	23,039,200	19,527,299	646,180	531	35.65	30.22	1.34
Restorative	55,580,560	45,526,897	435,155	357	127.73	104.62	3.12
Endodontics	12,362,399	10,615,442	56,645	47	218.24	187.40	0.73
Oral Surgery	12,989,078	10,803,874	94,946	78	136.80	113.79	0.74
Orthodontics	10,740,787	9,768,334	74,430	61	144.31	131.24	0.67
Other	6,341,422	5,254,858	81,267	67	78.03	64.66	0.36
Total	144,679,472	120,117,136	2,035,636	1,671	71.07	59.01	8.22

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Medicaid (TANF and Related)							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	5,022,274						
Diagnostic	13,312,691	10,635,345	375,225	897	35.48	28.34	2.12
Preventive	14,684,032	12,345,727	421,647	1,007	34.83	29.28	2.46
Restorative	27,230,381	21,646,014	219,165	524	124.25	98.77	4.31
Endodontics	5,099,786	4,460,097	39,037	93	130.64	114.25	0.89
Oral Surgery	4,074,172	3,384,268	47,200	113	86.32	71.70	0.67
Orthodontics	2,794,528	2,450,607	15,105	36	185.01	162.24	0.49
Other	2,729,122	2,286,409	46,091	110	59.21	49.61	0.46
Subtotal	69,924,712	57,208,467	1,163,470	2,780	60.10	49.17	11.39
Ages 14 - 20 : Female							
Member Months	883,794						
Diagnostic	3,612,920	2,854,281	92,975	1,262	38.86	30.70	3.23
Preventive	2,638,640	2,268,065	68,387	929	38.58	33.17	2.57
Restorative	10,530,183	8,971,533	80,280	1,090	131.17	111.75	10.15
Endodontics	2,877,781	2,428,246	5,632	76	510.97	431.15	2.75
Oral Surgery	3,513,263	2,926,759	16,692	227	210.48	175.34	3.31
Orthodontics	3,131,636	2,962,764	24,006	326	130.45	123.42	3.35
Other	1,379,406	1,139,549	12,466	169	110.65	91.41	1.29
Subtotal	27,683,829	23,551,198	300,438	4,079	92.14	78.39	26.65
Ages 14 - 20 : Male							
Member Months	722,419						
Diagnostic	2,408,281	1,920,608	61,945	1,029	38.88	31.01	2.66
Preventive	1,866,264	1,609,929	48,836	811	38.21	32.97	2.23
Restorative	6,765,271	5,781,649	52,835	878	128.05	109.43	8.00
Endodontics	1,660,509	1,411,272	3,317	55	500.61	425.47	1.95
Oral Surgery	1,851,755	1,552,567	8,711	145	212.58	178.23	2.15
Orthodontics	2,068,152	1,918,564	15,472	257	133.67	124.00	2.66
Other	723,098	603,277	6,789	113	106.51	88.86	0.84
Subtotal	17,343,329	14,797,867	197,905	3,287	87.63	74.77	20.48

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Medicaid (TANF & Related)							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	2,142,088						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total							
Member Months	8,770,576						
Diagnostic	19,333,892	15,410,234	530,145	725	36.47	29.07	1.76
Preventive	19,188,936	16,223,721	538,870	737	35.61	30.11	1.85
Restorative	44,525,835	36,399,197	352,280	482	126.39	103.32	4.15
Endodontics	9,638,076	8,299,615	47,986	66	200.85	172.96	0.95
Oral Surgery	9,439,190	7,863,594	72,603	99	130.01	108.31	0.90
Orthodontics	7,994,316	7,331,936	54,583	75	146.46	134.33	0.84
Other	4,831,626	4,029,235	65,346	89	73.94	61.66	0.46
Total	114,951,870	95,557,531	1,661,813	2,274	69.17	57.50	10.90

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Medically Needy							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	150,704						
Diagnostic	500,936	405,122	14,102	1,123	35.52	28.73	2.69
Preventive	543,538	464,982	15,666	1,247	34.70	29.68	3.09
Restorative	1,114,476	890,314	9,335	743	119.39	95.37	5.91
Endodontics	187,176	160,288	1,346	107	139.06	119.08	1.06
Oral Surgery	210,225	174,339	2,357	188	89.19	73.97	1.16
Orthodontics	207,051	180,464	1,166	93	177.57	154.77	1.20
Other	132,091	109,034	2,227	177	59.31	48.96	0.72
Subtotal	2,895,493	2,384,542	46,199	3,679	62.67	51.61	15.82
Ages 14 - 20 : Female							
Member Months	126,828						
Diagnostic	610,356	482,932	15,491	1,466	39.40	31.18	3.81
Preventive	363,610	314,911	9,340	884	38.93	33.72	2.48
Restorative	2,245,403	1,910,618	15,445	1,461	145.38	123.70	15.06
Endodontics	668,450	570,768	1,361	129	491.15	419.37	4.50
Oral Surgery	974,689	816,896	4,825	457	202.01	169.30	6.44
Orthodontics	383,242	362,318	2,883	273	132.93	125.67	2.86
Other	365,428	302,631	2,761	261	132.35	109.61	2.39
Subtotal	5,611,177	4,761,075	52,106	4,930	107.69	91.37	37.54
Ages 14 - 20 : Male							
Member Months	117,838						
Diagnostic	396,608	314,381	9,783	996	40.54	32.14	2.67
Preventive	231,136	201,104	6,033	614	38.31	33.33	1.71
Restorative	1,535,649	1,307,118	10,174	1,036	150.94	128.48	11.09
Endodontics	509,282	431,935	1,030	105	494.45	419.35	3.67
Oral Surgery	579,004	480,267	3,010	307	192.36	159.56	4.08
Orthodontics	230,744	212,294	1,703	173	135.49	124.66	1.80
Other	210,602	174,390	1,613	164	130.57	108.12	1.48
Subtotal	3,693,024	3,121,488	33,346	3,396	110.75	93.61	26.49

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Medically Needy							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	791,368						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total							
Member Months	1,186,739						
Diagnostic	1,507,900	1,202,435	39,376	398	38.29	30.54	1.01
Preventive	1,138,283	980,997	31,039	314	36.67	31.61	0.83
Restorative	4,895,529	4,108,049	34,954	353	140.06	117.53	3.46
Endodontics	1,364,908	1,162,992	3,737	38	365.24	311.21	0.98
Oral Surgery	1,763,917	1,471,502	10,192	103	173.07	144.38	1.24
Orthodontics	821,037	755,076	5,752	58	142.74	131.27	0.64
Other	708,121	586,054	6,601	67	107.27	88.78	0.49
Total	12,199,694	10,267,105	131,651	1,331	92.67	77.99	8.65

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Uninsured/Uninsurable							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	205,883						
Diagnostic	715,811	443,146	21,225	1,237	33.72	20.88	2.15
Preventive	827,339	714,528	24,656	1,437	33.56	28.98	3.47
Restorative	1,222,928	921,840	10,281	599	118.95	89.66	4.48
Endodontics	178,337	150,696	1,234	72	144.52	122.12	0.73
Oral Surgery	251,377	200,399	2,881	168	87.25	69.56	0.97
Orthodontics	364,650	304,543	2,227	130	163.74	136.75	1.48
Other	152,973	111,719	2,650	154	57.73	42.16	0.54
Subtotal	3,713,416	2,846,872	65,154	3,798	56.99	43.69	13.83
Ages 14 - 20 : Female							
Member Months	78,725						
Diagnostic	286,790	189,440	7,978	1,216	35.95	23.75	2.41
Preventive	251,110	218,836	6,669	1,017	37.65	32.81	2.78
Restorative	682,581	555,557	5,348	815	127.63	103.88	7.06
Endodontics	167,343	135,487	309	47	541.56	438.47	1.72
Oral Surgery	318,759	261,431	1,300	198	245.20	201.10	3.32
Orthodontics	408,575	350,241	3,531	538	115.71	99.19	4.45
Other	115,786	89,223	1,024	156	113.07	87.13	1.13
Subtotal	2,230,944	1,800,216	26,159	3,987	85.28	68.82	22.87
Ages 14 - 20 : Male							
Member Months	84,217						
Diagnostic	241,856	160,533	6,664	950	36.29	24.09	1.91
Preventive	211,571	184,988	5,667	807	37.33	32.64	2.20
Restorative	627,259	520,215	4,916	700	127.60	105.82	6.18
Endodontics	124,310	103,496	253	36	491.34	409.07	1.23
Oral Surgery	268,410	217,962	1,194	170	224.80	182.55	2.59
Orthodontics	333,018	276,513	2,775	395	120.01	99.64	3.28
Other	92,528	71,406	766	109	120.79	93.22	0.85
Subtotal	1,898,951	1,535,113	22,235	3,168	85.40	69.04	18.23

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Uninsured/Uninsurable							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	131,129						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total							
Member Months	499,954						
Diagnostic	1,244,457	793,120	35,867	861	34.70	22.11	1.59
Preventive	1,290,020	1,118,352	36,992	888	34.87	30.23	2.24
Restorative	2,532,768	1,997,612	20,545	493	123.28	97.23	4.00
Endodontics	469,990	389,679	1,796	43	261.69	216.97	0.78
Oral Surgery	838,545	679,791	5,375	129	156.01	126.47	1.36
Orthodontics	1,106,243	931,298	8,533	205	129.64	109.14	1.86
Other	361,287	272,349	4,440	107	81.37	61.34	0.54
Total	7,843,311	6,182,201	113,548	2,725	69.07	54.45	12.37

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Disabled							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	292,986						
Diagnostic	783,277	615,680	21,805	893	35.92	28.24	2.10
Preventive	850,408	710,602	24,387	999	34.87	29.14	2.43
Restorative	1,410,123	1,130,619	11,376	466	123.96	99.39	3.86
Endodontics	281,689	246,815	1,881	77	149.75	131.21	0.84
Oral Surgery	290,765	240,457	3,369	138	86.31	71.37	0.82
Orthodontics	229,223	200,529	1,200	49	191.02	167.11	0.68
Other	150,797	125,893	2,403	98	62.75	52.39	0.43
Subtotal	3,996,280	3,270,594	66,421	2,720	60.17	49.24	11.16
Ages 14 - 20 : Female							
Member Months	89,016						
Diagnostic	310,115	244,416	8,189	1,104	37.87	29.85	2.75
Preventive	231,572	198,227	5,980	806	38.72	33.15	2.23
Restorative	884,688	750,147	6,642	895	133.20	112.94	8.43
Endodontics	233,058	199,628	466	63	500.12	428.39	2.24
Oral Surgery	293,118	244,054	1,462	197	200.49	166.93	2.74
Orthodontics	265,488	250,696	2,024	273	131.17	123.86	2.82
Other	123,643	103,606	1,136	153	108.84	91.20	1.16
Subtotal	2,341,681	1,990,774	25,899	3,491	90.42	76.87	22.36
Ages 14 - 20 : Male							
Member Months	162,944						
Diagnostic	436,347	346,617	11,362	837	38.40	30.51	2.13
Preventive	332,891	289,062	8,720	642	38.18	33.15	1.77
Restorative	1,294,724	1,108,044	9,115	671	142.04	121.56	6.80
Endodontics	364,582	308,298	756	56	482.25	407.80	1.89
Oral Surgery	353,183	295,604	1,880	138	187.86	157.24	1.81
Orthodontics	318,821	293,500	2,297	169	138.80	127.78	1.80
Other	160,217	132,945	1,291	95	124.10	102.98	0.82
Subtotal	3,260,765	2,774,069	35,421	2,609	92.06	78.32	17.02

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Disabled							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	1,368,055						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total							
Member Months	1,913,001						
Diagnostic	1,529,739	1,206,713	41,356	259	36.99	29.18	0.63
Preventive	1,414,871	1,197,891	39,087	245	36.20	30.65	0.63
Restorative	3,589,535	2,988,809	27,133	170	132.29	110.15	1.56
Endodontics	879,328	754,741	3,103	19	283.38	243.23	0.39
Oral Surgery	937,065	780,115	6,711	42	139.63	116.24	0.41
Orthodontics	813,532	744,725	5,521	35	147.35	134.89	0.39
Other	434,657	362,444	4,830	30	89.99	75.04	0.19
Total	9,598,726	8,035,438	127,741	801	75.14	62.90	4.20

TennCare
 FY 2008 Per Capita Cost Development
 Historical Encounter Data

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Exhibit 13

Duals							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	284						
Diagnostic	1,095	662	26	1,097	42.12	25.46	2.33
Preventive	877	715	26	1,097	33.73	27.50	2.51
Restorative	1,114	730	8	337	139.25	91.25	2.57
Endodontics	200	190	2	84	100.00	95.00	0.67
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	500	500	5	211	100.00	100.00	1.76
Other	46	30	1	42	46.00	30.00	0.11
Subtotal	3,832	2,827	68	2,868	56.35	41.57	9.94
Ages 14 - 20 : Female							
Member Months	702						
Diagnostic	4,464	3,453	114	1,949	39.16	30.29	4.92
Preventive	2,957	2,570	76	1,299	38.91	33.82	3.66
Restorative	16,137	14,159	100	1,710	161.37	141.59	20.17
Endodontics	7,273	5,863	15	256	484.87	390.87	8.35
Oral Surgery	5,716	4,849	36	616	158.78	134.69	6.91
Orthodontics	3,260	2,900	17	291	191.76	170.59	4.13
Other	3,724	3,100	29	496	128.41	106.90	4.42
Subtotal	43,531	36,894	387	6,617	112.48	95.33	52.57
Ages 14 - 20 : Male							
Member Months	1,176						
Diagnostic	4,441	3,781	128	1,306	34.70	29.54	3.21
Preventive	3,255	3,053	90	918	36.17	33.92	2.60
Restorative	19,642	18,340	135	1,377	145.50	135.85	15.59
Endodontics	2,624	2,362	6	61	437.33	393.67	2.01
Oral Surgery	4,190	3,806	27	275	155.19	140.96	3.24
Orthodontics	1,900	1,900	19	194	100.00	100.00	1.62
Other	1,961	1,646	20	204	98.05	82.30	1.40
Subtotal	38,013	34,888	425	4,335	89.44	82.09	29.66

TennCare
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Exhibit 13

Duals							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	2,222,112						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total							
Member Months	2,224,275						
Diagnostic	10,000	7,896	268	1	37.31	29.46	0.00
Preventive	7,089	6,338	192	1	36.92	33.01	0.00
Restorative	36,893	33,229	243	1	151.82	136.74	0.01
Endodontics	10,097	8,415	23	0	439.00	365.87	0.00
Oral Surgery	9,906	8,655	63	0	157.24	137.38	0.00
Orthodontics	5,660	5,300	41	0	138.05	129.27	0.00
Other	5,731	4,776	50	0	114.62	95.52	0.00
Total	85,376	74,609	880	5	97.02	84.78	0.03

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Exhibit 13

Waiver Duals							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Age Under 14							
Member Months	-						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-	-
Ages 14 - 20 : Female							
Member Months	7						
Diagnostic	40	35	1	1,749	40.00	35.00	5.10
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	455	216	2	3,498	227.50	108.00	31.48
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Subtotal	495	251	3	5,247	165.00	83.67	36.58
Ages 14 - 20 : Male							
Member Months	4						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-	-

TennCare
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Exhibit 13

Waiver Duals							
November 2005 through October 2006 Incurred							
	Billed Charges	Paid Expenditures	Units	Units / 1000	Billed Charges / Unit	Paid Expenditures / Unit	Paid Expenditures PMPM
Ages Over 21							
Member Months	20,592						
Diagnostic	-	-	-	-	-	-	-
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	-	-	-	-	-	-	-
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total							
Member Months	20,603						
Diagnostic	40	35	1	1	40.00	35.00	0.00
Preventive	-	-	-	-	-	-	-
Restorative	-	-	-	-	-	-	-
Endodontics	-	-	-	-	-	-	-
Oral Surgery	455	216	2	1	227.50	108.00	0.01
Orthodontics	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	495	251	3	2	165.00	83.67	0.01

State

All Aid Categories Dental Experience													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	5,672,132								5,650,372				5,641,337
Diagnostic	915	27.98	2.13	1.0526	1.0000	1.0000	2.25	0.9979	2.24	1.0500	1.0000	0.9999	2.35
Preventive	1,029	29.27	2.51	1.0526	1.0000	1.0000	2.64	0.9992	2.64	1.0500	1.0000	1.0002	2.77
Restorative	529	98.29	4.34	1.0526	1.0000	1.0000	4.56	0.9971	4.55	1.0500	1.0000	0.9998	4.78
Endodontics	92	115.36	0.88	1.0526	1.0000	1.0000	0.93	0.9979	0.93	1.0500	1.0000	0.9997	0.98
Oral Surgery	118	71.67	0.71	1.0526	1.0000	1.0000	0.74	0.9959	0.74	1.0500	1.0000	1.0001	0.78
Orthodontics	42	159.20	0.55	1.0526	1.0000	1.0000	0.58	0.9952	0.58	1.0500	1.0000	1.0010	0.61
Other	113	49.33	0.46	1.0526	1.0000	1.0000	0.49	0.9959	0.49	1.0500	1.0000	0.9998	0.51
Subtotal	2,838	48.99	11.59				12.20		12.17				12.77
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 12.04				\$ 12.67		\$ 12.64				\$ 13.27
Ages 14 - 20 : Female													
Member Months	1,179,072								1,170,946				1,163,604
Diagnostic	1,270	30.26	3.20	1.0526	1.0000	1.0000	3.37	0.9969	3.36	1.0500	1.0000	0.9999	3.53
Preventive	921	33.20	2.55	1.0526	1.0000	1.0000	2.68	1.0007	2.68	1.0500	1.0000	0.9999	2.82
Restorative	1,097	113.18	10.35	1.0526	1.0000	1.0000	10.89	0.9936	10.82	1.0500	1.0000	0.9998	11.36
Endodontics	79	429.14	2.83	1.0526	1.0000	1.0000	2.98	0.9919	2.96	1.0500	1.0000	0.9997	3.10
Oral Surgery	247	174.95	3.61	1.0526	1.0000	1.0000	3.80	0.9908	3.76	1.0500	1.0000	0.9993	3.95
Orthodontics	330	121.04	3.33	1.0526	1.0000	1.0000	3.51	1.0030	3.52	1.0500	1.0000	0.9999	3.69
Other	177	94.06	1.39	1.0526	1.0000	1.0000	1.46	0.9912	1.45	1.0500	1.0000	0.9996	1.52
Subtotal	4,122	79.36	27.26				28.69		28.55				29.97
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 28.32				\$ 29.81		\$ 29.67				\$ 31.14
Ages 14 - 20 : Male													
Member Months	1,088,598								1,081,624				1,071,219
Diagnostic	991	30.55	2.52	1.0526	1.0000	1.0000	2.66	0.9978	2.65	1.0500	1.0000	0.9996	2.78
Preventive	764	33.00	2.10	1.0526	1.0000	1.0000	2.21	1.0027	2.22	1.0500	1.0000	0.9998	2.33
Restorative	851	113.19	8.02	1.0526	1.0000	1.0000	8.45	0.9934	8.39	1.0500	1.0000	0.9993	8.80
Endodontics	59	420.99	2.07	1.0526	1.0000	1.0000	2.18	0.9871	2.15	1.0500	1.0000	0.9991	2.26
Oral Surgery	163	172.06	2.34	1.0526	1.0000	1.0000	2.47	0.9900	2.44	1.0500	1.0000	0.9988	2.56
Orthodontics	245	121.39	2.48	1.0526	1.0000	1.0000	2.61	1.0052	2.63	1.0500	1.0000	0.9997	2.76
Other	116	93.87	0.90	1.0526	1.0000	1.0000	0.95	0.9907	0.94	1.0500	1.0000	0.9992	0.99
Subtotal	3,189	76.95	20.45				21.53		21.42				22.48
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 21.25				\$ 22.37		\$ 22.26				\$ 23.36

State

All Aid Categories Dental Experience													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	6,675,345								6,449,054				6,425,834
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Subtotal	-	-	-				-		-				-
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	14,615,148								14,351,997				14,301,993
Diagnostic	531	28.78	1.27	1.0526	1.0000	1.0000	1.34	1.0111	1.36	1.0500	1.0000	0.9996	1.42
Preventive	531	30.22	1.34	1.0526	1.0000	1.0000	1.41	1.0135	1.43	1.0500	1.0000	1.0004	1.50
Restorative	357	104.62	3.12	1.0526	1.0000	1.0000	3.28	1.0085	3.31	1.0500	1.0000	0.9988	3.47
Endodontics	47	187.40	0.73	1.0526	1.0000	1.0000	0.76	1.0065	0.77	1.0500	1.0000	0.9983	0.81
Oral Surgery	78	113.79	0.74	1.0526	1.0000	1.0000	0.78	1.0050	0.78	1.0500	1.0000	0.9977	0.82
Orthodontics	61	131.24	0.67	1.0526	1.0000	1.0000	0.70	1.0135	0.71	1.0500	1.0000	0.9980	0.75
Other	67	64.66	0.36	1.0526	1.0000	1.0000	0.38	1.0064	0.38	1.0500	1.0000	0.9986	0.40
Total	1,671	59.01	8.22				8.65		8.73				9.16
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 8.54				\$ 8.99		\$ 9.07				\$ 9.52

State

Medicaid (TANF and Related)													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	5,022,274								5,028,375				5,016,639
Diagnostic	897	28.34	2.12	1.0526	1.0000	1.0000	2.23	1.0000	2.23	1.0500	1.0000	1.0000	2.34
Preventive	1,007	29.28	2.46	1.0526	1.0000	1.0000	2.59	1.0000	2.59	1.0500	1.0000	1.0000	2.72
Restorative	524	98.77	4.31	1.0526	1.0000	1.0000	4.54	1.0000	4.54	1.0500	1.0000	1.0000	4.76
Endodontics	93	114.25	0.89	1.0526	1.0000	1.0000	0.93	1.0000	0.93	1.0500	1.0000	1.0000	0.98
Oral Surgery	113	71.70	0.67	1.0526	1.0000	1.0000	0.71	1.0000	0.71	1.0500	1.0000	1.0000	0.74
Orthodontics	36	162.24	0.49	1.0526	1.0000	1.0000	0.51	1.0000	0.51	1.0500	1.0000	1.0000	0.54
Other	110	49.61	0.46	1.0526	1.0000	1.0000	0.48	1.0000	0.48	1.0500	1.0000	1.0000	0.50
Subtotal	2,780	49.17	11.39				11.99		11.99				12.59
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 11.83				\$ 12.46		\$ 12.46				\$ 13.08
Ages 14 - 20 : Female													
Member Months	883,794								884,200				879,166
Diagnostic	1,262	30.70	3.23	1.0526	1.0000	1.0000	3.40	1.0000	3.40	1.0500	1.0000	1.0000	3.57
Preventive	929	33.17	2.57	1.0526	1.0000	1.0000	2.70	1.0000	2.70	1.0500	1.0000	1.0000	2.84
Restorative	1,090	111.75	10.15	1.0526	1.0000	1.0000	10.69	1.0000	10.69	1.0500	1.0000	1.0000	11.22
Endodontics	76	431.15	2.75	1.0526	1.0000	1.0000	2.89	1.0000	2.89	1.0500	1.0000	1.0000	3.04
Oral Surgery	227	175.34	3.31	1.0526	1.0000	1.0000	3.49	1.0000	3.49	1.0500	1.0000	1.0000	3.66
Orthodontics	326	123.42	3.35	1.0526	1.0000	1.0000	3.53	1.0000	3.53	1.0500	1.0000	1.0000	3.71
Other	169	91.41	1.29	1.0526	1.0000	1.0000	1.36	1.0000	1.36	1.0500	1.0000	1.0000	1.43
Subtotal	4,079	78.39	26.65				28.05		28.05				29.45
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 27.69				\$ 29.14		\$ 29.14				\$ 30.60
Ages 14 - 20 : Male													
Member Months	722,419								723,308				715,467
Diagnostic	1,029	31.01	2.66	1.0526	1.0000	1.0000	2.80	1.0000	2.80	1.0500	1.0000	1.0000	2.94
Preventive	811	32.97	2.23	1.0526	1.0000	1.0000	2.35	1.0000	2.35	1.0500	1.0000	1.0000	2.46
Restorative	878	109.43	8.00	1.0526	1.0000	1.0000	8.42	1.0000	8.42	1.0500	1.0000	1.0000	8.85
Endodontics	55	425.47	1.95	1.0526	1.0000	1.0000	2.06	1.0000	2.06	1.0500	1.0000	1.0000	2.16
Oral Surgery	145	178.23	2.15	1.0526	1.0000	1.0000	2.26	1.0000	2.26	1.0500	1.0000	1.0000	2.38
Orthodontics	257	124.00	2.66	1.0526	1.0000	1.0000	2.80	1.0000	2.80	1.0500	1.0000	1.0000	2.94
Other	113	88.86	0.84	1.0526	1.0000	1.0000	0.88	1.0000	0.88	1.0500	1.0000	1.0000	0.92
Subtotal	3,287	74.77	20.48				21.56		21.56				22.64
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 21.28				\$ 22.40		\$ 22.40				\$ 23.52

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Medicaid (TANF & Related)													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	2,142,088								2,137,851				2,125,509
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	8,770,576								8,773,734				8,736,781
Diagnostic	725	29.07	1.76	1.0526	1.0000	1.0000	1.85	1.0007	1.85	1.0500	1.0000	1.0002	1.94
Preventive	737	30.11	1.85	1.0526	1.0000	1.0000	1.95	1.0008	1.95	1.0500	1.0000	1.0006	2.05
Restorative	482	103.32	4.15	1.0526	1.0000	1.0000	4.37	1.0007	4.37	1.0500	1.0000	0.9997	4.59
Endodontics	66	172.96	0.95	1.0526	1.0000	1.0000	1.00	1.0006	1.00	1.0500	1.0000	0.9994	1.05
Oral Surgery	99	108.31	0.90	1.0526	1.0000	1.0000	0.94	1.0006	0.94	1.0500	1.0000	0.9989	0.99
Orthodontics	75	134.33	0.84	1.0526	1.0000	1.0000	0.88	1.0006	0.88	1.0500	1.0000	0.9983	0.92
Other	89	61.66	0.46	1.0526	1.0000	1.0000	0.48	1.0006	0.48	1.0500	1.0000	0.9997	0.51
Total	2,274	57.50	10.90				11.47		11.48				12.05
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 11.32				\$ 11.92		\$ 11.92				\$ 12.52

State

Medically Needy													
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Data Adjustment Factors					Capitation Rates				
				Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	150,704								104,949				101,490
Diagnostic	1,123	28.73	2.69	1.0526	1.0000	1.0000	2.83	1.0000	2.83	1.0500	1.0000	1.0000	2.97
Preventive	1,247	29.68	3.09	1.0526	1.0000	1.0000	3.25	1.0000	3.25	1.0500	1.0000	1.0000	3.41
Restorative	743	95.37	5.91	1.0526	1.0000	1.0000	6.22	1.0000	6.22	1.0500	1.0000	1.0000	6.53
Endodontics	107	119.08	1.06	1.0526	1.0000	1.0000	1.12	1.0000	1.12	1.0500	1.0000	1.0000	1.18
Oral Surgery	188	73.97	1.16	1.0526	1.0000	1.0000	1.22	1.0000	1.22	1.0500	1.0000	1.0000	1.28
Orthodontics	93	154.77	1.20	1.0526	1.0000	1.0000	1.26	1.0000	1.26	1.0500	1.0000	1.0000	1.32
Other	177	48.96	0.72	1.0526	1.0000	1.0000	0.76	1.0000	0.76	1.0500	1.0000	1.0000	0.80
Subtotal	3,679	51.61	15.82				16.66		16.66				17.49
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 16.44				\$ 17.30		\$ 17.30				\$ 18.17
Ages 14 - 20 : Female													
Member Months	126,828								113,535				112,114
Diagnostic	1,466	31.18	3.81	1.0526	1.0000	1.0000	4.01	1.0000	4.01	1.0500	1.0000	1.0000	4.21
Preventive	884	33.72	2.48	1.0526	1.0000	1.0000	2.61	1.0000	2.61	1.0500	1.0000	1.0000	2.74
Restorative	1,461	123.70	15.06	1.0526	1.0000	1.0000	15.86	1.0000	15.86	1.0500	1.0000	1.0000	16.65
Endodontics	129	419.37	4.50	1.0526	1.0000	1.0000	4.74	1.0000	4.74	1.0500	1.0000	1.0000	4.97
Oral Surgery	457	169.30	6.44	1.0526	1.0000	1.0000	6.78	1.0000	6.78	1.0500	1.0000	1.0000	7.12
Orthodontics	273	125.67	2.86	1.0526	1.0000	1.0000	3.01	1.0000	3.01	1.0500	1.0000	1.0000	3.16
Other	261	109.61	2.39	1.0526	1.0000	1.0000	2.51	1.0000	2.51	1.0500	1.0000	1.0000	2.64
Subtotal	4,930	91.37	37.54				39.52		39.52				41.49
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 39.00				\$ 41.06		\$ 41.06				\$ 43.11
Ages 14 - 20 : Male													
Member Months	117,838								102,962				100,849
Diagnostic	996	32.14	2.67	1.0526	1.0000	1.0000	2.81	1.0000	2.81	1.0500	1.0000	1.0000	2.95
Preventive	614	33.33	1.71	1.0526	1.0000	1.0000	1.80	1.0000	1.80	1.0500	1.0000	1.0000	1.89
Restorative	1,036	128.48	11.09	1.0526	1.0000	1.0000	11.68	1.0000	11.68	1.0500	1.0000	1.0000	12.26
Endodontics	105	419.35	3.67	1.0526	1.0000	1.0000	3.86	1.0000	3.86	1.0500	1.0000	1.0000	4.05
Oral Surgery	307	159.56	4.08	1.0526	1.0000	1.0000	4.29	1.0000	4.29	1.0500	1.0000	1.0000	4.50
Orthodontics	173	124.66	1.80	1.0526	1.0000	1.0000	1.90	1.0000	1.90	1.0500	1.0000	1.0000	1.99
Other	164	108.12	1.48	1.0526	1.0000	1.0000	1.56	1.0000	1.56	1.0500	1.0000	1.0000	1.64
Subtotal	3,396	93.61	26.49				27.88		27.88				29.28
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 27.52				\$ 28.97		\$ 28.97				\$ 30.42

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

State

Medically Needy													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	791,368								630,965				633,870
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	-	-	-				-		-				-
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	1,186,739								952,411				948,324
Diagnostic	398	30.54	1.01	1.0526	1.0000	1.0000	1.07	1.0250	1.09	1.0500	1.0000	0.9837	1.13
Preventive	314	31.61	0.83	1.0526	1.0000	1.0000	0.87	0.9926	0.86	1.0500	1.0000	0.9814	0.89
Restorative	353	117.53	3.46	1.0526	1.0000	1.0000	3.64	1.0533	3.84	1.0500	1.0000	0.9854	3.97
Endodontics	38	311.21	0.98	1.0526	1.0000	1.0000	1.03	1.0714	1.11	1.0500	1.0000	0.9864	1.14
Oral Surgery	103	144.38	1.24	1.0526	1.0000	1.0000	1.31	1.0774	1.41	1.0500	1.0000	0.9871	1.46
Orthodontics	58	131.27	0.64	1.0526	1.0000	1.0000	0.67	1.0487	0.70	1.0500	1.0000	0.9853	0.73
Other	67	88.78	0.49	1.0526	1.0000	1.0000	0.52	1.0614	0.55	1.0500	1.0000	0.9862	0.57
Total	1,331	77.99	8.65				9.11		9.56				9.89
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 8.99				\$ 9.46		\$ 9.93				\$ 10.28

State

Uninsured/Uninsurable													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	205,883								221,580				226,487
Diagnostic	1,237	20.88	2.15	1.0526	1.0000	1.0000	2.27	1.0000	2.27	1.0500	1.0000	1.0000	2.38
Preventive	1,437	28.98	3.47	1.0526	1.0000	1.0000	3.65	1.0000	3.65	1.0500	1.0000	1.0000	3.84
Restorative	599	89.66	4.48	1.0526	1.0000	1.0000	4.71	1.0000	4.71	1.0500	1.0000	1.0000	4.95
Endodontics	72	122.12	0.73	1.0526	1.0000	1.0000	0.77	1.0000	0.77	1.0500	1.0000	1.0000	0.81
Oral Surgery	168	69.56	0.97	1.0526	1.0000	1.0000	1.02	1.0000	1.02	1.0500	1.0000	1.0000	1.08
Orthodontics	130	136.75	1.48	1.0526	1.0000	1.0000	1.56	1.0000	1.56	1.0500	1.0000	1.0000	1.63
Other	154	42.16	0.54	1.0526	1.0000	1.0000	0.57	1.0000	0.57	1.0500	1.0000	1.0000	0.60
Subtotal	3,798	43.69	13.83				14.56		14.56				15.28
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 14.37				\$ 15.12		\$ 15.12				\$ 15.88
Ages 14 - 20 : Female													
Member Months	78,725								83,384				82,338
Diagnostic	1,216	23.75	2.41	1.0526	1.0000	1.0000	2.53	1.0000	2.53	1.0500	1.0000	1.0000	2.66
Preventive	1,017	32.81	2.78	1.0526	1.0000	1.0000	2.93	1.0000	2.93	1.0500	1.0000	1.0000	3.07
Restorative	815	103.88	7.06	1.0526	1.0000	1.0000	7.43	1.0000	7.43	1.0500	1.0000	1.0000	7.80
Endodontics	47	438.47	1.72	1.0526	1.0000	1.0000	1.81	1.0000	1.81	1.0500	1.0000	1.0000	1.90
Oral Surgery	198	201.10	3.32	1.0526	1.0000	1.0000	3.50	1.0000	3.50	1.0500	1.0000	1.0000	3.67
Orthodontics	538	99.19	4.45	1.0526	1.0000	1.0000	4.68	1.0000	4.68	1.0500	1.0000	1.0000	4.92
Other	156	87.13	1.13	1.0526	1.0000	1.0000	1.19	1.0000	1.19	1.0500	1.0000	1.0000	1.25
Subtotal	3,987	68.82	22.87				24.07		24.07				25.27
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 23.76				\$ 25.01		\$ 25.01				\$ 26.26
Ages 14 - 20 : Male													
Member Months	84,217								89,856				88,917
Diagnostic	950	24.09	1.91	1.0526	1.0000	1.0000	2.01	1.0000	2.01	1.0500	1.0000	1.0000	2.11
Preventive	807	32.64	2.20	1.0526	1.0000	1.0000	2.31	1.0000	2.31	1.0500	1.0000	1.0000	2.43
Restorative	700	105.82	6.18	1.0526	1.0000	1.0000	6.50	1.0000	6.50	1.0500	1.0000	1.0000	6.83
Endodontics	36	409.07	1.23	1.0526	1.0000	1.0000	1.29	1.0000	1.29	1.0500	1.0000	1.0000	1.36
Oral Surgery	170	182.55	2.59	1.0526	1.0000	1.0000	2.72	1.0000	2.72	1.0500	1.0000	1.0000	2.86
Orthodontics	395	99.64	3.28	1.0526	1.0000	1.0000	3.46	1.0000	3.46	1.0500	1.0000	1.0000	3.63
Other	109	93.22	0.85	1.0526	1.0000	1.0000	0.89	1.0000	0.89	1.0500	1.0000	1.0000	0.94
Subtotal	3,168	69.04	18.23				19.19		19.19				20.15
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 18.94				\$ 19.94		\$ 19.94				\$ 20.93

State

Uninsured/Uninsurable													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	131,129								37,083				4,153
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	-	-	-				-		-				-
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	499,954								431,903				401,895
Diagnostic	861	22.11	1.59	1.0526	1.0000	1.0000	1.67	1.2389	2.07	1.0500	1.0000	1.0826	2.35
Preventive	888	30.23	2.24	1.0526	1.0000	1.0000	2.35	1.2402	2.92	1.0500	1.0000	1.0855	3.33
Restorative	493	97.23	4.00	1.0526	1.0000	1.0000	4.21	1.2375	5.20	1.0500	1.0000	1.0791	5.90
Endodontics	43	216.97	0.78	1.0526	1.0000	1.0000	0.82	1.2361	1.01	1.0500	1.0000	1.0763	1.15
Oral Surgery	129	126.47	1.36	1.0526	1.0000	1.0000	1.43	1.2348	1.77	1.0500	1.0000	1.0730	1.99
Orthodontics	205	109.14	1.86	1.0526	1.0000	1.0000	1.96	1.2352	2.42	1.0500	1.0000	1.0741	2.73
Other	107	61.34	0.54	1.0526	1.0000	1.0000	0.57	1.2365	0.71	1.0500	1.0000	1.0772	0.80
Total	2,725	54.45	12.37				13.02		16.11				18.25
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 12.85				\$ 13.52		\$ 16.73				\$ 18.96

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 14

State

Disabled													
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Data Adjustment Factors					Capitation Rates				
				Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	292,986								295,196				296,451
Diagnostic	893	28.24	2.10	1.0526	1.0000	1.0000	2.21	1.0000	2.21	1.0500	1.0000	1.0000	2.32
Preventive	999	29.14	2.43	1.0526	1.0000	1.0000	2.55	1.0000	2.55	1.0500	1.0000	1.0000	2.68
Restorative	466	99.39	3.86	1.0526	1.0000	1.0000	4.06	1.0000	4.06	1.0500	1.0000	1.0000	4.27
Endodontics	77	131.21	0.84	1.0526	1.0000	1.0000	0.89	1.0000	0.89	1.0500	1.0000	1.0000	0.93
Oral Surgery	138	71.37	0.82	1.0526	1.0000	1.0000	0.86	1.0000	0.86	1.0500	1.0000	1.0000	0.91
Orthodontics	49	167.11	0.68	1.0526	1.0000	1.0000	0.72	1.0000	0.72	1.0500	1.0000	1.0000	0.76
Other	98	52.39	0.43	1.0526	1.0000	1.0000	0.45	1.0000	0.45	1.0500	1.0000	1.0000	0.47
Subtotal	2,720	49.24	11.16				11.75		11.75				12.34
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 11.60				\$ 12.21		\$ 12.21				\$ 12.82
Ages 14 - 20 : Female													
Member Months	89,016								89,043				89,193
Diagnostic	1,104	29.85	2.75	1.0526	1.0000	1.0000	2.89	1.0000	2.89	1.0500	1.0000	1.0000	3.03
Preventive	806	33.15	2.23	1.0526	1.0000	1.0000	2.34	1.0000	2.34	1.0500	1.0000	1.0000	2.46
Restorative	895	112.94	8.43	1.0526	1.0000	1.0000	8.87	1.0000	8.87	1.0500	1.0000	1.0000	9.31
Endodontics	63	428.39	2.24	1.0526	1.0000	1.0000	2.36	1.0000	2.36	1.0500	1.0000	1.0000	2.48
Oral Surgery	197	166.93	2.74	1.0526	1.0000	1.0000	2.89	1.0000	2.89	1.0500	1.0000	1.0000	3.03
Orthodontics	273	123.86	2.82	1.0526	1.0000	1.0000	2.96	1.0000	2.96	1.0500	1.0000	1.0000	3.11
Other	153	91.20	1.16	1.0526	1.0000	1.0000	1.23	1.0000	1.23	1.0500	1.0000	1.0000	1.29
Subtotal	3,491	76.87	22.36				23.54		23.54				24.72
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 23.24				\$ 24.46		\$ 24.46				\$ 25.68
Ages 14 - 20 : Male													
Member Months	162,944								164,291				164,780
Diagnostic	837	30.51	2.13	1.0526	1.0000	1.0000	2.24	1.0000	2.24	1.0500	1.0000	1.0000	2.35
Preventive	642	33.15	1.77	1.0526	1.0000	1.0000	1.87	1.0000	1.87	1.0500	1.0000	1.0000	1.96
Restorative	671	121.56	6.80	1.0526	1.0000	1.0000	7.16	1.0000	7.16	1.0500	1.0000	1.0000	7.52
Endodontics	56	407.80	1.89	1.0526	1.0000	1.0000	1.99	1.0000	1.99	1.0500	1.0000	1.0000	2.09
Oral Surgery	138	157.24	1.81	1.0526	1.0000	1.0000	1.91	1.0000	1.91	1.0500	1.0000	1.0000	2.01
Orthodontics	169	127.78	1.80	1.0526	1.0000	1.0000	1.90	1.0000	1.90	1.0500	1.0000	1.0000	1.99
Other	95	102.98	0.82	1.0526	1.0000	1.0000	0.86	1.0000	0.86	1.0500	1.0000	1.0000	0.90
Subtotal	2,609	78.32	17.02				17.92		17.92				18.82
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 17.69				\$ 18.62		\$ 18.62				\$ 19.55

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 14

State

Disabled													
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Data Adjustment Factors					Capitation Rates				
				Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	1,368,055								1,376,892				1,384,525
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	-	-	-										
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	1,913,001								1,925,422				1,934,948
Diagnostic	259	29.18	0.63	1.0526	1.0000	1.0000	0.66	0.9998	0.66	1.0500	1.0000	0.9984	0.70
Preventive	245	30.65	0.63	1.0526	1.0000	1.0000	0.66	1.0000	0.66	1.0500	1.0000	0.9986	0.69
Restorative	170	110.15	1.56	1.0526	1.0000	1.0000	1.64	0.9995	1.64	1.0500	1.0000	0.9982	1.72
Endodontics	19	243.23	0.39	1.0526	1.0000	1.0000	0.42	0.9994	0.42	1.0500	1.0000	0.9981	0.44
Oral Surgery	42	116.24	0.41	1.0526	1.0000	1.0000	0.43	0.9991	0.43	1.0500	1.0000	0.9980	0.45
Orthodontics	35	134.89	0.39	1.0526	1.0000	1.0000	0.41	0.9989	0.41	1.0500	1.0000	0.9979	0.43
Other	30	75.04	0.19	1.0526	1.0000	1.0000	0.20	0.9993	0.20	1.0500	1.0000	0.9981	0.21
Total	801	62.90	4.20				4.42		4.42				4.63
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 4.36				\$ 4.59		\$ 4.59				\$ 4.81

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 14

State

Duals													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	284								272				270
Diagnostic	1,097	25.46	2.33	1.0526	1.0000	1.0000	2.45	1.0000	2.45	1.0500	1.0000	1.0000	2.57
Preventive	1,097	27.50	2.51	1.0526	1.0000	1.0000	2.65	1.0000	2.65	1.0500	1.0000	1.0000	2.78
Restorative	337	91.25	2.57	1.0526	1.0000	1.0000	2.70	1.0000	2.70	1.0500	1.0000	1.0000	2.84
Endodontics	84	95.00	0.67	1.0526	1.0000	1.0000	0.70	1.0000	0.70	1.0500	1.0000	1.0000	0.74
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	211	100.00	1.76	1.0526	1.0000	1.0000	1.85	1.0000	1.85	1.0500	1.0000	1.0000	1.94
Other	42	30.00	0.11	1.0526	1.0000	1.0000	0.11	1.0000	0.11	1.0500	1.0000	1.0000	0.12
Subtotal	2,868	41.57	9.94				10.46		10.46				10.98
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 10.32				\$ 10.87		\$ 10.87				\$ 11.41
Ages 14 - 20 : Female													
Member Months	702								776				793
Diagnostic	1,949	30.29	4.92	1.0526	1.0000	1.0000	5.18	1.0000	5.18	1.0500	1.0000	1.0000	5.44
Preventive	1,299	33.82	3.66	1.0526	1.0000	1.0000	3.85	1.0000	3.85	1.0500	1.0000	1.0000	4.05
Restorative	1,710	141.59	20.17	1.0526	1.0000	1.0000	21.24	1.0000	21.24	1.0500	1.0000	1.0000	22.30
Endodontics	256	390.87	8.35	1.0526	1.0000	1.0000	8.79	1.0000	8.79	1.0500	1.0000	1.0000	9.23
Oral Surgery	616	134.69	6.91	1.0526	1.0000	1.0000	7.27	1.0000	7.27	1.0500	1.0000	1.0000	7.64
Orthodontics	291	170.59	4.13	1.0526	1.0000	1.0000	4.35	1.0000	4.35	1.0500	1.0000	1.0000	4.57
Other	496	106.90	4.42	1.0526	1.0000	1.0000	4.65	1.0000	4.65	1.0500	1.0000	1.0000	4.88
Subtotal	6,617	95.33	52.57				55.33		55.33				58.10
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 54.62				\$ 57.49		\$ 57.49				\$ 60.36
Ages 14 - 20 : Male													
Member Months	1,176								1,192				1,194
Diagnostic	1,306	29.54	3.21	1.0526	1.0000	1.0000	3.38	1.0000	3.38	1.0500	1.0000	1.0000	3.55
Preventive	918	33.92	2.60	1.0526	1.0000	1.0000	2.73	1.0000	2.73	1.0500	1.0000	1.0000	2.87
Restorative	1,377	135.85	15.59	1.0526	1.0000	1.0000	16.41	1.0000	16.41	1.0500	1.0000	1.0000	17.23
Endodontics	61	393.67	2.01	1.0526	1.0000	1.0000	2.11	1.0000	2.11	1.0500	1.0000	1.0000	2.22
Oral Surgery	275	140.96	3.24	1.0526	1.0000	1.0000	3.41	1.0000	3.41	1.0500	1.0000	1.0000	3.58
Orthodontics	194	100.00	1.62	1.0526	1.0000	1.0000	1.70	1.0000	1.70	1.0500	1.0000	1.0000	1.79
Other	204	82.30	1.40	1.0526	1.0000	1.0000	1.47	1.0000	1.47	1.0500	1.0000	1.0000	1.55
Subtotal	4,335	82.09	29.66				31.22		31.22				32.78
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 30.81				\$ 32.43		\$ 32.43				\$ 34.06

TennCare
 FY 2008 Per Capita Cost Development
 Development of Per Capita Costs:

Exhibit 14

State

Duals													
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Data Adjustment Factors					Capitation Rates				
				Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	2,222,112								2,260,268				2,275,339
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	-	-	-										
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	2,224,275								2,262,508				2,277,596
Diagnostic	1	29.46	0.00	1.0526	1.0000	1.0000	0.00	1.0313	0.00	1.0500	1.0000	1.0034	0.00
Preventive	1	33.01	0.00	1.0526	1.0000	1.0000	0.00	1.0268	0.00	1.0500	1.0000	1.0026	0.00
Restorative	1	136.74	0.01	1.0526	1.0000	1.0000	0.02	1.0338	0.02	1.0500	1.0000	1.0036	0.02
Endodontics	0	365.87	0.00	1.0526	1.0000	1.0000	0.00	1.0584	0.00	1.0500	1.0000	1.0089	0.00
Oral Surgery	0	137.38	0.00	1.0526	1.0000	1.0000	0.00	1.0473	0.00	1.0500	1.0000	1.0064	0.00
Orthodontics	0	129.27	0.00	1.0526	1.0000	1.0000	0.00	1.0407	0.00	1.0500	1.0000	1.0056	0.00
Other	0	95.52	0.00	1.0526	1.0000	1.0000	0.00	1.0550	0.00	1.0500	1.0000	1.0081	0.00
Total	5	84.78	0.03				0.04		0.04				0.04
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 0.03				\$ 0.04		\$ 0.04				\$ 0.04

State

Waiver Duals													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Age Under 14													
Member Months	-												
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Subtotal	-	-	-										
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Ages 14 - 20 : Female													
Member Months	7								7				-
Diagnostic	1,749	35.00	5.10	1.0526	1.0000	1.0000	5.37	1.0000	5.37	1.0500	1.0000	1.0000	5.64
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	3,498	108.00	31.48	1.0526	1.0000	1.0000	33.14	1.0000	33.14	1.0500	1.0000	1.0000	34.80
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Subtotal	5,247	83.67	36.58				38.51		38.51				40.44
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 38.01				\$ 40.01		\$ 40.01				\$ 42.01
Ages 14 - 20 : Male													
Member Months	4								16				12
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Subtotal	-	-	-										
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -

State

Waiver Duals													
				Data Adjustment Factors					Capitation Rates				
	Units Per 1,000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To FY 2007	IBNR Completion	Benefit Adjust.	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Benefit Adjust.	Enrollment Impact	FY 2008 PMPM
Ages Over 21													
Member Months	20,592								5,995				2,437
Diagnostic	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	-	-	-				-		-				-
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ -				\$ -		\$ -				\$ -
Total													
Member Months	20,603								6,018				2,449
Diagnostic	1	35.00	0.00	1.0526	1.0000	1.0000	0.00	-	0.01	1.0500	1.0000	-	-
Preventive	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Restorative	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Endodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Oral Surgery	1	108.00	0.01	1.0526	1.0000	1.0000	0.01	-	0.04	1.0500	1.0000	-	-
Orthodontics	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Other	-	-	-	1.0526	1.0000	1.0000	-	1.0000	-	1.0500	1.0000	1.0000	-
Total	2	83.67	0.01				0.01		0.04				-
Admin %			3.75%				3.75%		3.75%				3.75%
Premium Tax			0.00%				0.00%		0.00%				0.00%
Total Premium Rate			\$ 0.01				\$ 0.01		\$ 0.04				\$ -

**TennCare
FY 2008 Per Capita Cost Development**

Exhibit 15

Development of Per Capita Costs: State

Total Dental Experience						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Total						
Member Months		14,615,148		14,351,997		14,301,993
Diagnostic	\$ 1.27	\$ 18,620,432	\$ 1.36	\$ 19,460,737	\$ 1.42	\$ 20,354,290
Preventive	\$ 1.34	\$ 19,527,299	\$ 1.43	\$ 20,456,770	\$ 1.50	\$ 21,412,534
Restorative	\$ 3.12	\$ 45,526,897	\$ 3.31	\$ 47,460,119	\$ 3.47	\$ 49,599,752
Endodontics	\$ 0.73	\$ 10,615,442	\$ 0.77	\$ 11,044,628	\$ 0.81	\$ 11,536,850
Oral Surgery	\$ 0.74	\$ 10,803,874	\$ 0.78	\$ 11,223,625	\$ 0.82	\$ 11,716,185
Orthodontics	\$ 0.67	\$ 9,768,334	\$ 0.71	\$ 10,234,096	\$ 0.75	\$ 10,686,463
Other	\$ 0.36	\$ 5,254,858	\$ 0.38	\$ 5,466,469	\$ 0.40	\$ 5,711,571
Total	\$ 8.22	\$ 120,117,136	\$ 8.73	\$ 125,346,445	\$ 9.16	\$ 131,017,644
Admin	\$ 0.32	\$ 4,679,888	\$ 0.34	\$ 4,883,628	\$ 0.36	\$ 5,104,584
Premium Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Premium Rate	\$ 8.54	\$ 124,797,024	\$ 9.07	\$ 130,230,072	\$ 9.52	\$ 136,122,228

State

Total Dental Experience										
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF and Related)	Age Under 14	5,022,274	\$ 11.83	\$ 59,437,368	5,028,375	\$ 12.46	\$ 62,642,536	5,016,639	\$ 13.08	\$ 65,621,142
	Ages 14 - 20 : Female	883,794	\$ 27.69	\$ 24,468,777	884,200	\$ 29.14	\$ 25,768,803	879,166	\$ 30.60	\$ 26,903,191
	Ages 14 - 20 : Male	722,419	\$ 21.28	\$ 15,374,407	723,308	\$ 22.40	\$ 16,203,714	715,467	\$ 23.52	\$ 16,829,466
	Ages Over 21	2,142,088	\$ -	\$ -	2,137,851	\$ -	\$ -	2,125,509	\$ -	\$ -
	Total	8,770,576	\$ 11.32	\$ 99,280,552	8,773,734	\$ 11.92	\$ 104,615,053	8,736,781	\$ 12.52	\$ 109,353,798
Medically Needy	Age Under 14	150,704	\$ 16.44	\$ 2,477,446	104,949	\$ 17.30	\$ 1,816,103	101,490	\$ 18.17	\$ 1,844,056
	Ages 14 - 20 : Female	126,828	\$ 39.00	\$ 4,946,571	113,535	\$ 41.06	\$ 4,661,254	112,114	\$ 43.11	\$ 4,833,053
	Ages 14 - 20 : Male	117,838	\$ 27.52	\$ 3,243,105	102,962	\$ 28.97	\$ 2,982,860	100,849	\$ 30.42	\$ 3,067,749
	Ages Over 21	791,368	\$ -	\$ -	630,965	\$ -	\$ -	633,870	\$ -	\$ -
	Total	1,186,739	\$ 8.99	\$ 10,667,122	952,411	\$ 9.93	\$ 9,460,217	948,324	\$ 10.28	\$ 9,744,858
Uninsured/Uninsurable	Age Under 14	205,883	\$ 14.37	\$ 2,957,789	221,580	\$ 15.12	\$ 3,350,884	226,487	\$ 15.88	\$ 3,596,348
	Ages 14 - 20 : Female	78,725	\$ 23.76	\$ 1,870,355	83,384	\$ 25.01	\$ 2,085,336	82,338	\$ 26.26	\$ 2,162,128
	Ages 14 - 20 : Male	84,217	\$ 18.94	\$ 1,594,923	89,856	\$ 19.94	\$ 1,791,305	88,917	\$ 20.93	\$ 1,861,210
	Ages Over 21	131,129	\$ -	\$ -	37,083	\$ -	\$ -	4,153	\$ -	\$ -
	Total	499,954	\$ 12.85	\$ 6,423,066	431,903	\$ 16.73	\$ 7,227,525	401,895	\$ 18.96	\$ 7,619,686
Disabled	Age Under 14	292,986	\$ 11.60	\$ 3,398,020	295,196	\$ 12.21	\$ 3,603,894	296,451	\$ 12.82	\$ 3,800,176
	Ages 14 - 20 : Female	89,016	\$ 23.24	\$ 2,068,337	89,043	\$ 24.46	\$ 2,177,905	89,193	\$ 25.68	\$ 2,290,628
	Ages 14 - 20 : Male	162,944	\$ 17.69	\$ 2,882,150	164,291	\$ 18.62	\$ 3,058,967	164,780	\$ 19.55	\$ 3,221,473
	Ages Over 21	1,368,055	\$ -	\$ -	1,376,892	\$ -	\$ -	1,384,525	\$ -	\$ -
	Total	1,913,001	\$ 4.36	\$ 8,348,507	1,925,422	\$ 4.59	\$ 8,840,766	1,934,948	\$ 4.81	\$ 9,312,276
Duals	Age Under 14	284	\$ 10.32	\$ 2,937	272	\$ 10.87	\$ 2,955	270	\$ 11.41	\$ 3,084
	Ages 14 - 20 : Female	702	\$ 54.62	\$ 38,331	776	\$ 57.49	\$ 44,626	793	\$ 60.36	\$ 47,864
	Ages 14 - 20 : Male	1,176	\$ 30.81	\$ 36,247	1,192	\$ 32.43	\$ 38,666	1,194	\$ 34.06	\$ 40,662
	Ages Over 21	2,222,112	\$ -	\$ -	2,260,268	\$ -	\$ -	2,275,339	\$ -	\$ -
	Total	2,224,275	\$ 0.03	\$ 77,516	2,262,508	\$ 0.04	\$ 86,248	2,277,596	\$ 0.04	\$ 91,610
Waiver Duals	Age Under 14	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Ages 14 - 20 : Female	7	\$ 38.01	\$ 261	7	\$ 40.01	\$ 264	-	\$ 42.01	\$ -
	Ages 14 - 20 : Male	4	\$ -	\$ -	16	\$ -	\$ -	12	\$ -	\$ -
	Ages Over 21	20,592	\$ -	\$ -	5,995	\$ -	\$ -	2,437	\$ -	\$ -
	Total	20,603	\$ 0.01	\$ 261	6,018	\$ 0.04	\$ 264	2,449	\$ -	\$ -
All Groups	All Ages	14,615,148	\$ 8.54	\$ 124,797,024	14,351,997	\$ 9.07	\$ 130,230,072	14,301,993	\$ 9.52	\$ 136,122,228

TennCare
 FY 2008 Per Capita Cost Development

Development of Per Capita Costs: East

Total Dental Experience										
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF and Related)	Age Under 14	1,673,726	\$ 12.43	\$ 20,805,489	1,676,732	\$ 13.09	\$ 21,940,153	1,674,153	\$ 13.74	\$ 23,001,729
	Ages 14 - 20 : Female	299,532	\$ 28.20	\$ 8,448,205	300,593	\$ 29.69	\$ 8,924,455	299,680	\$ 31.17	\$ 9,342,215
	Ages 14 - 20 : Male	251,236	\$ 22.82	\$ 5,734,394	251,097	\$ 24.03	\$ 6,032,938	248,991	\$ 25.23	\$ 6,281,453
	Ages Over 21	718,656	\$ -	\$ -	718,349	\$ -	\$ -	716,177	\$ -	\$ -
	Total	2,943,150	\$ 11.89	\$ 34,988,088	2,946,770	\$ 12.52	\$ 36,897,546	2,939,001	\$ 13.14	\$ 38,625,397
Medically Needy	Age Under 14	57,948	\$ 16.51	\$ 956,598	40,850	\$ 17.38	\$ 709,851	39,535	\$ 18.25	\$ 721,341
	Ages 14 - 20 : Female	46,358	\$ 38.12	\$ 1,767,296	41,555	\$ 40.13	\$ 1,667,591	41,141	\$ 42.14	\$ 1,733,533
	Ages 14 - 20 : Male	43,567	\$ 28.32	\$ 1,233,632	37,949	\$ 29.81	\$ 1,131,121	37,057	\$ 31.30	\$ 1,159,776
	Ages Over 21	317,057	\$ -	\$ -	239,432	\$ -	\$ -	239,141	\$ -	\$ -
	Total	464,930	\$ 8.51	\$ 3,957,526	359,785	\$ 9.75	\$ 3,508,563	356,874	\$ 10.13	\$ 3,614,649
Uninsured/Uninsurable	Age Under 14	83,221	\$ 14.73	\$ 1,226,152	87,818	\$ 15.51	\$ 1,361,996	89,652	\$ 16.28	\$ 1,459,966
	Ages 14 - 20 : Female	33,370	\$ 23.13	\$ 771,736	34,852	\$ 24.34	\$ 848,442	34,205	\$ 25.56	\$ 874,329
	Ages 14 - 20 : Male	36,972	\$ 18.92	\$ 699,643	39,005	\$ 19.92	\$ 776,988	38,638	\$ 20.92	\$ 808,144
	Ages Over 21	55,475	\$ -	\$ -	15,281	\$ -	\$ -	1,745	\$ -	\$ -
	Total	209,038	\$ 12.90	\$ 2,697,531	176,956	\$ 16.88	\$ 2,987,426	164,240	\$ 19.13	\$ 3,142,439
Disabled	Age Under 14	82,623	\$ 12.71	\$ 1,050,474	88,348	\$ 13.38	\$ 1,182,394	89,085	\$ 14.05	\$ 1,251,875
	Ages 14 - 20 : Female	24,943	\$ 26.14	\$ 651,954	25,972	\$ 27.51	\$ 714,587	25,973	\$ 28.89	\$ 750,350
	Ages 14 - 20 : Male	45,237	\$ 19.64	\$ 888,313	47,640	\$ 20.67	\$ 984,743	47,683	\$ 21.70	\$ 1,034,924
	Ages Over 21	559,134	\$ -	\$ -	564,585	\$ -	\$ -	567,073	\$ -	\$ -
	Total	711,938	\$ 3.64	\$ 2,590,741	726,545	\$ 3.97	\$ 2,881,724	729,814	\$ 4.16	\$ 3,037,150
Duals	Age Under 14	86	\$ 4.69	\$ 401	86	\$ 4.93	\$ 425	91	\$ 5.18	\$ 469
	Ages 14 - 20 : Female	231	\$ 84.11	\$ 19,459	230	\$ 88.53	\$ 20,402	217	\$ 92.96	\$ 20,127
	Ages 14 - 20 : Male	382	\$ 58.31	\$ 22,294	375	\$ 61.38	\$ 23,023	287	\$ 64.44	\$ 18,511
	Ages Over 21	919,104	\$ -	\$ -	940,817	\$ -	\$ -	950,629	\$ -	\$ -
	Total	919,804	\$ 0.05	\$ 42,154	941,508	\$ 0.05	\$ 43,849	951,223	\$ 0.04	\$ 39,106
Waiver Duals	Age Under 14	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Ages 14 - 20 : Female	4	\$ -	\$ -	5	\$ -	\$ -	-	\$ -	\$ -
	Ages 14 - 20 : Male	3	\$ -	\$ -	6	\$ -	\$ -	-	\$ -	\$ -
	Ages Over 21	9,439	\$ -	\$ -	2,746	\$ -	\$ -	1,083	\$ -	\$ -
	Total	9,446	\$ -	\$ -	2,756	\$ -	\$ -	1,083	\$ -	\$ -
All Groups	All Ages	5,258,306	\$ 8.42	\$ 44,276,040	5,154,322	\$ 8.99	\$ 46,319,108	5,142,235	\$ 9.42	\$ 48,458,741

TennCare
 FY 2008 Per Capita Cost Development

Development of Per Capita Costs: Middle

Total Dental Experience										
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF and Related)	Age Under 14	1,679,601	\$ 12.10	\$ 20,331,068	1,696,969	\$ 12.73	\$ 21,602,857	1,702,118	\$ 13.36	\$ 22,738,305
	Ages 14 - 20 : Female	275,861	\$ 32.01	\$ 8,831,574	276,094	\$ 33.68	\$ 9,298,667	275,933	\$ 35.30	\$ 9,740,037
	Ages 14 - 20 : Male	226,212	\$ 24.25	\$ 5,484,717	226,397	\$ 25.54	\$ 5,781,670	225,020	\$ 26.76	\$ 6,021,151
	Ages Over 21	706,980	\$ -	\$ -	711,030	\$ -	\$ -	712,062	\$ -	\$ -
	Total	2,888,653	\$ 11.99	\$ 34,647,359	2,910,491	\$ 12.60	\$ 36,683,194	2,915,133	\$ 13.21	\$ 38,499,493
Medically Needy	Age Under 14	54,424	\$ 16.90	\$ 920,014	39,643	\$ 17.73	\$ 702,738	38,876	\$ 18.59	\$ 722,872
	Ages 14 - 20 : Female	41,659	\$ 43.62	\$ 1,816,947	37,120	\$ 45.95	\$ 1,705,609	36,566	\$ 48.26	\$ 1,764,646
	Ages 14 - 20 : Male	37,788	\$ 32.90	\$ 1,243,137	33,231	\$ 34.58	\$ 1,149,009	33,082	\$ 36.12	\$ 1,194,991
	Ages Over 21	264,475	\$ -	\$ -	213,621	\$ -	\$ -	213,343	\$ -	\$ -
	Total	398,345	\$ 9.99	\$ 3,980,098	323,615	\$ 10.99	\$ 3,557,356	321,867	\$ 11.44	\$ 3,682,509
Uninsured/Uninsurable	Age Under 14	73,552	\$ 14.46	\$ 1,063,776	79,986	\$ 15.24	\$ 1,219,065	82,007	\$ 16.00	\$ 1,312,258
	Ages 14 - 20 : Female	25,842	\$ 25.38	\$ 655,835	27,057	\$ 26.76	\$ 723,927	26,604	\$ 28.11	\$ 747,851
	Ages 14 - 20 : Male	27,162	\$ 19.93	\$ 541,272	28,576	\$ 21.03	\$ 601,012	27,943	\$ 22.11	\$ 617,898
	Ages Over 21	45,917	\$ -	\$ -	13,059	\$ -	\$ -	1,426	\$ -	\$ -
	Total	172,473	\$ 13.11	\$ 2,260,883	148,678	\$ 17.11	\$ 2,544,003	137,980	\$ 19.41	\$ 2,678,006
Disabled	Age Under 14	95,104	\$ 11.53	\$ 1,096,754	91,843	\$ 12.06	\$ 1,107,749	92,425	\$ 12.65	\$ 1,169,643
	Ages 14 - 20 : Female	28,043	\$ 25.04	\$ 702,314	26,602	\$ 26.41	\$ 702,473	26,640	\$ 27.74	\$ 738,987
	Ages 14 - 20 : Male	50,496	\$ 19.70	\$ 994,790	48,215	\$ 20.81	\$ 1,003,405	48,762	\$ 21.82	\$ 1,063,863
	Ages Over 21	387,574	\$ -	\$ -	387,695	\$ -	\$ -	391,324	\$ -	\$ -
	Total	561,218	\$ 4.98	\$ 2,793,858	554,354	\$ 5.08	\$ 2,813,627	559,152	\$ 5.32	\$ 2,972,493
Duals	Age Under 14	117	\$ 13.76	\$ 1,609	108	\$ 14.85	\$ 1,603	108	\$ 15.91	\$ 1,718
	Ages 14 - 20 : Female	192	\$ 50.23	\$ 9,660	238	\$ 56.70	\$ 13,495	240	\$ 64.27	\$ 15,424
	Ages 14 - 20 : Male	373	\$ 14.35	\$ 5,354	469	\$ 17.39	\$ 8,156	584	\$ 25.45	\$ 14,861
	Ages Over 21	695,278	\$ -	\$ -	703,967	\$ -	\$ -	706,106	\$ -	\$ -
	Total	695,960	\$ 0.02	\$ 16,623	704,782	\$ 0.03	\$ 23,254	707,038	\$ 0.05	\$ 32,003
Waiver Duals	Age Under 14	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Ages 14 - 20 : Female	3	\$ 79.85	\$ 261	2	\$ 131.93	\$ 264	-	\$ -	\$ -
	Ages 14 - 20 : Male	-	\$ -	\$ -	1	\$ -	\$ -	-	\$ -	\$ -
	Ages Over 21	6,187	\$ -	\$ -	1,754	\$ -	\$ -	812	\$ -	\$ -
	Total	6,190	\$ 0.04	\$ 261	1,757	\$ 0.15	\$ 264	812	\$ -	\$ -
All Groups	All Ages	4,722,840	\$ 9.25	\$ 43,699,082	4,643,676	\$ 9.82	\$ 45,621,698	4,641,983	\$ 10.31	\$ 47,864,504

Development of Per Capita Costs: West

Total Dental Experience										
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
Medicaid (TANF and Related)	Age Under 14	1,668,948	\$ 10.97	\$ 18,300,811	1,654,674	\$ 11.54	\$ 19,099,526	1,640,367	\$ 12.12	\$ 19,881,108
	Ages 14 - 20 : Female	308,402	\$ 23.31	\$ 7,188,997	307,513	\$ 24.54	\$ 7,545,681	303,554	\$ 25.76	\$ 7,820,939
	Ages 14 - 20 : Male	244,971	\$ 16.96	\$ 4,155,296	245,814	\$ 17.86	\$ 4,389,106	241,456	\$ 18.75	\$ 4,526,861
	Ages Over 21	716,452	\$ -	\$ -	708,472	\$ -	\$ -	697,270	\$ -	\$ -
	Total	2,938,773	\$ 10.09	\$ 29,645,104	2,916,474	\$ 10.64	\$ 31,034,313	2,882,647	\$ 11.18	\$ 32,228,908
Medically Needy	Age Under 14	38,332	\$ 15.67	\$ 600,834	24,456	\$ 16.50	\$ 403,513	23,080	\$ 17.32	\$ 399,844
	Ages 14 - 20 : Female	38,811	\$ 35.10	\$ 1,362,329	34,860	\$ 36.95	\$ 1,288,055	34,407	\$ 38.80	\$ 1,334,875
	Ages 14 - 20 : Male	36,484	\$ 21.00	\$ 766,336	31,782	\$ 22.11	\$ 702,730	30,711	\$ 23.22	\$ 712,982
	Ages Over 21	209,836	\$ -	\$ -	177,913	\$ -	\$ -	181,386	\$ -	\$ -
	Total	323,464	\$ 8.44	\$ 2,729,499	269,011	\$ 8.90	\$ 2,394,298	269,583	\$ 9.08	\$ 2,447,701
Uninsured/Uninsurable	Age Under 14	49,110	\$ 13.60	\$ 667,860	53,777	\$ 14.32	\$ 769,823	54,828	\$ 15.03	\$ 824,124
	Ages 14 - 20 : Female	19,513	\$ 22.69	\$ 442,784	21,475	\$ 23.89	\$ 512,967	21,529	\$ 25.08	\$ 539,949
	Ages 14 - 20 : Male	20,083	\$ 17.63	\$ 354,008	22,274	\$ 18.56	\$ 413,305	22,336	\$ 19.48	\$ 435,168
	Ages Over 21	29,737	\$ -	\$ -	8,743	\$ -	\$ -	982	\$ -	\$ -
	Total	118,443	\$ 12.37	\$ 1,464,652	106,269	\$ 15.96	\$ 1,696,095	99,675	\$ 18.05	\$ 1,799,240
Disabled	Age Under 14	115,258	\$ 10.85	\$ 1,250,792	115,005	\$ 11.42	\$ 1,313,751	114,940	\$ 11.99	\$ 1,378,657
	Ages 14 - 20 : Female	36,029	\$ 19.82	\$ 714,069	36,469	\$ 20.86	\$ 760,845	36,579	\$ 21.91	\$ 801,290
	Ages 14 - 20 : Male	67,210	\$ 14.86	\$ 999,047	68,436	\$ 15.65	\$ 1,070,819	68,334	\$ 16.43	\$ 1,122,685
	Ages Over 21	421,347	\$ -	\$ -	424,613	\$ -	\$ -	426,129	\$ -	\$ -
	Total	639,845	\$ 4.63	\$ 2,963,908	644,523	\$ 4.88	\$ 3,145,415	645,982	\$ 5.11	\$ 3,302,633
Duals	Age Under 14	82	\$ 11.31	\$ 927	78	\$ 11.91	\$ 927	72	\$ 12.51	\$ 896
	Ages 14 - 20 : Female	278	\$ 33.12	\$ 9,212	308	\$ 34.86	\$ 10,730	336	\$ 36.60	\$ 12,314
	Ages 14 - 20 : Male	421	\$ 20.43	\$ 8,599	348	\$ 21.51	\$ 7,488	323	\$ 22.59	\$ 7,290
	Ages Over 21	607,730	\$ -	\$ -	615,484	\$ -	\$ -	618,605	\$ -	\$ -
	Total	608,511	\$ 0.03	\$ 18,739	616,218	\$ 0.03	\$ 19,144	619,336	\$ 0.03	\$ 20,500
Waiver Duals	Age Under 14	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Ages 14 - 20 : Female	-	\$ -	\$ -	-	\$ -	\$ -	-	\$ -	\$ -
	Ages 14 - 20 : Male	1	\$ -	\$ -	9	\$ -	\$ -	12	\$ -	\$ -
	Ages Over 21	4,966	\$ -	\$ -	1,496	\$ -	\$ -	541	\$ -	\$ -
	Total	4,967	\$ -	\$ -	1,505	\$ -	\$ -	553	\$ -	\$ -
All Groups	All Ages	4,634,002	\$ 7.95	\$ 36,821,902	4,554,000	\$ 8.41	\$ 38,289,266	4,517,776	\$ 8.81	\$ 39,798,983

State

Total BHO Experience

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
BHO Priority	Ages 0 - 13	177,829	\$ 225.20	\$ 40,047,461	163,480	\$ 233.59	\$ 38,186,501	117,097	\$ 232.32	\$ 27,203,642
	Ages 14 - 18	142,153	\$ 270.45	\$ 38,444,580	132,073	\$ 283.85	\$ 37,488,822	103,267	\$ 293.39	\$ 30,297,604
	Ages 19 - 20	26,463	\$ 193.61	\$ 5,123,541	25,068	\$ 200.96	\$ 5,037,675	19,088	\$ 195.04	\$ 3,722,924
	Age 21+	701,703	\$ 263.03	\$ 184,570,948	628,968	\$ 273.20	\$ 171,831,985	451,984	\$ 263.55	\$ 119,119,577
	Total	1,048,148	\$ 255.87	\$ 268,186,531	949,588	\$ 265.95	\$ 252,544,983	691,437	\$ 260.82	\$ 180,343,747
BHO Non-Priority	Ages 0 - 13	5,494,303	\$ 2.48	\$ 13,641,095	5,034,675	\$ 2.72	\$ 13,708,198	3,715,369	\$ 3.30	\$ 12,266,149
	Ages 14 - 18	1,579,773	\$ 13.35	\$ 21,084,564	1,463,344	\$ 14.43	\$ 21,111,865	1,135,553	\$ 16.55	\$ 18,788,394
	Ages 19 - 20	519,281	\$ 4.66	\$ 2,418,443	478,535	\$ 4.93	\$ 2,359,788	362,713	\$ 5.19	\$ 1,884,258
	Age 21+	5,973,643	\$ 5.35	\$ 31,980,978	5,326,029	\$ 5.61	\$ 29,893,384	4,005,654	\$ 5.72	\$ 22,896,556
	Total	13,567,001	\$ 5.10	\$ 69,125,080	12,302,583	\$ 5.45	\$ 67,073,235	9,219,290	\$ 6.06	\$ 55,835,357
State Only & Judicials	Ages 0 - 13	371	\$ 291.61	\$ 108,056	147	\$ 338.69	\$ 49,797	146	\$ 363.08	\$ 53,051
	Ages 14 - 18	773	\$ 547.14	\$ 422,784	433	\$ 547.92	\$ 237,357	367	\$ 413.69	\$ 151,822
	Ages 19 - 20	1,569	\$ 315.24	\$ 494,478	1,370	\$ 346.29	\$ 474,493	1,413	\$ 335.18	\$ 473,616
	Age 21+	67,641	\$ 435.61	\$ 29,465,491	67,449	\$ 449.57	\$ 30,322,587	71,164	\$ 393.54	\$ 28,006,092
	Total	70,353	\$ 433.40	\$ 30,490,808	69,399	\$ 447.91	\$ 31,084,234	73,090	\$ 392.45	\$ 28,684,581
All Groups	All Ages	14,685,501	\$ 25.05	\$ 367,802,419	13,321,571	\$ 26.33	\$ 350,702,452	9,983,817	\$ 26.53	\$ 264,863,685

East

BHO Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	366,896										350,063			342,240
Inpatient - FFS	11,401,838	28,863	944	395.03	31.08	1.050	1.023	1.000	33.38	1.003	33.47	1.050	0.997	35.06
Inpatient - RMHI	9,882,880	31,153	1,019	317.24	26.94	1.078	1.000	1.000	29.05	0.999	29.02	1.000	1.002	29.07
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,829,468	63,496	2,077	28.81	4.99	1.064	1.011	1.000	5.36	1.001	5.37	1.090	0.999	5.84
OP - Methadone - FFS	3,599	273	9	13.18	0.01	1.064	1.011	1.000	0.01	1.041	0.01	1.090	0.986	0.01
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	34,121,725	193,842	6,340	176.03	93.00	1.047	1.000	1.000	97.36	0.999	97.30	1.030	1.000	100.22
Grant Payments	8,376,111	-	-	-	22.83	1.000	1.000	1.000	22.83	1.000	22.83	1.000	1.000	22.83
In-Home Services	853,624	2,461	80	346.86	2.33	1.050	1.003	1.000	2.45	1.005	2.46	1.070	0.993	2.62
Supported Housing	3,764,274	47,613	1,557	79.06	10.26	1.050	1.006	1.000	10.84	0.999	10.83	1.070	1.002	11.61
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	753,231	11,854	388	63.54	2.05	1.050	1.015	1.000	2.19	1.005	2.20	1.070	0.996	2.34
Partial Hospitalization	26,858	186	6	144.40	0.07	1.050	1.011	1.000	0.08	0.997	0.08	1.070	0.999	0.08
Transportation - FFS	2,152,863	64,449	2,108	33.40	5.87	1.050	1.001	1.000	6.17	1.000	6.17	1.070	1.000	6.61
Transportation - CSA Cap	264,842	-	-	-	0.72	1.050	1.001	1.000	0.76	1.000	0.76	1.070	0.999	0.81
Total	\$ 73,431,312	444,190	14,528	165.32	\$ 200.14				\$ 210.49		\$ 210.51			\$ 217.10
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 227.43				\$ 239.19		\$ 239.21			\$ 246.71

BHO Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	43,130										40,725			39,792
Inpatient - FFS	1,880,224	4,645	1,292	404.78	43.59	1.050	1.023	1.000	46.83	1.000	46.83	1.050	1.000	49.17
Inpatient - RMHI	5,204	16	4	325.24	0.12	1.078	1.000	1.000	0.13	1.000	0.13	1.000	1.000	0.13
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	246,170	7,641	2,126	32.22	5.71	1.064	1.011	1.000	6.14	1.000	6.14	1.090	1.000	6.69
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	5,214,260	26,617	7,406	195.90	120.90	1.047	1.000	1.000	126.57	1.000	126.57	1.030	1.000	130.37
Grant Payments	965,702	-	-	-	22.39	1.000	1.000	1.000	22.39	1.000	22.39	1.000	1.000	22.39
In-Home Services	343,405	767	213	447.72	7.96	1.050	1.003	1.000	8.39	1.000	8.39	1.070	1.000	8.97
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	110,520	1,500	417	73.68	2.56	1.050	1.015	1.000	2.73	1.000	2.73	1.070	1.000	2.92
Partial Hospitalization	11,486	73	20	157.35	0.27	1.050	1.011	1.000	0.28	1.000	0.28	1.070	1.000	0.30
Transportation - FFS	98,614	2,647	736	37.26	2.29	1.050	1.001	1.000	2.40	1.000	2.40	1.070	1.000	2.57
Transportation - CSA Cap	50,832	-	-	-	1.18	1.050	1.001	1.000	1.24	1.000	1.24	1.070	1.000	1.33
Total	\$ 8,926,416	43,906	12,216	203.31	\$ 206.97				\$ 217.10		\$ 217.10			\$ 224.84
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 235.19				\$ 246.71		\$ 246.71			\$ 255.51

East

BHO Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	33,265										32,236			31,150
Inpatient - FFS	3,019,629	9,472	3,417	318.80	90.77	1.050	1.023	1.000	97.51	1.000	97.51	1.050	1.000	102.39
Inpatient - RMHI	26,127	83	30	314.78	0.79	1.078	1.000	1.000	0.85	1.000	0.85	1.000	1.000	0.85
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	244,215	7,992	2,883	30.56	7.34	1.064	1.011	1.000	7.89	1.000	7.89	1.090	1.000	8.60
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	3,234,779	17,140	6,183	188.73	97.24	1.047	1.000	1.000	101.80	1.000	101.80	1.030	1.000	104.86
Grant Payments	921,649	-	-	-	27.71	1.000	1.000	1.000	27.71	1.000	27.71	1.000	1.000	27.71
In-Home Services	510,219	1,694	611	301.19	15.34	1.050	1.003	1.000	16.15	1.000	16.15	1.070	1.000	17.28
Supported Housing	3,666	30	11	122.19	0.11	1.050	1.006	1.000	0.12	1.000	0.12	1.070	1.000	0.12
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	304,994	4,711	1,699	64.74	9.17	1.050	1.015	1.000	9.77	1.000	9.77	1.070	1.000	10.45
Partial Hospitalization	2,888	15	5	192.52	0.09	1.050	1.011	1.000	0.09	1.000	0.09	1.070	1.000	0.10
Transportation - FFS	202,529	4,239	1,529	47.78	6.09	1.050	1.001	1.000	6.40	1.000	6.40	1.070	1.000	6.85
Transportation - CSA Cap	48,514	-	-	-	1.46	1.050	1.001	1.000	1.53	1.000	1.53	1.070	1.000	1.64
Total	\$ 8,519,209	45,376	16,369	187.75	\$ 256.10				\$ 269.83		\$ 269.83			\$ 280.86
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 291.02				\$ 306.63		\$ 306.63			\$ 319.15

BHO Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	7,778										7,729			7,449
Inpatient - FFS	282,133	520	802	542.56	36.27	1.050	1.023	1.000	38.96	1.000	38.96	1.050	1.000	40.91
Inpatient - RMHI	67,655	218	336	310.34	8.70	1.078	1.000	1.000	9.38	1.000	9.38	1.000	1.000	9.38
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	57,654	1,841	2,840	31.32	7.41	1.064	1.011	1.000	7.97	1.000	7.97	1.090	1.000	8.69
OP - Methadone - FFS	3,599	273	421	13.18	0.46	1.064	1.011	1.000	0.50	1.000	0.50	1.090	1.000	0.54
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	419,405	2,488	3,838	168.57	53.92	1.047	1.000	1.000	56.45	1.000	56.45	1.030	1.000	58.14
Grant Payments	116,920	-	-	-	15.03	1.000	1.000	1.000	15.03	1.000	15.03	1.000	1.000	15.03
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	23,179	226	349	102.56	2.98	1.050	1.006	1.000	3.15	1.000	3.15	1.070	1.000	3.37
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	20,589	300	463	68.63	2.65	1.050	1.015	1.000	2.82	1.000	2.82	1.070	1.000	3.02
Partial Hospitalization	290	2	3	145.00	0.04	1.050	1.011	1.000	0.04	1.000	0.04	1.070	1.000	0.04
Transportation - FFS	14,391	465	717	30.95	1.85	1.050	1.001	1.000	1.95	1.000	1.95	1.070	1.000	2.08
Transportation - CSA Cap	2,982	-	-	-	0.38	1.050	1.001	1.000	0.40	1.000	0.40	1.070	1.000	0.43
Total	\$ 1,008,798	6,333	9,770	159.29	\$ 129.69				\$ 136.65		\$ 136.65			\$ 141.64
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 147.38				\$ 155.28		\$ 155.28			\$ 160.95

East

BHO Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	282,722										269,373			263,849
Inpatient - FFS	6,219,853	14,226	604	437.22	22.00	1.050	1.023	1.000	23.63	1.000	23.63	1.050	1.000	24.82
Inpatient - RMHI	9,783,894	30,836	1,309	317.29	34.61	1.078	1.000	1.000	37.32	1.000	37.32	1.000	1.000	37.32
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,281,428	46,022	1,953	27.84	4.53	1.064	1.011	1.000	4.87	1.000	4.87	1.090	1.000	5.31
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	25,253,281	147,597	6,265	171.10	89.32	1.047	1.000	1.000	93.51	1.000	93.51	1.030	1.000	96.32
Grant Payments	6,371,840	-	-	-	22.54	1.000	1.000	1.000	22.54	1.000	22.54	1.000	1.000	22.54
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	3,737,429	47,357	2,010	78.92	13.22	1.050	1.006	1.000	13.97	1.000	13.97	1.070	1.000	14.95
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	317,128	5,343	227	59.35	1.12	1.050	1.015	1.000	1.20	1.000	1.20	1.070	1.000	1.28
Partial Hospitalization	12,194	96	4	127.02	0.04	1.050	1.011	1.000	0.05	1.000	0.05	1.070	1.000	0.05
Transportation - FFS	1,837,328	57,098	2,423	32.18	6.50	1.050	1.001	1.000	6.83	1.000	6.83	1.070	1.000	7.31
Transportation - CSA Cap	162,514	-	-	-	0.57	1.050	1.001	1.000	0.60	1.000	0.60	1.070	1.000	0.65
Total	\$ 54,976,889	348,575	14,795	157.72	\$ 194.46				\$ 204.53		\$ 204.53			\$ 210.54
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 220.97				\$ 232.42		\$ 232.42			\$ 239.25

BHO Non-Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	4,690,382										4,583,789			4,580,448
Inpatient - FFS	8,783,443	24,125	62	364.08	1.87	1.050	1.023	1.000	2.01	1.004	2.02	1.050	0.999	2.12
Inpatient - RMHI	13,878	41	0	338.48	0.00	1.078	1.000	1.000	0.00	0.983	0.00	1.000	1.001	0.00
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	3,418,365	91,698	235	37.28	0.73	1.064	1.011	1.000	0.78	0.997	0.78	1.090	1.000	0.85
OP - Methadone - FFS	8,969	722	2	12.42	0.00	1.064	1.011	1.000	0.00	0.998	0.00	1.090	0.993	0.00
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	7,627,647	28,314	72	269.39	1.63	1.047	1.000	1.000	1.70	1.000	1.70	1.030	1.000	1.75
Grant Payments	2,801,770	-	-	-	0.60	1.000	1.000	1.000	0.60	1.001	0.60	1.000	1.000	0.60
In-Home Services	482,765	981	3	492.12	0.10	1.050	1.003	1.000	0.11	1.018	0.11	1.070	0.999	0.12
Supported Housing	201,919	2,431	6	83.06	0.04	1.050	1.006	1.000	0.05	0.983	0.04	1.070	1.001	0.05
23 Hour	897	3	0	298.84	0.00	1.050	1.004	1.000	0.00	0.982	0.00	1.070	1.002	0.00
IOP	836,258	13,660	35	61.22	0.18	1.050	1.015	1.000	0.19	1.002	0.19	1.070	1.000	0.20
Partial Hospitalization	21,990	143	0	153.77	0.00	1.050	1.011	1.000	0.00	0.997	0.00	1.070	1.001	0.01
Transportation - FFS	725,392	20,429	52	35.51	0.15	1.050	1.001	1.000	0.16	0.992	0.16	1.070	1.001	0.17
Transportation - CSA Cap	109,321	-	-	-	0.02	1.050	1.001	1.000	0.02	1.006	0.02	1.070	1.000	0.03
Total	\$ 25,032,613	182,547	467	137.13	\$ 5.34				\$ 5.64		\$ 5.64			\$ 5.90
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 6.06				\$ 6.41		\$ 6.41			\$ 6.71

BHO Non-Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	1,768,142										1,757,471			1,755,737
Inpatient - FFS	1,259,279	3,126	21	402.84	0.71	1.050	1.023	1.000	0.77	1.000	0.77	1.050	1.000	0.80
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	867,374	18,394	125	47.16	0.49	1.064	1.011	1.000	0.53	1.000	0.53	1.090	1.000	0.57
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	2,494,763	8,550	58	291.79	1.41	1.047	1.000	1.000	1.48	1.000	1.48	1.030	1.000	1.52
Grant Payments	593,992	-	-	-	0.34	1.000	1.000	1.000	0.34	1.000	0.34	1.000	1.000	0.34
In-Home Services	166,785	426	3	391.51	0.09	1.050	1.003	1.000	0.10	1.000	0.10	1.070	1.000	0.11
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	32,640	454	3	71.89	0.02	1.050	1.015	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Partial Hospitalization	6,120	32	0	191.25	0.00	1.050	1.011	1.000	0.00	1.000	0.00	1.070	1.000	0.00
Transportation - FFS	38,320	1,109	8	34.55	0.02	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Transportation - CSA Cap	31,267	-	-	-	0.02	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Total	\$ 5,490,540	32,091	218	171.09	\$ 3.11				\$ 3.27		\$ 3.27			\$ 3.41
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 3.53				\$ 3.72		\$ 3.72			\$ 3.88

BHO Non-Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	504,673										502,051			501,322
Inpatient - FFS	3,807,248	12,237	291	311.13	7.54	1.050	1.023	1.000	8.10	1.000	8.10	1.050	1.000	8.51
Inpatient - RMHI	350	1	0	350.00	0.00	1.078	1.000	1.000	0.00	1.000	0.00	1.000	1.000	0.00
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	510,299	14,597	347	34.96	1.01	1.064	1.011	1.000	1.09	1.000	1.09	1.090	1.000	1.18
OP - Methadone - FFS	1,038	70	2	14.83	0.00	1.064	1.011	1.000	0.00	1.000	0.00	1.090	1.000	0.00
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	1,365,867	4,823	115	283.20	2.71	1.047	1.000	1.000	2.83	1.000	2.83	1.030	1.000	2.92
Grant Payments	801,411	-	-	-	1.59	1.000	1.000	1.000	1.59	1.000	1.59	1.000	1.000	1.59
In-Home Services	315,980	555	13	569.33	0.63	1.050	1.003	1.000	0.66	1.000	0.66	1.070	1.000	0.71
Supported Housing	2,625	21	0	125.00	0.01	1.050	1.006	1.000	0.01	1.000	0.01	1.070	1.000	0.01
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	393,906	6,370	151	61.84	0.78	1.050	1.015	1.000	0.83	1.000	0.83	1.070	1.000	0.89
Partial Hospitalization	3,474	19	0	182.86	0.01	1.050	1.011	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Transportation - FFS	163,412	3,711	88	44.03	0.32	1.050	1.001	1.000	0.34	1.000	0.34	1.070	1.000	0.36
Transportation - CSA Cap	42,184	-	-	-	0.08	1.050	1.001	1.000	0.09	1.000	0.09	1.070	1.000	0.09
Total	\$ 7,407,795	42,404	1,008	174.70	\$ 14.68				\$ 15.55		\$ 15.55			\$ 16.27
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 16.68				\$ 17.67		\$ 17.67			\$ 18.49

BHO Non-Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	162,523										160,483			157,695
Inpatient - FFS	443,876	969	72	458.08	2.73	1.050	1.023	1.000	2.93	1.000	2.93	1.050	1.000	3.08
Inpatient - RMHI	350	1	0	350.00	0.00	1.078	1.000	1.000	0.00	1.000	0.00	1.000	1.000	0.00
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	108,668	3,100	229	35.05	0.67	1.064	1.011	1.000	0.72	1.000	0.72	1.090	1.000	0.78
OP - Methadone - FFS	3,912	331	24	11.82	0.02	1.064	1.011	1.000	0.03	1.000	0.03	1.090	1.000	0.03
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	119,851	496	37	241.63	0.74	1.047	1.000	1.000	0.77	1.000	0.77	1.030	1.000	0.80
Grant Payments	95,469	-	-	-	0.59	1.000	1.000	1.000	0.59	1.000	0.59	1.000	1.000	0.59
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	1,617	6	0	269.50	0.01	1.050	1.006	1.000	0.01	1.000	0.01	1.070	1.000	0.01
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	37,799	622	46	60.77	0.23	1.050	1.015	1.000	0.25	1.000	0.25	1.070	1.000	0.27
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	9,741	313	23	31.12	0.06	1.050	1.001	1.000	0.06	1.000	0.06	1.070	1.000	0.07
Transportation - CSA Cap	2,435	-	-	-	0.01	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Total	\$ 823,718	5,838	431	141.10	\$ 5.07				\$ 5.38		\$ 5.38			\$ 5.64
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 5.76				\$ 6.11		\$ 6.11			\$ 6.41

Development of Per Capita Costs:

East

BHO Non-Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	2,255,044										2,163,784			2,165,694
Inpatient - FFS	3,273,041	7,793	41	420.00	1.45	1.050	1.023	1.000	1.56	1.000	1.56	1.050	1.000	1.64
Inpatient - RMHI	13,178	39	0	337.89	0.01	1.078	1.000	1.000	0.01	1.000	0.01	1.000	1.000	0.01
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,932,024	55,607	296	34.74	0.86	1.064	1.011	1.000	0.92	1.000	0.92	1.090	1.000	1.00
OP - Methadone - FFS	4,019	321	2	12.52	0.00	1.064	1.011	1.000	0.00	1.000	0.00	1.090	1.000	0.00
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	3,647,166	14,445	77	252.49	1.62	1.047	1.000	1.000	1.69	1.000	1.69	1.030	1.000	1.74
Grant Payments	1,310,898	-	-	-	0.58	1.000	1.000	1.000	0.58	1.000	0.58	1.000	1.000	0.58
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	197,677	2,404	13	82.23	0.09	1.050	1.006	1.000	0.09	1.000	0.09	1.070	1.000	0.10
23 Hour	897	3	0	298.84	0.00	1.050	1.004	1.000	0.00	1.000	0.00	1.070	1.000	0.00
IOP	371,913	6,214	33	59.85	0.16	1.050	1.015	1.000	0.18	1.000	0.18	1.070	1.000	0.19
Partial Hospitalization	12,395	92	0	134.73	0.01	1.050	1.011	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Transportation - FFS	513,918	15,296	81	33.60	0.23	1.050	1.001	1.000	0.24	1.000	0.24	1.070	1.000	0.26
Transportation - CSA Cap	33,435	-	-	-	0.01	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Total	\$ 11,310,561	102,214	544	110.66	\$ 5.02				\$ 5.29		\$ 5.29			\$ 5.54
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 5.70				\$ 6.01		\$ 6.01			\$ 6.30

East

BHO State Only & Judicials														
All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	29,068										26,784			28,233
Inpatient - FFS	675,834	1,578	651	428.29	23.25	1.050	1.023	1.000	24.98	0.971	24.25	1.050	0.991	25.22
Inpatient - RMHI	3,766,280	11,797	4,870	319.26	129.57	1.078	1.000	1.000	139.74	1.009	141.05	1.000	1.002	141.31
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	89,056	1,989	821	44.77	3.06	1.064	1.011	1.000	3.29	1.006	3.31	1.090	1.002	3.62
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	555,871	2,201	909	252.55	19.12	1.047	1.000	1.000	20.02	1.002	20.06	1.030	0.999	20.64
Grant Payments	676,234	-	-	-	23.26	1.000	1.000	1.000	23.26	1.004	23.35	1.000	1.000	23.35
In-Home Services	3,325	2	1	1,662.50	0.11	1.050	1.003	1.000	0.12	0.582	0.07	1.070	0.722	0.05
Supported Housing	20,233	217	90	93.24	0.70	1.050	1.006	1.000	0.74	1.015	0.75	1.070	1.001	0.80
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	13,367	219	90	61.04	0.46	1.050	1.015	1.000	0.49	1.015	0.50	1.070	1.001	0.53
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	22,503	585	242	38.47	0.77	1.050	1.001	1.000	0.81	1.010	0.82	1.070	1.002	0.88
Transportation - CSA Cap	17,494	-	-	-	0.60	1.050	1.001	1.000	0.63	0.997	0.63	1.070	0.998	0.67
Total	\$ 5,840,197	18,588	7,674	314.19	\$ 200.92				\$ 214.09		\$ 214.79			\$ 217.09
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 228.32				\$ 243.28		\$ 244.08			\$ 246.69

BHO State Only & Judicials														
Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	167										59			47
Inpatient - FFS	3,840	4	288	960.00	23.01	1.050	1.023	1.000	24.72	1.000	24.72	1.050	1.000	25.95
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	95	3	216	31.67	0.57	1.064	1.011	1.000	0.61	1.000	0.61	1.090	1.000	0.67
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	2,794	9	647	310.44	16.74	1.047	1.000	1.000	17.53	1.000	17.53	1.030	1.000	18.05
Grant Payments	822	-	-	-	4.93	1.000	1.000	1.000	4.93	1.000	4.93	1.000	1.000	4.93
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	-	-	-	-	-	1.050	1.015	1.000	-	1.000	-	1.070	1.000	-
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	-	-	-	-	-	1.050	1.001	1.000	-	1.000	-	1.070	1.000	-
Transportation - CSA Cap	43	-	-	-	0.26	1.050	1.001	1.000	0.27	1.000	0.27	1.070	1.000	0.29
Total	\$ 7,594	16	1,150	474.62	\$ 45.50				\$ 48.05		\$ 48.05			\$ 49.89
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 51.71				\$ 54.61		\$ 54.61			\$ 56.69

East

BHO State Only & Judicials														
Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	338										181			138
Inpatient - FFS	48,029	91	3,235	527.79	142.30	1.050	1.023	1.000	152.86	1.000	152.86	1.050	1.000	160.51
Inpatient - RMHI	7,708	23	818	335.14	22.84	1.078	1.000	1.000	24.63	1.000	24.63	1.000	1.000	24.63
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	65	3	107	21.67	0.19	1.064	1.011	1.000	0.21	1.000	0.21	1.090	1.000	0.23
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	8,531	24	853	355.46	25.27	1.047	1.000	1.000	26.46	1.000	26.46	1.030	1.000	27.25
Grant Payments	8,260	-	-	-	24.47	1.000	1.000	1.000	24.47	1.000	24.47	1.000	1.000	24.47
In-Home Services	3,325	2	71	1,662.50	9.85	1.050	1.003	1.000	10.37	1.000	10.37	1.070	1.000	11.10
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	-	-	-	-	-	1.050	1.015	1.000	-	1.000	-	1.070	1.000	-
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	-	-	-	-	-	1.050	1.001	1.000	-	1.000	-	1.070	1.000	-
Transportation - CSA Cap	435	-	-	-	1.29	1.050	1.001	1.000	1.36	1.000	1.36	1.070	1.000	1.45
Total	\$ 76,353	143	5,084	533.94	\$ 226.21				\$ 240.36		\$ 240.36			\$ 249.64
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 257.06				\$ 273.14		\$ 273.14			\$ 283.68

BHO State Only & Judicials														
Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	609										402			455
Inpatient - FFS	21,812	43	847	507.26	35.79	1.050	1.023	1.000	38.45	1.000	38.45	1.050	1.000	40.37
Inpatient - RMHI	58,154	183	3,603	317.78	95.42	1.078	1.000	1.000	102.90	1.000	102.90	1.000	1.000	102.90
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	2,269	53	1,044	42.82	3.72	1.064	1.011	1.000	4.00	1.000	4.00	1.090	1.000	4.36
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	6,118	30	591	203.93	10.04	1.047	1.000	1.000	10.51	1.000	10.51	1.030	1.000	10.82
Grant Payments	11,672	-	-	-	19.15	1.000	1.000	1.000	19.15	1.000	19.15	1.000	1.000	19.15
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	-	-	-	-	-	1.050	1.015	1.000	-	1.000	-	1.070	1.000	-
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	380	8	158	47.54	0.62	1.050	1.001	1.000	0.66	1.000	0.66	1.070	1.000	0.70
Transportation - CSA Cap	298	-	-	-	0.49	1.050	1.001	1.000	0.51	1.000	0.51	1.070	1.000	0.55
Total	\$ 100,704	317	6,241	317.68	\$ 165.23				\$ 176.18		\$ 176.18			\$ 178.86
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 187.76				\$ 200.21		\$ 200.21			\$ 203.25

East

BHO State Only & Judicials Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	27,954										26,142			27,593
Inpatient - FFS	602,153	1,440	618	418.16	21.54	1.050	1.023	1.000	23.14	1.000	23.14	1.050	1.000	24.30
Inpatient - RMHI	3,700,417	11,591	4,976	319.25	132.38	1.078	1.000	1.000	142.77	1.000	142.77	1.000	1.000	142.77
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	86,626	1,930	829	44.88	3.10	1.064	1.011	1.000	3.33	1.000	3.33	1.090	1.000	3.63
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	538,428	2,138	918	251.84	19.26	1.047	1.000	1.000	20.17	1.000	20.17	1.030	1.000	20.77
Grant Payments	655,480	-	-	-	23.45	1.000	1.000	1.000	23.45	1.000	23.45	1.000	1.000	23.45
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	20,233	217	93	93.24	0.72	1.050	1.006	1.000	0.77	1.000	0.77	1.070	1.000	0.82
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	13,367	219	94	61.04	0.48	1.050	1.015	1.000	0.51	1.000	0.51	1.070	1.000	0.55
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	22,122	577	248	38.34	0.79	1.050	1.001	1.000	0.83	1.000	0.83	1.070	1.000	0.89
Transportation - CSA Cap	16,718	-	-	-	0.60	1.050	1.001	1.000	0.63	1.000	0.63	1.070	1.000	0.67
Total	\$ 5,655,545	18,112	7,775	312.25	\$ 202.32				\$ 215.59		\$ 215.59			\$ 217.84
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 229.91				\$ 244.99		\$ 244.99			\$ 247.55

East

Total BHO Experience						
Total All Ages						
Service Category	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
	PMPM	Total	PMPM	Total	PMPM	Total
Total						
Member Months		5,086,345		4,960,636		4,950,921
Inpatient - FFS	\$ 4.10	\$ 20,861,116	\$ 4.36	\$ 21,625,588	\$ 4.53	\$ 22,418,353
Inpatient - RMHI	\$ 2.69	\$ 13,663,037	\$ 2.81	\$ 13,951,049	\$ 2.82	\$ 13,952,800
Inpatient - TCMC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OP - Non Methadone	\$ 1.05	\$ 5,336,888	\$ 1.12	\$ 5,548,367	\$ 1.21	\$ 6,003,725
OP - Methadone - FFS	\$ 0.00	\$ 12,568	\$ 0.00	\$ 13,253	\$ 0.00	\$ 14,218
OP - Methadone - Capitated	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CMHC	\$ 8.32	\$ 42,305,243	\$ 8.55	\$ 42,405,884	\$ 8.67	\$ 42,919,947
Grant Payments	\$ 2.33	\$ 11,854,115	\$ 2.29	\$ 11,357,334	\$ 2.26	\$ 11,209,318
In-Home Services	\$ 0.26	\$ 1,339,714	\$ 0.28	\$ 1,369,704	\$ 0.29	\$ 1,437,268
Supported Housing	\$ 0.78	\$ 3,986,426	\$ 0.81	\$ 4,016,711	\$ 0.85	\$ 4,215,556
23 Hour	\$ 0.00	\$ 897	\$ 0.00	\$ 907	\$ 0.00	\$ 971
IOP	\$ 0.32	\$ 1,602,857	\$ 0.33	\$ 1,655,170	\$ 0.35	\$ 1,748,774
Partial Hospitalization	\$ 0.01	\$ 48,848	\$ 0.01	\$ 49,870	\$ 0.01	\$ 52,689
Transportation - FFS	\$ 0.57	\$ 2,900,757	\$ 0.59	\$ 2,921,886	\$ 0.62	\$ 3,076,926
Transportation - CSA Cap	\$ 0.08	\$ 391,657	\$ 0.08	\$ 395,836	\$ 0.08	\$ 417,654
Total	\$ 20.51	\$ 104,304,122	\$ 21.23	\$ 105,311,560	\$ 21.71	\$ 107,468,200
Admin	\$ 2.33	\$ 11,852,741	\$ 2.41	\$ 11,967,223	\$ 2.47	\$ 12,212,295
Premium Tax	\$ 0.47	\$ 2,370,548	\$ 0.48	\$ 2,393,445	\$ 0.49	\$ 2,442,459
Total Premium Rate	\$ 23.30	\$ 118,527,412	\$ 24.12	\$ 119,672,227	\$ 24.67	\$ 122,122,955

East

Total BHO Experience										
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
BHO Priority	Ages 0 - 13	43,130	\$ 235.19	\$ 10,143,655	40,725	\$ 246.71	\$ 10,046,952	39,792	\$ 255.51	\$ 10,167,139
	Ages 14 - 18	33,265	\$ 291.02	\$ 9,680,919	32,236	\$ 306.63	\$ 9,884,298	31,150	\$ 319.15	\$ 9,941,528
	Ages 19 - 20	7,778	\$ 147.38	\$ 1,146,361	7,729	\$ 155.28	\$ 1,200,199	7,449	\$ 160.95	\$ 1,198,967
	Age 21+	282,722	\$ 220.97	\$ 62,473,737	269,373	\$ 232.42	\$ 62,607,865	263,849	\$ 239.25	\$ 63,126,259
	Total	366,896	\$ 227.43	\$ 83,444,672	350,063	\$ 239.21	\$ 83,739,313	342,240	\$ 246.71	\$ 84,433,893
BHO Non-Priority	Ages 0 - 13	1,768,142	\$ 3.53	\$ 6,239,250	1,757,471	\$ 3.72	\$ 6,529,905	1,755,737	\$ 3.88	\$ 6,805,819
	Ages 14 - 18	504,673	\$ 16.68	\$ 8,417,948	502,051	\$ 17.67	\$ 8,870,233	501,322	\$ 18.49	\$ 9,269,505
	Ages 19 - 20	162,523	\$ 5.76	\$ 936,043	160,483	\$ 6.11	\$ 980,689	157,695	\$ 6.41	\$ 1,010,327
	Age 21+	2,255,044	\$ 5.70	\$ 12,852,910	2,163,784	\$ 6.01	\$ 13,014,493	2,165,694	\$ 6.30	\$ 13,638,578
	Total	4,690,382	\$ 6.06	\$ 28,446,152	4,583,789	\$ 6.41	\$ 29,395,321	4,580,448	\$ 6.71	\$ 30,724,229
State Only & Judicials	Ages 0 - 13	167	\$ 51.71	\$ 8,629	59	\$ 54.61	\$ 3,239	47	\$ 56.69	\$ 2,638
	Ages 14 - 18	338	\$ 257.06	\$ 86,765	181	\$ 273.14	\$ 49,401	138	\$ 283.68	\$ 39,036
	Ages 19 - 20	609	\$ 187.76	\$ 114,437	402	\$ 200.21	\$ 80,535	455	\$ 203.25	\$ 92,542
	Age 21+	27,954	\$ 229.91	\$ 6,426,756	26,142	\$ 244.99	\$ 6,404,417	27,593	\$ 247.55	\$ 6,830,618
	Total	29,068	\$ 228.32	\$ 6,636,588	26,784	\$ 244.08	\$ 6,537,592	28,233	\$ 246.69	\$ 6,964,833
All Groups	All Ages	5,086,345	\$ 23.30	\$ 118,527,412	4,960,636	\$ 24.12	\$ 119,672,227	4,950,921	\$ 24.67	\$ 122,122,955

Development of Per Capita Costs:

West

BHO Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	253,859										252,303			247,260
Inpatient - FFS	8,206,885	18,940	895	433.31	32.33	1.050	1.023	1.000	34.73	1.006	34.93	1.050	1.001	36.71
Inpatient - RMHI	13,673,530	43,058	2,035	317.56	53.86	1.078	1.000	1.000	58.09	0.990	57.54	1.000	0.996	57.32
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,219,773	52,481	2,481	23.24	4.80	1.064	1.011	1.000	5.17	0.999	5.16	1.090	0.999	5.62
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	22,689,682	143,238	6,771	158.41	89.38	1.047	1.000	1.000	93.57	1.000	93.58	1.030	1.000	96.41
Grant Payments	4,240,047	-	-	-	16.70	1.000	1.000	1.000	16.70	0.995	16.61	1.000	0.998	16.58
In-Home Services	476,075	457	22	1,041.74	1.88	1.050	1.003	1.000	1.98	1.032	2.04	1.070	1.010	2.20
Supported Housing	2,483,754	33,256	1,572	74.69	9.78	1.050	1.006	1.000	10.34	0.989	10.22	1.070	0.996	10.89
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	205,850	3,525	167	58.40	0.81	1.050	1.015	1.000	0.86	1.017	0.88	1.070	1.006	0.95
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	1,494,121	59,669	2,821	25.04	5.89	1.050	1.001	1.000	6.19	0.994	6.15	1.070	0.997	6.56
Transportation - CSA Cap	201,888	-	-	-	0.80	1.050	1.001	1.000	0.84	1.003	0.84	1.070	1.001	0.90
Total	\$ 54,891,604	354,624	16,763	154.79	\$ 216.23				\$ 228.46		\$ 227.96			\$ 234.14
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 245.71				\$ 259.62		\$ 259.04			\$ 266.07

BHO Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	42,787										43,225			42,847
Inpatient - FFS	870,721	1,130	317	770.55	20.35	1.050	1.023	1.000	21.86	1.000	21.86	1.050	1.000	22.95
Inpatient - RMHI	59,052	187	52	315.79	1.38	1.078	1.000	1.000	1.49	1.000	1.49	1.000	1.000	1.49
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	156,832	5,901	1,655	26.58	3.67	1.064	1.011	1.000	3.94	1.000	3.94	1.090	1.000	4.30
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	4,089,292	23,183	6,502	176.39	95.57	1.047	1.000	1.000	100.06	1.000	100.06	1.030	1.000	103.06
Grant Payments	282,221	-	-	-	6.60	1.000	1.000	1.000	6.60	1.000	6.60	1.000	1.000	6.60
In-Home Services	202,775	112	31	1,810.49	4.74	1.050	1.003	1.000	4.99	1.000	4.99	1.070	1.000	5.34
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	74,258	1,260	353	58.93	1.74	1.050	1.015	1.000	1.85	1.000	1.85	1.070	1.000	1.98
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	79,149	2,877	807	27.51	1.85	1.050	1.001	1.000	1.95	1.000	1.95	1.070	1.000	2.08
Transportation - CSA Cap	35,552	-	-	-	0.83	1.050	1.001	1.000	0.87	1.000	0.87	1.070	1.000	0.93
Total	\$ 5,849,852	34,650	9,718	168.83	\$ 136.72				\$ 143.60		\$ 143.60			\$ 148.73
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 155.36				\$ 163.19		\$ 163.19			\$ 169.01

Development of Per Capita Costs:

West

BHO Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	25,724										26,675			26,367
Inpatient - FFS	1,913,021	5,074	2,367	377.02	74.37	1.050	1.023	1.000	79.89	1.000	79.89	1.050	1.000	83.89
Inpatient - RMHI	237,882	754	352	315.49	9.25	1.078	1.000	1.000	9.97	1.000	9.97	1.000	1.000	9.97
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	117,972	5,470	2,552	21.57	4.59	1.064	1.011	1.000	4.93	1.000	4.93	1.090	1.000	5.37
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	2,410,589	11,902	5,552	202.54	93.71	1.047	1.000	1.000	98.11	1.000	98.11	1.030	1.000	101.05
Grant Payments	259,905	-	-	-	10.10	1.000	1.000	1.000	10.10	1.000	10.10	1.000	1.000	10.10
In-Home Services	271,194	291	136	931.94	10.54	1.050	1.003	1.000	11.10	1.000	11.10	1.070	1.000	11.88
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	65,450	1,105	515	59.23	2.54	1.050	1.015	1.000	2.71	1.000	2.71	1.070	1.000	2.90
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	78,534	2,255	1,052	34.83	3.05	1.050	1.001	1.000	3.21	1.000	3.21	1.070	1.000	3.44
Transportation - CSA Cap	32,740	-	-	-	1.27	1.050	1.001	1.000	1.34	1.000	1.34	1.070	1.000	1.43
Total	\$ 5,387,287	26,851	12,526	200.64	\$ 209.43				\$ 221.37		\$ 221.37			\$ 230.04
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 237.99				\$ 251.55		\$ 251.55			\$ 261.40

BHO Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	4,914										5,102			5,018
Inpatient - FFS	218,138	456	1,114	478.37	44.39	1.050	1.023	1.000	47.69	1.000	47.69	1.050	1.000	50.07
Inpatient - RMHI	174,168	541	1,321	321.94	35.44	1.078	1.000	1.000	38.23	1.000	38.23	1.000	1.000	38.23
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	30,465	1,315	3,211	23.17	6.20	1.064	1.011	1.000	6.67	1.000	6.67	1.090	1.000	7.27
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	235,007	1,655	4,042	142.00	47.82	1.047	1.000	1.000	50.07	1.000	50.07	1.030	1.000	51.57
Grant Payments	63,668	-	-	-	12.96	1.000	1.000	1.000	12.96	1.000	12.96	1.000	1.000	12.96
In-Home Services	2,106	54	132	39.00	0.43	1.050	1.003	1.000	0.45	1.000	0.45	1.070	1.000	0.48
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	4,425	76	186	58.23	0.90	1.050	1.015	1.000	0.96	1.000	0.96	1.070	1.000	1.03
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	21,336	829	2,024	25.74	4.34	1.050	1.001	1.000	4.57	1.000	4.57	1.070	1.000	4.89
Transportation - CSA Cap	2,300	-	-	-	0.47	1.050	1.001	1.000	0.49	1.000	0.49	1.070	1.000	0.53
Total	\$ 751,614	4,926	12,029	152.58	\$ 152.95				\$ 162.07		\$ 162.07			\$ 167.01
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 173.81				\$ 184.17		\$ 184.17			\$ 189.79

Development of Per Capita Costs:

West

BHO Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	180,435										177,301			173,028
Inpatient - FFS	5,205,005	12,280	817	423.86	28.85	1.050	1.023	1.000	30.99	1.000	30.99	1.050	1.000	32.54
Inpatient - RMHI	13,202,427	41,576	2,765	317.55	73.17	1.078	1.000	1.000	78.91	1.000	78.91	1.000	1.000	78.91
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	914,504	39,795	2,647	22.98	5.07	1.064	1.011	1.000	5.45	1.000	5.45	1.090	1.000	5.94
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	15,954,794	106,498	7,083	149.81	88.42	1.047	1.000	1.000	92.57	1.000	92.57	1.030	1.000	95.35
Grant Payments	3,634,253	-	-	-	20.14	1.000	1.000	1.000	20.14	1.000	20.14	1.000	1.000	20.14
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	2,483,754	33,256	2,212	74.69	13.77	1.050	1.006	1.000	14.55	1.000	14.55	1.070	1.000	15.57
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	61,717	1,084	72	56.93	0.34	1.050	1.015	1.000	0.36	1.000	0.36	1.070	1.000	0.39
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	1,315,102	53,708	3,572	24.49	7.29	1.050	1.001	1.000	7.66	1.000	7.66	1.070	1.000	8.20
Transportation - CSA Cap	131,296	-	-	-	0.73	1.050	1.001	1.000	0.77	1.000	0.77	1.070	1.000	0.82
Total	\$ 42,902,851	288,197	19,167	148.87	\$ 237.77				\$ 251.41		\$ 251.41			\$ 257.86
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 270.20				\$ 285.69		\$ 285.69			\$ 293.02

BHO Non-Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	4,155,534										4,071,553			4,041,348
Inpatient - FFS	6,759,315	17,454	50	387.26	1.63	1.050	1.023	1.000	1.75	0.999	1.75	1.050	1.000	1.83
Inpatient - RMHI	28,676	84	0	341.38	0.01	1.078	1.000	1.000	0.01	0.992	0.01	1.000	1.001	0.01
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,829,780	52,769	152	34.68	0.44	1.064	1.011	1.000	0.47	0.999	0.47	1.090	1.000	0.52
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	1,569,600	10,499	30	149.50	0.38	1.047	1.000	1.000	0.40	0.998	0.39	1.030	1.001	0.41
Grant Payments	828,738	-	-	-	0.20	1.000	1.000	1.000	0.20	0.996	0.20	1.000	1.001	0.20
In-Home Services	170,625	149	0	1,145.13	0.04	1.050	1.003	1.000	0.04	1.012	0.04	1.070	0.998	0.05
Supported Housing	164,584	2,330	7	70.64	0.04	1.050	1.006	1.000	0.04	0.988	0.04	1.070	1.003	0.04
23 Hour	1,025	23	0	44.55	0.00	1.050	1.004	1.000	0.00	1.002	0.00	1.070	0.994	0.00
IOP	99,681	1,693	5	58.88	0.02	1.050	1.015	1.000	0.03	0.997	0.03	1.070	1.000	0.03
Partial Hospitalization	348	3	0	116.08	0.00	1.050	1.011	1.000	0.00	1.016	0.00	1.070	0.997	0.00
Transportation - FFS	290,509	10,885	31	26.69	0.07	1.050	1.001	1.000	0.07	0.993	0.07	1.070	1.002	0.08
Transportation - CSA Cap	50,176	-	-	-	0.01	1.050	1.001	1.000	0.01	1.003	0.01	1.070	0.999	0.01
Total	\$ 11,793,057	95,889	277	122.99	\$ 2.84				\$ 3.02		\$ 3.02			\$ 3.17
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 3.22				\$ 3.43		\$ 3.43			\$ 3.61

BHO Non-Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	1,738,036										1,713,191			1,699,023
Inpatient - FFS	541,086	1,233	9	438.84	0.31	1.050	1.023	1.000	0.33	1.000	0.33	1.050	1.000	0.35
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	463,625	11,245	78	41.23	0.27	1.064	1.011	1.000	0.29	1.000	0.29	1.090	1.000	0.31
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	391,839	2,405	17	162.93	0.23	1.047	1.000	1.000	0.24	1.000	0.24	1.030	1.000	0.24
Grant Payments	75,732	-	-	-	0.04	1.000	1.000	1.000	0.04	1.000	0.04	1.000	1.000	0.04
In-Home Services	56,250	31	0	1,814.52	0.03	1.050	1.003	1.000	0.03	1.000	0.03	1.070	1.000	0.04
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	11,428	194	1	58.91	0.01	1.050	1.015	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	20,271	686	5	29.55	0.01	1.050	1.001	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Transportation - CSA Cap	9,540	-	-	-	0.01	1.050	1.001	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Total	\$ 1,569,771	15,794	109	99.39	\$ 0.90				\$ 0.96		\$ 0.96			\$ 1.01
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 1.03				\$ 1.09		\$ 1.09			\$ 1.15

BHO Non-Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	499,371										496,960			491,667
Inpatient - FFS	2,138,132	6,198	149	344.97	4.28	1.050	1.023	1.000	4.60	1.000	4.60	1.050	1.000	4.83
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	349,819	11,671	280	29.97	0.70	1.064	1.011	1.000	0.75	1.000	0.75	1.090	1.000	0.82
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	273,547	1,553	37	176.14	0.55	1.047	1.000	1.000	0.57	1.000	0.57	1.030	1.000	0.59
Grant Payments	149,497	-	-	-	0.30	1.000	1.000	1.000	0.30	1.000	0.30	1.000	1.000	0.30
In-Home Services	112,968	83	2	1,361.06	0.23	1.050	1.003	1.000	0.24	1.000	0.24	1.070	1.000	0.25
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	18,394	314	8	58.58	0.04	1.050	1.015	1.000	0.04	1.000	0.04	1.070	1.000	0.04
Partial Hospitalization	348	3	0	116.08	0.00	1.050	1.011	1.000	0.00	1.000	0.00	1.070	1.000	0.00
Transportation - FFS	37,236	1,388	33	26.83	0.07	1.050	1.001	1.000	0.08	1.000	0.08	1.070	1.000	0.08
Transportation - CSA Cap	18,832	-	-	-	0.04	1.050	1.001	1.000	0.04	1.000	0.04	1.070	1.000	0.04
Total	\$ 3,098,774	21,210	510	146.10	\$ 6.21				\$ 6.62		\$ 6.62			\$ 6.96
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 7.05				\$ 7.52		\$ 7.52			\$ 7.91

BHO Non-Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	157,164										155,888			152,800
Inpatient - FFS	262,194	526	40	498.47	1.67	1.050	1.023	1.000	1.79	1.000	1.79	1.050	1.000	1.88
Inpatient - RMHI	4,350	13	1	334.62	0.03	1.078	1.000	1.000	0.03	1.000	0.03	1.000	1.000	0.03
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	47,407	1,399	107	33.89	0.30	1.064	1.011	1.000	0.32	1.000	0.32	1.090	1.000	0.35
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	35,707	247	19	144.56	0.23	1.047	1.000	1.000	0.24	1.000	0.24	1.030	1.000	0.24
Grant Payments	33,513	-	-	-	0.21	1.000	1.000	1.000	0.21	1.000	0.21	1.000	1.000	0.21
In-Home Services	832	30	2	27.73	0.01	1.050	1.003	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	564	21	2	26.86	0.00	1.050	1.004	1.000	0.00	1.000	0.00	1.070	1.000	0.00
IOP	7,438	129	10	57.66	0.05	1.050	1.015	1.000	0.05	1.000	0.05	1.070	1.000	0.05
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	2,412	106	8	22.75	0.02	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Transportation - CSA Cap	1,211	-	-	-	0.01	1.050	1.001	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Total	\$ 395,628	2,471	189	160.11	\$ 2.52				\$ 2.68		\$ 2.68			\$ 2.81
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 2.86				\$ 3.05		\$ 3.05			\$ 3.20

Development of Per Capita Costs:

West

BHO Non-Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	1,760,962										1,705,515			1,697,857
Inpatient - FFS	3,817,903	9,497	65	402.01	2.17	1.050	1.023	1.000	2.33	1.000	2.33	1.050	1.000	2.45
Inpatient - RMHI	24,326	71	0	342.62	0.01	1.078	1.000	1.000	0.01	1.000	0.01	1.000	1.000	0.01
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	968,929	28,454	194	34.05	0.55	1.064	1.011	1.000	0.59	1.000	0.59	1.090	1.000	0.64
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	868,507	6,294	43	137.99	0.49	1.047	1.000	1.000	0.52	1.000	0.52	1.030	1.000	0.53
Grant Payments	569,996	-	-	-	0.32	1.000	1.000	1.000	0.32	1.000	0.32	1.000	1.000	0.32
In-Home Services	575	5	0	115.00	0.00	1.050	1.003	1.000	0.00	1.000	0.00	1.070	1.000	0.00
Supported Housing	164,584	2,330	16	70.64	0.09	1.050	1.006	1.000	0.10	1.000	0.10	1.070	1.000	0.11
23 Hour	461	2	0	230.30	0.00	1.050	1.004	1.000	0.00	1.000	0.00	1.070	1.000	0.00
IOP	62,420	1,056	7	59.11	0.04	1.050	1.015	1.000	0.04	1.000	0.04	1.070	1.000	0.04
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	230,590	8,705	59	26.49	0.13	1.050	1.001	1.000	0.14	1.000	0.14	1.070	1.000	0.15
Transportation - CSA Cap	20,593	-	-	-	0.01	1.050	1.001	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Total	\$ 6,728,884	56,414	384	119.28	\$ 3.82				\$ 4.06		\$ 4.06			\$ 4.27
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 4.34				\$ 4.62		\$ 4.62			\$ 4.85

Development of Per Capita Costs:

West

BHO State Only & Judicials														
All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	15,569										16,816			18,162
Inpatient - FFS	223,936	452	348	495.43	14.38	1.050	1.023	1.000	15.45	1.003	15.50	1.050	1.001	16.28
Inpatient - RMHI	5,717,234	18,008	13,880	317.48	367.21	1.078	1.000	1.000	396.03	0.998	395.27	1.000	1.000	395.21
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	41,802	1,174	905	35.61	2.68	1.064	1.011	1.000	2.89	0.999	2.88	1.090	1.000	3.14
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	200,762	1,322	1,019	151.86	12.89	1.047	1.000	1.000	13.50	1.001	13.52	1.030	1.000	13.92
Grant Payments	572,413	-	-	-	36.77	1.000	1.000	1.000	36.77	1.001	36.81	1.000	1.000	36.82
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	10,598	138	106	76.80	0.68	1.050	1.006	1.000	0.72	1.003	0.72	1.070	1.001	0.77
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	787	14	11	56.20	0.05	1.050	1.015	1.000	0.05	1.003	0.05	1.070	1.001	0.06
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	8,388	364	281	23.04	0.54	1.050	1.001	1.000	0.57	1.003	0.57	1.070	1.001	0.61
Transportation - CSA Cap	21,079	-	-	-	1.35	1.050	1.001	1.000	1.42	0.993	1.41	1.070	0.999	1.51
Total	\$ 6,796,997	21,472	16,550	316.55	\$ 436.57				\$ 467.40		\$ 466.74			\$ 468.33
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 496.10				\$ 531.14		\$ 530.38			\$ 532.19

BHO State Only & Judicials														
Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	39										36			36
Inpatient - FFS	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
Inpatient - RMHI	16,249	49	14,955	331.62	413.28	1.078	1.000	1.000	445.72	1.000	445.72	1.000	1.000	445.72
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	15	1	305	15.00	0.38	1.064	1.011	1.000	0.41	1.000	0.41	1.090	1.000	0.45
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	2,123	5	1,526	424.59	53.99	1.047	1.000	1.000	56.53	1.000	56.53	1.030	1.000	58.22
Grant Payments	938	-	-	-	23.86	1.000	1.000	1.000	23.86	1.000	23.86	1.000	1.000	23.86
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	-	-	-	-	-	1.050	1.015	1.000	-	1.000	-	1.070	1.000	-
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	-	-	-	-	-	1.050	1.001	1.000	-	1.000	-	1.070	1.000	-
Transportation - CSA Cap	118	-	-	-	3.00	1.050	1.001	1.000	3.16	1.000	3.16	1.070	1.000	3.38
Total	\$ 19,443	55	16,786	353.52	\$ 494.52				\$ 529.67		\$ 529.67			\$ 531.62
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 561.95				\$ 601.90		\$ 601.90			\$ 604.12

Development of Per Capita Costs:

West

BHO State Only & Judicials Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	156										83			79
Inpatient - FFS	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
Inpatient - RMHI	67,417	215	16,556	313.57	432.61	1.078	1.000	1.000	466.57	1.000	466.57	1.000	1.000	466.57
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	441	3	231	147.00	2.83	1.064	1.011	1.000	3.04	1.000	3.04	1.090	1.000	3.32
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	680	5	385	136.10	4.37	1.047	1.000	1.000	4.57	1.000	4.57	1.030	1.000	4.71
Grant Payments	3,496	-	-	-	22.43	1.000	1.000	1.000	22.43	1.000	22.43	1.000	1.000	22.43
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	-	-	-	-	-	1.050	1.015	1.000	-	1.000	-	1.070	1.000	-
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	-	-	-	-	-	1.050	1.001	1.000	-	1.000	-	1.070	1.000	-
Transportation - CSA Cap	440	-	-	-	2.82	1.050	1.001	1.000	2.97	1.000	2.97	1.070	1.000	3.18
Total	\$ 72,474	223	17,172	325.00	\$ 465.07				\$ 499.58		\$ 499.58			\$ 500.20
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 528.49				\$ 567.71		\$ 567.71			\$ 568.41

BHO State Only & Judicials Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	312										382			415
Inpatient - FFS	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
Inpatient - RMHI	73,176	229	8,811	319.55	234.63	1.078	1.000	1.000	253.04	1.000	253.04	1.000	1.000	253.04
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	496	15	577	33.06	1.59	1.064	1.011	1.000	1.71	1.000	1.71	1.090	1.000	1.86
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	2,807	15	577	187.16	9.00	1.047	1.000	1.000	9.42	1.000	9.42	1.030	1.000	9.71
Grant Payments	7,102	-	-	-	22.77	1.000	1.000	1.000	22.77	1.000	22.77	1.000	1.000	22.77
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	-	-	-	-	-	1.050	1.015	1.000	-	1.000	-	1.070	1.000	-
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	-	-	-	-	-	1.050	1.001	1.000	-	1.000	-	1.070	1.000	-
Transportation - CSA Cap	257	-	-	-	0.82	1.050	1.001	1.000	0.87	1.000	0.87	1.070	1.000	0.93
Total	\$ 83,839	259	9,965	323.70	\$ 268.81				\$ 287.81		\$ 287.81			\$ 288.31
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 305.47				\$ 327.06		\$ 327.06			\$ 327.62

Development of Per Capita Costs:

West

BHO State Only & Judicials Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	15,062										16,316			17,633
Inpatient - FFS	223,936	452	360	495.43	14.87	1.050	1.023	1.000	15.97	1.000	15.97	1.050	1.000	16.77
Inpatient - RMHI	5,560,391	17,515	13,954	317.46	369.16	1.078	1.000	1.000	398.13	1.000	398.13	1.000	1.000	398.13
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	40,850	1,155	920	35.37	2.71	1.064	1.011	1.000	2.92	1.000	2.92	1.090	1.000	3.18
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	195,151	1,297	1,033	150.46	12.96	1.047	1.000	1.000	13.56	1.000	13.56	1.030	1.000	13.97
Grant Payments	560,877	-	-	-	37.24	1.000	1.000	1.000	37.24	1.000	37.24	1.000	1.000	37.24
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	10,598	138	110	76.80	0.70	1.050	1.006	1.000	0.74	1.000	0.74	1.070	1.000	0.80
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	787	14	11	56.20	0.05	1.050	1.015	1.000	0.06	1.000	0.06	1.070	1.000	0.06
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	8,388	364	290	23.04	0.56	1.050	1.001	1.000	0.59	1.000	0.59	1.070	1.000	0.63
Transportation - CSA Cap	20,264	-	-	-	1.35	1.050	1.001	1.000	1.41	1.000	1.41	1.070	1.000	1.51
Total	\$ 6,621,241	20,935	16,679	316.28	\$ 439.59				\$ 470.62		\$ 470.62			\$ 472.29
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 499.54				\$ 534.80		\$ 534.80			\$ 536.69

West

Total BHO Experience							
Total All Ages							
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
		PMPM	Total	PMPM	Total	PMPM	Total
Total							
Member Months			4,424,962		4,340,673		4,306,770
Inpatient - FFS		\$ 3.43	\$ 15,190,136	\$ 3.73	\$ 16,184,746	\$ 3.90	\$ 16,783,262
Inpatient - RMHI		\$ 4.39	\$ 19,419,439	\$ 4.88	\$ 21,193,660	\$ 4.96	\$ 21,380,207
Inpatient - TCMC		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OP - Non Methadone		\$ 0.70	\$ 3,091,354	\$ 0.75	\$ 3,275,489	\$ 0.82	\$ 3,530,446
OP - Methadone - FFS		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OP - Methadone - Capitated		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CMHC		\$ 5.53	\$ 24,460,044	\$ 5.86	\$ 25,445,119	\$ 5.98	\$ 25,733,989
Grant Payments		\$ 1.27	\$ 5,641,198	\$ 1.29	\$ 5,619,537	\$ 1.29	\$ 5,571,137
In-Home Services		\$ 0.15	\$ 646,700	\$ 0.16	\$ 692,456	\$ 0.17	\$ 733,329
Supported Housing		\$ 0.60	\$ 2,658,936	\$ 0.64	\$ 2,760,163	\$ 0.67	\$ 2,887,097
23 Hour		\$ 0.00	\$ 1,025	\$ 0.00	\$ 1,060	\$ 0.00	\$ 1,119
IOP		\$ 0.07	\$ 306,317	\$ 0.08	\$ 326,432	\$ 0.08	\$ 345,163
Partial Hospitalization		\$ 0.00	\$ 348	\$ 0.00	\$ 368	\$ 0.00	\$ 389
Transportation - FFS		\$ 0.41	\$ 1,793,018	\$ 0.43	\$ 1,858,819	\$ 0.45	\$ 1,950,654
Transportation - CSA Cap		\$ 0.06	\$ 273,143	\$ 0.07	\$ 287,254	\$ 0.07	\$ 304,598
Total		\$ 16.61	\$ 73,481,658	\$ 17.89	\$ 77,645,104	\$ 18.39	\$ 79,221,390
Admin		\$ 1.89	\$ 8,350,188	\$ 2.03	\$ 8,823,307	\$ 2.09	\$ 9,002,431
Premium Tax		\$ 0.38	\$ 1,670,038	\$ 0.41	\$ 1,764,661	\$ 0.42	\$ 1,800,486
Total Premium Rate		\$ 18.87	\$ 83,501,884	\$ 20.33	\$ 88,233,072	\$ 20.90	\$ 90,024,307

Total BHO Experience

Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
BHO Priority	Ages 0 - 13	42,787	\$ 155.36	\$ 6,647,559	43,225	\$ 163.19	\$ 7,053,730	42,847	\$ 169.01	\$ 7,241,634
	Ages 14 - 18	25,724	\$ 237.99	\$ 6,121,917	26,675	\$ 251.55	\$ 6,710,176	26,367	\$ 261.40	\$ 6,892,501
	Ages 19 - 20	4,914	\$ 173.81	\$ 854,106	5,102	\$ 184.17	\$ 939,729	5,018	\$ 189.79	\$ 952,326
	Age 21+	180,435	\$ 270.20	\$ 48,753,240	177,301	\$ 285.69	\$ 50,653,231	173,028	\$ 293.02	\$ 50,700,968
	Total	253,859	\$ 245.71	\$ 62,376,823	252,303	\$ 259.04	\$ 65,356,867	247,260	\$ 266.07	\$ 65,787,430
BHO Non-Priority	Ages 0 - 13	1,738,036	\$ 1.03	\$ 1,783,831	1,713,191	\$ 1.09	\$ 1,868,838	1,699,023	\$ 1.15	\$ 1,957,163
	Ages 14 - 18	499,371	\$ 7.05	\$ 3,521,334	496,960	\$ 7.52	\$ 3,739,549	491,667	\$ 7.91	\$ 3,891,196
	Ages 19 - 20	157,164	\$ 2.86	\$ 449,577	155,888	\$ 3.05	\$ 475,001	152,800	\$ 3.20	\$ 488,481
	Age 21+	1,760,962	\$ 4.34	\$ 7,646,459	1,705,515	\$ 4.62	\$ 7,873,877	1,697,857	\$ 4.85	\$ 8,234,598
	Total	4,155,534	\$ 3.22	\$ 13,401,201	4,071,553	\$ 3.43	\$ 13,957,266	4,041,348	\$ 3.61	\$ 14,571,438
State Only & Judicials	Ages 0 - 13	39	\$ 561.95	\$ 22,095	36	\$ 601.90	\$ 21,423	36	\$ 604.12	\$ 21,560
	Ages 14 - 18	156	\$ 528.49	\$ 82,357	83	\$ 567.71	\$ 46,858	79	\$ 568.41	\$ 44,779
	Ages 19 - 20	312	\$ 305.47	\$ 95,271	382	\$ 327.06	\$ 124,968	415	\$ 327.62	\$ 135,801
	Age 21+	15,062	\$ 499.54	\$ 7,524,137	16,316	\$ 534.80	\$ 8,725,691	17,633	\$ 536.69	\$ 9,463,300
	Total	15,569	\$ 496.10	\$ 7,723,861	16,816	\$ 530.38	\$ 8,918,940	18,162	\$ 532.19	\$ 9,665,440
All Groups	All Ages	4,424,962	\$ 18.87	\$ 83,501,884	4,340,673	\$ 20.33	\$ 88,233,072	4,306,770	\$ 20.90	\$ 90,024,307

BHO Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	326,141										245,442			-
Inpatient - FFS	11,615,678	25,132	925	462.19	35.62	1.041	1.023	1.000	37.91	0.999	37.86			
Inpatient - RMHI	11,367,171	35,792	1,317	317.59	34.85	1.063	1.000	1.000	37.06	0.990	36.71			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	2,100,621	82,137	3,022	25.57	6.44	1.051	1.011	1.000	6.85	0.999	6.84			
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	39,563,298	195,430	7,191	202.44	121.31	1.038	1.000	1.000	125.91	1.002	126.20			
Grant Payments	9,301,696	-	-	-	28.52	1.000	1.000	1.000	28.52	0.995	28.39			
In-Home Services	1,167,300	685	25	1,704.09	3.58	1.041	1.003	1.000	3.73	1.019	3.81			
Supported Housing	4,430,449	50,645	1,863	87.48	13.58	1.041	1.006	1.000	14.23	0.990	14.08			
23 Hour	1,488	6	0	248.07	0.00	1.041	1.004	1.000	0.00	0.989	0.00			
IOP	609,578	10,270	378	59.36	1.87	1.041	1.015	1.000	1.97	0.991	1.96			
Partial Hospitalization	51,945	394	14	131.84	0.16	1.041	1.011	1.000	0.17	0.993	0.17			
Transportation - FFS	3,142,032	94,050	3,460	33.41	9.63	1.041	1.001	1.000	10.04	0.993	9.97			
Transportation - CSA Cap	311,304	-	-	-	0.95	1.041	1.001	1.000	0.99	1.003	1.00			
Total	\$ 83,662,560	494,541	18,196	169.17	\$ 256.52				\$ 267.39		\$ 266.97			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 291.50				\$ 303.85		\$ 303.38			\$ -

BHO Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	57,717										45,211			-
Inpatient - FFS	1,516,258	3,358	698	451.54	26.27	1.041	1.023	1.000	27.96	1.000	27.96			
Inpatient - RMHI	102,206	319	66	320.39	1.77	1.063	1.000	1.000	1.88	1.000	1.88			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	328,260	10,629	2,210	30.88	5.69	1.051	1.011	1.000	6.04	1.000	6.04			
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	8,937,787	41,669	8,664	214.49	154.86	1.038	1.000	1.000	160.73	1.000	160.73			
Grant Payments	855,524	-	-	-	14.82	1.000	1.000	1.000	14.82	1.000	14.82			
In-Home Services	607,108	337	70	1,801.51	10.52	1.041	1.003	1.000	10.98	1.000	10.98			
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-			
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-			
IOP	664	10	2	66.44	0.01	1.041	1.015	1.000	0.01	1.000	0.01			
Partial Hospitalization	1,859	10	2	185.94	0.03	1.041	1.011	1.000	0.03	1.000	0.03			
Transportation - FFS	197,717	4,536	943	43.59	3.43	1.041	1.001	1.000	3.57	1.000	3.57			
Transportation - CSA Cap	75,137	-	-	-	1.30	1.041	1.001	1.000	1.36	1.000	1.36			
Total	\$ 12,622,519	60,868	12,655	207.38	\$ 218.70				\$ 227.40		\$ 227.40			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 248.52				\$ 258.41		\$ 258.41			\$ -

BHO Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	36,091										27,028			-
Inpatient - FFS	2,218,142	6,130	2,038	361.85	61.46	1.041	1.023	1.000	65.42	1.000	65.42			
Inpatient - RMHI	204,401	602	200	339.54	5.66	1.063	1.000	1.000	6.02	1.000	6.02			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	218,120	7,914	2,631	27.56	6.04	1.051	1.011	1.000	6.42	1.000	6.42			
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	4,703,799	21,227	7,058	221.60	130.33	1.038	1.000	1.000	135.28	1.000	135.28			
Grant Payments	599,484	-	-	-	16.61	1.000	1.000	1.000	16.61	1.000	16.61			
In-Home Services	558,927	337	112	1,658.54	15.49	1.041	1.003	1.000	16.16	1.000	16.16			
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-			
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-			
IOP	116,333	1,957	651	59.44	3.22	1.041	1.015	1.000	3.40	1.000	3.40			
Partial Hospitalization	-	-	-	-	-	1.041	1.011	1.000	-	1.000	-			
Transportation - FFS	173,005	4,059	1,350	42.62	4.79	1.041	1.001	1.000	4.99	1.000	4.99			
Transportation - CSA Cap	52,650	-	-	-	1.46	1.041	1.001	1.000	1.52	1.000	1.52			
Total	\$ 8,844,862	42,226	14,040	209.46	\$ 245.07				\$ 255.84		\$ 255.84			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 278.49				\$ 290.72		\$ 290.72			\$ -

BHO Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	7,566										5,841			-
Inpatient - FFS	446,442	728	1,155	613.24	59.00	1.041	1.023	1.000	62.81	1.000	62.81			
Inpatient - RMHI	155,070	493	782	314.54	20.50	1.063	1.000	1.000	21.79	1.000	21.79			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	57,471	2,115	3,354	27.17	7.60	1.051	1.011	1.000	8.07	1.000	8.07			
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	609,288	3,133	4,969	194.47	80.53	1.038	1.000	1.000	83.58	1.000	83.58			
Grant Payments	194,704	-	-	-	25.73	1.000	1.000	1.000	25.73	1.000	25.73			
In-Home Services	-	-	-	-	-	1.041	1.003	1.000	-	1.000	-			
Supported Housing	36,273	509	807	71.26	4.79	1.041	1.006	1.000	5.02	1.000	5.02			
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-			
IOP	9,044	149	236	60.70	1.20	1.041	1.015	1.000	1.26	1.000	1.26			
Partial Hospitalization	2,306	15	24	153.71	0.30	1.041	1.011	1.000	0.32	1.000	0.32			
Transportation - FFS	41,487	1,285	2,038	32.29	5.48	1.041	1.001	1.000	5.71	1.000	5.71			
Transportation - CSA Cap	4,554	-	-	-	0.60	1.041	1.001	1.000	0.63	1.000	0.63			
Total	\$ 1,556,640	8,427	13,365	184.72	\$ 205.74				\$ 214.93		\$ 214.93			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 233.79				\$ 244.24		\$ 244.24			\$ -

BHO Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	224,768										167,362			-
Inpatient - FFS	7,434,836	14,916	796	498.45	33.08	1.041	1.023	1.000	35.21	1.000	35.21			
Inpatient - RMHI	10,905,494	34,378	1,835	317.22	48.52	1.063	1.000	1.000	51.59	1.000	51.59			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	1,496,769	61,479	3,282	24.35	6.66	1.051	1.011	1.000	7.08	1.000	7.08			
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	25,312,424	129,401	6,909	195.61	112.62	1.038	1.000	1.000	116.89	1.000	116.89			
Grant Payments	7,651,984	-	-	-	34.04	1.000	1.000	1.000	34.04	1.000	34.04			
In-Home Services	1,265	11	1	115.00	0.01	1.041	1.003	1.000	0.01	1.000	0.01			
Supported Housing	4,394,176	50,136	2,677	87.65	19.55	1.041	1.006	1.000	20.47	1.000	20.47			
23 Hour	1,488	6	0	248.07	0.01	1.041	1.004	1.000	0.01	1.000	0.01			
IOP	483,537	8,154	435	59.30	2.15	1.041	1.015	1.000	2.27	1.000	2.27			
Partial Hospitalization	47,780	369	20	129.48	0.21	1.041	1.011	1.000	0.22	1.000	0.22			
Transportation - FFS	2,729,824	84,170	4,494	32.43	12.15	1.041	1.001	1.000	12.65	1.000	12.65			
Transportation - CSA Cap	178,963	-	-	-	0.80	1.041	1.001	1.000	0.83	1.000	0.83			
Total	\$ 60,638,540	383,020	20,449	158.32	\$ 269.78				\$ 281.28		\$ 281.28			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 306.57				\$ 319.63		\$ 319.63			\$ -

BHO Non-Priority														
All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	4,138,943										3,055,134			-
Inpatient - FFS	5,589,592	14,224	41	392.97	1.35	1.041	1.023	1.000	1.44	0.995	1.43			
Inpatient - RMHI	313,654	978	3	320.71	0.08	1.063	1.000	1.000	0.08	0.992	0.08			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	3,006,181	93,284	270	32.23	0.73	1.051	1.011	1.000	0.77	0.991	0.76			
OP - Methadone - FFS	5,516	445	1	12.40	0.00	1.051	1.011	1.000	0.00	1.018	0.00			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	2,364,715	11,784	34	200.67	0.57	1.038	1.000	1.000	0.59	0.994	0.59			
Grant Payments	1,577,551	-	-	-	0.38	1.000	1.000	1.000	0.38	0.987	0.38			
In-Home Services	307,128	393	1	781.50	0.07	1.041	1.003	1.000	0.08	1.017	0.08			
Supported Housing	732,510	9,274	27	78.99	0.18	1.041	1.006	1.000	0.19	0.976	0.18			
23 Hour	5,454	22	0	247.92	0.00	1.041	1.004	1.000	0.00	0.976	0.00			
IOP	891,465	15,145	44	58.86	0.22	1.041	1.015	1.000	0.23	0.990	0.23			
Partial Hospitalization	23,541	172	0	136.87	0.01	1.041	1.011	1.000	0.01	0.976	0.01			
Transportation - FFS	774,350	19,953	58	38.81	0.19	1.041	1.001	1.000	0.19	0.991	0.19			
Transportation - CSA Cap	60,746	0	0	535,715.92	0.01	1.041	1.001	1.000	0.02	0.999	0.02			
Total	\$ 15,652,403	165,674	480	94.48	\$ 3.78				\$ 3.97		\$ 3.94			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 4.30				\$ 4.52		\$ 4.48			\$ -

BHO Non-Priority														
Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	1,731,871										1,305,040			-
Inpatient - FFS	644,889	1,628	11	396.22	0.37	1.041	1.023	1.000	0.40	1.000	0.40			
Inpatient - RMHI	43,175	105	1	412.97	0.02	1.063	1.000	1.000	0.03	1.000	0.03			
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-			
OP - Non Methadone	629,118	13,594	94	46.28	0.36	1.051	1.011	1.000	0.39	1.000	0.39			
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-			
CMHC	585,578	2,700	19	216.91	0.34	1.038	1.000	1.000	0.35	1.000	0.35			
Grant Payments	144,723	-	-	-	0.08	1.000	1.000	1.000	0.08	1.000	0.08			
In-Home Services	132,808	201	1	660.74	0.08	1.041	1.003	1.000	0.08	1.000	0.08			
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-			
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-			
IOP	1,235	20	0	62.28	0.00	1.041	1.015	1.000	0.00	1.000	0.00			
Partial Hospitalization	44	0	0	194.07	0.00	1.041	1.011	1.000	0.00	1.000	0.00			
Transportation - FFS	19,989	540	4	37.04	0.01	1.041	1.001	1.000	0.01	1.000	0.01			
Transportation - CSA Cap	12,711	0	0	112,097.67	0.01	1.041	1.001	1.000	0.01	1.000	0.01			
Total	\$ 2,214,269	18,786	130	117.87	\$ 1.28				\$ 1.34		\$ 1.34			\$ -
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 1.45				\$ 1.53		\$ 1.53			\$ -

BHO Non-Priority Age 14 - 18													
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates		
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM		FY 2008 PMPM
Member Months	427,923										320,267		-
Inpatient - FFS	1,722,587	5,975	168	288.28	4.03	1.041	1.023	1.000	4.28	1.000	4.28		
Inpatient - RMHI	71,364	161	5	443.07	0.17	1.063	1.000	1.000	0.18	1.000	0.18		
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-		
OP - Non Methadone	372,063	9,022	253	41.24	0.87	1.051	1.011	1.000	0.92	1.000	0.92		
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-		
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-		
CMHC	366,633	1,540	43	238.05	0.86	1.038	1.000	1.000	0.89	1.000	0.89		
Grant Payments	225,405	-	-	-	0.53	1.000	1.000	1.000	0.53	1.000	0.53		
In-Home Services	173,705	186	5	933.90	0.41	1.041	1.003	1.000	0.42	1.000	0.42		
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-		
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-		
IOP	272,638	4,564	128	59.74	0.64	1.041	1.015	1.000	0.67	1.000	0.67		
Partial Hospitalization	69	0	0	212.00	0.00	1.041	1.011	1.000	0.00	1.000	0.00		
Transportation - FFS	224,443	5,336	150	42.06	0.52	1.041	1.001	1.000	0.55	1.000	0.55		
Transportation - CSA Cap	19,796	-	-	-	0.05	1.041	1.001	1.000	0.05	1.000	0.05		
Total	\$ 3,448,701	26,786	751	128.75	\$ 8.06				\$ 8.49		\$ 8.49		\$ -
Admin %					10.0%				10.0%		10.0%		10.0%
Premium Tax					2.0%				2.0%		2.0%		2.0%
Total Premium Rate					\$ 9.16				\$ 9.65		\$ 9.65		\$ -

BHO Non-Priority Age 19 - 20													
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates		
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM		FY 2008 PMPM
Member Months	146,160										109,776		-
Inpatient - FFS	279,105	597	49	467.85	1.91	1.041	1.023	1.000	2.03	1.000	2.03		
Inpatient - RMHI	13,781	35	3	388.53	0.09	1.063	1.000	1.000	0.10	1.000	0.10		
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-		
OP - Non Methadone	78,319	2,230	183	35.13	0.54	1.051	1.011	1.000	0.57	1.000	0.57		
OP - Methadone - FFS	5,516	445	37	12.40	0.04	1.051	1.011	1.000	0.04	1.000	0.04		
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-		
CMHC	42,957	221	18	194.42	0.29	1.038	1.000	1.000	0.31	1.000	0.31		
Grant Payments	72,146	-	-	-	0.49	1.000	1.000	1.000	0.49	1.000	0.49		
In-Home Services	-	-	-	-	-	1.041	1.003	1.000	-	1.000	-		
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-		
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-		
IOP	53,670	925	76	58.04	0.37	1.041	1.015	1.000	0.39	1.000	0.39		
Partial Hospitalization	11	0	0	187.83	0.00	1.041	1.011	1.000	0.00	1.000	0.00		
Transportation - FFS	49,693	484	40	102.73	0.34	1.041	1.001	1.000	0.35	1.000	0.35		
Transportation - CSA Cap	1,687	-	-	-	0.01	1.041	1.001	1.000	0.01	1.000	0.01		
Total	\$ 596,887	4,936	405	120.92	\$ 4.08				\$ 4.30		\$ 4.30		\$ -
Admin %					10.0%				10.0%		10.0%		10.0%
Premium Tax					2.0%				2.0%		2.0%		2.0%
Total Premium Rate					\$ 4.64				\$ 4.88		\$ 4.88		\$ -

BHO Non-Priority Age 21+												
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates	
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	FY 2008 PMPM
Member Months	1,832,990										1,320,052	-
Inpatient - FFS	2,943,012	6,024	39	488.51	1.61	1.041	1.023	1.000	1.71	1.000	1.71	
Inpatient - RMHI	185,334	677	4	273.79	0.10	1.063	1.000	1.000	0.11	1.000	0.11	
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-	
OP - Non Methadone	1,926,680	68,438	448	28.15	1.05	1.051	1.011	1.000	1.12	1.000	1.12	
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-	
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-	
CMHC	1,369,548	7,323	48	187.01	0.75	1.038	1.000	1.000	0.78	1.000	0.78	
Grant Payments	1,135,277	-	-	-	0.62	1.000	1.000	1.000	0.62	1.000	0.62	
In-Home Services	615	6	0	102.50	0.00	1.041	1.003	1.000	0.00	1.000	0.00	
Supported Housing	732,510	9,274	61	78.99	0.40	1.041	1.006	1.000	0.42	1.000	0.42	
23 Hour	5,454	22	0	247.92	0.00	1.041	1.004	1.000	0.00	1.000	0.00	
IOP	563,921	9,636	63	58.52	0.31	1.041	1.015	1.000	0.32	1.000	0.32	
Partial Hospitalization	23,417	171	1	136.63	0.01	1.041	1.011	1.000	0.01	1.000	0.01	
Transportation - FFS	480,226	13,593	89	35.33	0.26	1.041	1.001	1.000	0.27	1.000	0.27	
Transportation - CSA Cap	26,552	-	-	-	0.01	1.041	1.001	1.000	0.02	1.000	0.02	
Total	\$ 9,392,546	115,166	754	81.56	\$ 5.12				\$ 5.38		\$ 5.38	\$ -
Admin %					10.0%				10.0%		10.0%	10.0%
Premium Tax					2.0%				2.0%		2.0%	2.0%
Total Premium Rate					\$ 5.82				\$ 6.11		\$ 6.11	\$ -

BHO State Only & Judicials															
All Ages															
Service Category	November 2005 through October 2006					Data Adjustment Factors						Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9-Months	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	25,716										19,349	25,799			26,696
Inpatient - FFS	2,929,134	6,591	3,076	444.41	113.90	1.041	1.023	1.000	121.24	0.990	119.99				
Inpatient - RMHI	4,393,721	13,770	6,426	319.08	170.85	1.063	1.000	1.000	181.67	1.004	182.32				
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-				
OP - Non Methadone	472,296	15,226	7,105	31.02	18.37	1.051	1.011	1.000	19.52	1.007	19.65				
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
CMHC	4,005,487	20,183	9,418	198.46	155.76	1.038	1.000	1.000	161.67	1.000	161.65				
Grant Payments	1,758,782	-	-	-	68.39	1.000	1.000	1.000	68.39	1.004	68.69				
In-Home Services	1,825	1	0	1,825.00	0.07	1.041	1.003	1.000	0.07	0.606	0.04				
Supported Housing	193,894	2,212	1,032	87.66	7.54	1.041	1.006	1.000	7.90	1.012	7.99				
23 Hour	204	1	0	204.00	0.01	1.041	1.004	1.000	0.01	1.012	0.01				
IOP	136,491	2,284	1,066	59.76	5.31	1.041	1.015	1.000	5.60	0.999	5.60				
Partial Hospitalization	11,991	86	40	139.43	0.47	1.041	1.011	1.000	0.49	1.012	0.50				
Transportation - FFS	248,485	7,072	3,300	35.14	9.66	1.041	1.001	1.000	10.07	1.009	10.16				
Transportation - CSA Cap	42,406	-	-	-	1.65	1.041	1.001	1.000	1.72	0.990	1.70				
Total	\$ 14,194,717	67,426	31,463	210.52	\$ 551.97				\$ 578.35		\$ 578.30				
Admin %					10.0%				10.0%		10.0%				
Premium Tax					2.0%				2.0%		2.0%				
Total Premium Rate					\$ 627.24				\$ 657.22		\$ 657.16	\$ 605.76			\$ 451.54

BHO State Only & Judicials															
Age 0 - 13															
Service Category	November 2005 through October 2006					Data Adjustment Factors						Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9-Months	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	164										39	52			64
Inpatient - FFS	23,680	103	7,521	229.90	144.09	1.041	1.023	1.000	153.37	1.000	153.37				
Inpatient - RMHI	4,633	15	1,095	308.84	28.19	1.063	1.000	1.000	29.97	1.000	29.97				
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-				
OP - Non Methadone	415	16	1,168	25.96	2.53	1.051	1.011	1.000	2.69	1.000	2.69				
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
CMHC	34,306	146	10,660	234.98	208.74	1.038	1.000	1.000	216.67	1.000	216.67				
Grant Payments	4,612	-	-	-	28.06	1.000	1.000	1.000	28.06	1.000	28.06				
In-Home Services	-	-	-	-	-	1.041	1.003	1.000	-	1.000	-				
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-				
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-				
IOP	-	-	-	-	-	1.041	1.015	1.000	-	1.000	-				
Partial Hospitalization	-	-	-	-	-	1.041	1.011	1.000	-	1.000	-				
Transportation - FFS	-	-	-	-	-	1.041	1.001	1.000	-	1.000	-				
Transportation - CSA Cap	405	-	-	-	2.46	1.041	1.001	1.000	2.57	1.000	2.57				
Total	\$ 68,052	280	20,445	243.04	\$ 414.07				\$ 433.33		\$ 433.33				
Admin %					10.0%				10.0%		10.0%				
Premium Tax					2.0%				2.0%		2.0%				
Total Premium Rate					\$ 470.54				\$ 492.42		\$ 492.42	\$ 482.20			\$ 451.54

BHO State Only & Judicials Age 14 - 18															
Service Category	November 2005 through October 2006					Data Adjustment Factors						Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9-Months	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	279										127	170			151
Inpatient - FFS	104,190	226	9,708	461.02	372.98	1.041	1.023	1.000	397.01	1.000	397.01				
Inpatient - RMHI	52,439	166	7,131	315.90	187.72	1.063	1.000	1.000	199.60	1.000	199.60				
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-				
OP - Non Methadone	2,963	105	4,511	28.22	10.61	1.051	1.011	1.000	11.27	1.000	11.27				
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
CMHC	40,549	146	6,272	277.73	145.15	1.038	1.000	1.000	150.66	1.000	150.66				
Grant Payments	15,129	-	-	-	54.16	1.000	1.000	1.000	54.16	1.000	54.16				
In-Home Services	1,825	1	43	1,825.00	6.53	1.041	1.003	1.000	6.82	1.000	6.82				
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-				
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-				
IOP	3,904	58	2,492	67.31	13.98	1.041	1.015	1.000	14.75	1.000	14.75				
Partial Hospitalization	-	-	-	-	-	1.041	1.011	1.000	-	1.000	-				
Transportation - FFS	894	15	644	59.60	3.20	1.041	1.001	1.000	3.33	1.000	3.33				
Transportation - CSA Cap	1,329	-	-	-	4.76	1.041	1.001	1.000	4.96	1.000	4.96				
Total	\$ 223,222	717	30,800	311.33	\$ 799.08				\$ 842.57		\$ 842.57	\$ 830.99			\$ 451.54
Admin %					10.0%				10.0%		10.0%				
Premium Tax					2.0%				2.0%		2.0%				
Total Premium Rate					\$ 908.05				\$ 957.47		\$ 957.47	\$ 830.99			\$ 451.54

BHO State Only & Judicials Age 19 - 20															
Service Category	November 2005 through October 2006					Data Adjustment Factors						Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9-Months	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	647										439	586			543
Inpatient - FFS	49,124	105	1,947	467.84	75.90	1.041	1.023	1.000	80.79	1.000	80.79				
Inpatient - RMHI	97,686	302	5,600	323.46	150.94	1.063	1.000	1.000	160.50	1.000	160.50				
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-				
OP - Non Methadone	7,564	227	4,209	33.32	11.69	1.051	1.011	1.000	12.42	1.000	12.42				
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
CMHC	60,960	319	5,915	191.10	94.19	1.038	1.000	1.000	97.77	1.000	97.77				
Grant Payments	31,345	-	-	-	48.43	1.000	1.000	1.000	48.43	1.000	48.43				
In-Home Services	-	-	-	-	-	1.041	1.003	1.000	-	1.000	-				
Supported Housing	-	-	-	-	-	1.041	1.006	1.000	-	1.000	-				
23 Hour	-	-	-	-	-	1.041	1.004	1.000	-	1.000	-				
IOP	1,380	19	352	72.64	2.13	1.041	1.015	1.000	2.25	1.000	2.25				
Partial Hospitalization	-	-	-	-	-	1.041	1.011	1.000	-	1.000	-				
Transportation - FFS	1,806	56	1,038	32.26	2.79	1.041	1.001	1.000	2.91	1.000	2.91				
Transportation - CSA Cap	733	-	-	-	1.13	1.041	1.001	1.000	1.18	1.000	1.18				
Total	\$ 250,597	1,028	19,061	243.77	\$ 387.21				\$ 406.25		\$ 406.25	\$ 459.12			\$ 451.54
Admin %					10.0%				10.0%		10.0%				
Premium Tax					2.0%				2.0%		2.0%				
Total Premium Rate					\$ 440.01				\$ 461.65		\$ 461.65	\$ 459.12			\$ 451.54

BHO State Only & Judicials															
Age 21+															
Service Category	November 2005 through October 2006					Data Adjustment Factors						Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FFS 9-Months	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	24,625										18,743	24,991			25,938
Inpatient - FFS	2,752,140	6,157	3,000	446.99	111.76	1.041	1.023	1.000	118.96	1.000	118.96				
Inpatient - RMHI	4,238,964	13,287	6,475	319.03	172.14	1.063	1.000	1.000	183.04	1.000	183.04				
Inpatient - TCMC	-	-	-	-	-	1.041	1.023	1.000	-	1.000	-				
OP - Non Methadone	461,355	14,878	7,250	31.01	18.73	1.051	1.011	1.000	19.91	1.000	19.91				
OP - Methadone - FFS	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
OP - Methadone - Capitated	-	-	-	-	-	1.051	1.011	1.000	-	1.000	-				
CMHC	3,869,673	19,572	9,537	197.71	157.14	1.038	1.000	1.000	163.11	1.000	163.11				
Grant Payments	1,707,696	-	-	-	69.35	1.000	1.000	1.000	69.35	1.000	69.35				
In-Home Services	-	-	-	-	-	1.041	1.003	1.000	-	1.000	-				
Supported Housing	193,894	2,212	1,078	87.66	7.87	1.041	1.006	1.000	8.25	1.000	8.25				
23 Hour	204	1	0	204.00	0.01	1.041	1.004	1.000	0.01	1.000	0.01				
IOP	131,206	2,207	1,075	59.45	5.33	1.041	1.015	1.000	5.62	1.000	5.62				
Partial Hospitalization	11,991	86	42	139.43	0.49	1.041	1.011	1.000	0.51	1.000	0.51				
Transportation - FFS	245,785	7,001	3,412	35.11	9.98	1.041	1.001	1.000	10.40	1.000	10.40				
Transportation - CSA Cap	39,939	-	-	-	1.62	1.041	1.001	1.000	1.69	1.000	1.69				
Total	\$ 13,652,846	65,401	31,870	208.76	\$ 554.42				\$ 580.84		\$ 580.84	\$ 607.92			\$ 451.54
Admin %					10.0%				10.0%		10.0%				
Premium Tax					2.0%				2.0%		2.0%				
Total Premium Rate					\$ 630.02				\$ 660.05		\$ 660.05	\$ 607.92			\$ 451.54

For Priority and Non-Priority members (not TCS High), as of 4/1/2007, BHO is included in MCO cap rates.
 FY07 includes 9 months FFS projection and 3 months \$0 PMPM
 FY08 includes 12 months \$0 PMPM
 FY07 State Only and Judicials have 9 months FFS and 3 MONTHS \$451.54 CAP
 FY08 State Only and Judicials includes 12 months \$451.54 PMPM

Total BHO Experience								
Total All Ages								
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007			Fiscal Year 2008	
		PMPM	Total	PMPM	FFS 9 Months	Total	PMPM	Total
Total								
Member Months			4,490,801		3,319,925	3,326,374		26,696
Inpatient - FFS		\$ 4.48	\$ 20,134,405	\$ 4.11	\$ 15,982,476			
Inpatient - RMHI		\$ 3.58	\$ 16,074,546	\$ 2.78	\$ 12,781,585			
Inpatient - TCMC		\$ -	\$ -	\$ -	\$ -			
OP - Non Methadone		\$ 1.24	\$ 5,579,098	\$ 1.21	\$ 4,395,506			
OP - Methadone - FFS		\$ 0.00	\$ 5,516	\$ 0.00	\$ 4,403			
OP - Methadone - Capitated		\$ -	\$ -	\$ -	\$ -			
CMHC		\$ 10.23	\$ 45,933,501	\$ 9.85	\$ 35,902,293			
Grant Payments		\$ 2.81	\$ 12,638,029	\$ 2.44	\$ 9,445,650			
In-Home Services		\$ 0.33	\$ 1,476,253	\$ 0.35	\$ 1,175,456			
Supported Housing		\$ 1.19	\$ 5,356,853	\$ 1.21	\$ 4,162,886			
23 Hour		\$ 0.00	\$ 7,147	\$ 0.00	\$ 5,422			
IOP		\$ 0.36	\$ 1,637,533	\$ 0.35	\$ 1,275,966			
Partial Hospitalization		\$ 0.02	\$ 87,476	\$ 0.02	\$ 68,254			
Transportation - FFS		\$ 0.93	\$ 4,164,868	\$ 0.91	\$ 3,234,241			
Transportation - CSA Cap		\$ 0.09	\$ 414,456	\$ 0.09	\$ 324,506			
Total		\$ 25.28	\$ 113,509,680	\$ 23.32	\$ 88,758,643			
Admin		\$ 2.87	\$ 12,898,827	\$ -	\$ 10,086,209			
Premium Tax		\$ 0.57	\$ 2,579,765	\$ 0.00	\$ 2,017,242	\$ 31.20		
Total Premium Rate		\$ 28.72	\$ 128,988,273	\$ 26.50	\$ 100,862,095	\$ 103,774,376	\$ 451.54	\$ 12,054,308

For Priority and Non-Priority members (not TCS High), as of 4/1/2007, BHO is included in MCO cap rates.
 FY07 includes 9 months FFS projection and 3 months \$0 PMPM
 FY08 includes 12 months \$0 PMPM
 FY07 State Only and Judicials have 9 months FFS and 3 MONTHS \$451.54 CAP
 FY08 State Only and Judicials includes 12 months \$451.54 PMPM

Total BHO Experience												
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008				
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total		
BHO Priority	Ages 0 - 13	57,717	\$ 248.52	\$ 14,343,771	45,211	\$ 258.41	\$ 11,682,647	-	\$ -	\$ -	-	
	Ages 14 - 18	36,091	\$ 278.49	\$ 10,050,980	27,028	\$ 290.72	\$ 7,857,618	-	\$ -	\$ -	-	
	Ages 19 - 20	7,566	\$ 233.79	\$ 1,768,909	5,841	\$ 244.24	\$ 1,426,728	-	\$ -	\$ -	-	
	Age 21+	224,768	\$ 306.57	\$ 68,907,432	167,362	\$ 319.63	\$ 53,494,318	-	\$ -	\$ -	-	
	Total	326,141	\$ 291.50	\$ 95,071,091	245,442	\$ 303.38	\$ 74,461,310	-	\$ -	\$ -	-	
BHO Non-Priority	Ages 0 - 13	1,731,871	\$ 1.45	\$ 2,516,215	1,305,040	\$ 1.53	\$ 1,993,025	-	\$ -	\$ -	-	
	Ages 14 - 18	427,923	\$ 9.16	\$ 3,918,979	320,267	\$ 9.65	\$ 3,091,051	-	\$ -	\$ -	-	
	Ages 19 - 20	146,160	\$ 4.64	\$ 678,280	109,776	\$ 4.88	\$ 535,800	-	\$ -	\$ -	-	
	Age 21+	1,832,990	\$ 5.82	\$ 10,673,347	1,320,052	\$ 6.11	\$ 8,065,487	-	\$ -	\$ -	-	
	Total	4,138,943	\$ 4.30	\$ 17,786,822	3,055,134	\$ 4.48	\$ 13,685,364	-	\$ -	\$ -	-	
State Only & Judicials	Ages 0 - 13	164	\$ 470.54	\$ 77,331	52	\$ 482.20	\$ 25,136	64	\$ 451.54	\$ 28,853		
	Ages 14 - 18	279	\$ 908.05	\$ 253,661	170	\$ 830.99	\$ 141,098	151	\$ 451.54	\$ 68,007		
	Ages 19 - 20	647	\$ 440.01	\$ 284,770	586	\$ 459.12	\$ 268,990	543	\$ 451.54	\$ 245,273		
	Age 21+	24,625	\$ 630.02	\$ 15,514,597	24,991	\$ 607.92	\$ 15,192,478	25,938	\$ 451.54	\$ 11,712,175		
	Total	25,716	\$ 627.24	\$ 16,130,360	25,799	\$ 605.76	\$ 15,627,702	26,696	\$ 451.54	\$ 12,054,308		
All Groups	All Ages	4,490,801	\$ 28.72	\$ 128,988,273	3,326,374	\$ 31.20	\$ 103,774,376	26,696	\$ 451.54	\$ 12,054,308		

BHO Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	101,251										101,781			101,936
Inpatient - FFS	6,463,007	15,551	1,843	415.60	63.83	1.050	1.023	1.000	68.57	0.996	68.29	1.050	0.998	71.55
Inpatient - RMHI	1,585,641	4,999	592	317.19	15.66	1.078	1.000	1.000	16.89	1.038	17.53	1.000	1.007	17.65
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,202,378	38,512	4,564	31.22	11.88	1.064	1.011	1.000	12.77	0.994	12.69	1.090	0.998	13.80
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	10,443,217	53,721	6,367	194.40	103.14	1.047	1.000	1.000	107.98	1.000	107.97	1.030	1.000	111.24
Grant Payments	2,051,919	-	-	-	20.27	1.000	1.000	1.000	20.27	1.007	20.42	1.000	1.001	20.44
In-Home Services	960,948	1,726	205	556.75	9.49	1.050	1.003	1.000	10.00	0.985	9.84	1.070	0.995	10.48
Supported Housing	147,072	1,823	216	80.68	1.45	1.050	1.006	1.000	1.54	1.060	1.63	1.070	1.011	1.76
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	414,881	6,659	789	62.30	4.10	1.050	1.015	1.000	4.37	0.985	4.30	1.070	0.994	4.57
Partial Hospitalization	13,430	81	10	165.80	0.13	1.050	1.011	1.000	0.14	1.019	0.14	1.070	1.008	0.15
Transportation - FFS	609,660	15,488	1,836	39.36	6.02	1.050	1.001	1.000	6.33	1.028	6.51	1.070	1.004	6.99
Transportation - CSA Cap	126,517	-	-	-	1.25	1.050	1.001	1.000	1.31	0.994	1.31	1.070	0.998	1.40
Total	\$ 24,018,671	138,560	16,422	173.34	\$ 237.22				\$ 250.16		\$ 250.63			\$ 260.04
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 269.57				\$ 284.27		\$ 284.80			\$ 295.50

BHO Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	34,196										34,319			34,457
Inpatient - FFS	1,613,670	3,034	1,065	531.86	47.19	1.050	1.023	1.000	50.69	1.000	50.69	1.050	1.000	53.23
Inpatient - RMHI	125,770	401	141	313.64	3.68	1.078	1.000	1.000	3.97	1.000	3.97	1.000	1.000	3.97
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	359,963	10,266	3,603	35.06	10.53	1.064	1.011	1.000	11.32	1.000	11.32	1.090	1.000	12.34
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	4,509,824	22,374	7,852	201.57	131.88	1.047	1.000	1.000	138.07	1.000	138.07	1.030	1.000	142.21
Grant Payments	611,800	-	-	-	17.89	1.000	1.000	1.000	17.89	1.000	17.89	1.000	1.000	17.89
In-Home Services	398,869	834	293	478.26	11.66	1.050	1.003	1.000	12.28	1.000	12.28	1.070	1.000	13.14
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	67,405	1,017	357	66.28	1.97	1.050	1.015	1.000	2.10	1.000	2.10	1.070	1.000	2.25
Partial Hospitalization	4,077	23	8	177.24	0.12	1.050	1.011	1.000	0.13	1.000	0.13	1.070	1.000	0.14
Transportation - FFS	105,428	2,730	958	38.62	3.08	1.050	1.001	1.000	3.24	1.000	3.24	1.070	1.000	3.47
Transportation - CSA Cap	46,174	-	-	-	1.35	1.050	1.001	1.000	1.42	1.000	1.42	1.070	1.000	1.52
Total	\$ 7,842,979	40,679	14,275	192.80	\$ 229.36				\$ 241.11		\$ 241.11			\$ 250.15
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 260.63				\$ 273.99		\$ 273.99			\$ 284.26

BHO Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	47,073										46,135			45,750
Inpatient - FFS	3,765,621	10,463	2,667	359.90	79.99	1.050	1.023	1.000	85.94	1.000	85.94	1.050	1.000	90.23
Inpatient - RMHI	435,179	1,362	347	319.51	9.24	1.078	1.000	1.000	9.97	1.000	9.97	1.000	1.000	9.97
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	676,620	21,942	5,593	30.84	14.37	1.064	1.011	1.000	15.45	1.000	15.45	1.090	1.000	16.84
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	4,177,486	21,492	5,479	194.37	88.74	1.047	1.000	1.000	92.91	1.000	92.91	1.030	1.000	95.70
Grant Payments	864,297	-	-	-	18.36	1.000	1.000	1.000	18.36	1.000	18.36	1.000	1.000	18.36
In-Home Services	562,079	892	227	630.13	11.94	1.050	1.003	1.000	12.58	1.000	12.58	1.070	1.000	13.46
Supported Housing	16,892	223	57	75.75	0.36	1.050	1.006	1.000	0.38	1.000	0.38	1.070	1.000	0.41
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	318,047	5,131	1,308	61.99	6.76	1.050	1.015	1.000	7.20	1.000	7.20	1.070	1.000	7.70
Partial Hospitalization	3,330	17	4	195.88	0.07	1.050	1.011	1.000	0.08	1.000	0.08	1.070	1.000	0.08
Transportation - FFS	195,090	5,073	1,293	38.46	4.14	1.050	1.001	1.000	4.36	1.000	4.36	1.070	1.000	4.66
Transportation - CSA Cap	65,231	-	-	-	1.39	1.050	1.001	1.000	1.46	1.000	1.46	1.070	1.000	1.56
Total	\$ 11,079,872	66,595	16,977	166.38	\$ 235.38				\$ 248.67		\$ 248.67			\$ 258.97
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 267.47				\$ 282.58		\$ 282.58			\$ 294.28

BHO Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	6,205										6,395			6,621
Inpatient - FFS	269,169	503	973	535.13	43.38	1.050	1.023	1.000	46.60	1.000	46.60	1.050	1.000	48.93
Inpatient - RMHI	170,730	531	1,027	321.53	27.52	1.078	1.000	1.000	29.68	1.000	29.68	1.000	1.000	29.68
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	45,380	1,673	3,236	27.13	7.31	1.064	1.011	1.000	7.86	1.000	7.86	1.090	1.000	8.57
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	494,837	2,826	5,466	175.10	79.75	1.047	1.000	1.000	83.50	1.000	83.50	1.030	1.000	86.00
Grant Payments	134,657	-	-	-	21.70	1.000	1.000	1.000	21.70	1.000	21.70	1.000	1.000	21.70
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	17,041	181	350	94.15	2.75	1.050	1.006	1.000	2.90	1.000	2.90	1.070	1.000	3.11
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	11,911	196	379	60.77	1.92	1.050	1.015	1.000	2.05	1.000	2.05	1.070	1.000	2.19
Partial Hospitalization	2,470	17	33	145.32	0.40	1.050	1.011	1.000	0.42	1.000	0.42	1.070	1.000	0.45
Transportation - FFS	41,935	1,051	2,033	39.90	6.76	1.050	1.001	1.000	7.11	1.000	7.11	1.070	1.000	7.60
Transportation - CSA Cap	3,534	-	-	-	0.57	1.050	1.001	1.000	0.60	1.000	0.60	1.070	1.000	0.64
Total	\$ 1,191,665	6,978	13,496	170.77	\$ 192.06				\$ 202.42		\$ 202.42			\$ 208.88
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 218.25				\$ 230.02		\$ 230.02			\$ 237.36

BHO Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	13,778										14,932			15,107
Inpatient - FFS	814,546	1,551	1,351	525.18	59.12	1.050	1.023	1.000	63.51	1.000	63.51	1.050	1.000	66.69
Inpatient - RMHI	853,963	2,705	2,356	315.70	61.98	1.078	1.000	1.000	66.85	1.000	66.85	1.000	1.000	66.85
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	120,415	4,631	4,033	26.00	8.74	1.064	1.011	1.000	9.40	1.000	9.40	1.090	1.000	10.24
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	1,261,069	7,029	6,122	179.41	91.53	1.047	1.000	1.000	95.82	1.000	95.82	1.030	1.000	98.70
Grant Payments	441,165	-	-	-	32.02	1.000	1.000	1.000	32.02	1.000	32.02	1.000	1.000	32.02
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	113,140	1,419	1,236	79.73	8.21	1.050	1.006	1.000	8.68	1.000	8.68	1.070	1.000	9.29
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	17,518	315	274	55.61	1.27	1.050	1.015	1.000	1.35	1.000	1.35	1.070	1.000	1.45
Partial Hospitalization	3,553	24	21	148.02	0.26	1.050	1.011	1.000	0.27	1.000	0.27	1.070	1.000	0.29
Transportation - FFS	267,207	6,634	5,778	40.28	19.39	1.050	1.001	1.000	20.39	1.000	20.39	1.070	1.000	21.82
Transportation - CSA Cap	11,578	-	-	-	0.84	1.050	1.001	1.000	0.88	1.000	0.88	1.070	1.000	0.95
Total	\$ 3,904,154	24,308	21,171	160.61	\$ 283.36				\$ 299.18		\$ 299.18			\$ 308.29
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 322.01				\$ 339.98		\$ 339.98			\$ 350.33

BHO Non-Priority All Ages														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	582,142										592,107			597,494
Inpatient - FFS	3,729,120	10,614	219	351.34	6.41	1.050	1.023	1.000	6.88	0.979	6.73	1.050	0.990	7.00
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	1,255,941	32,599	672	38.53	2.16	1.064	1.011	1.000	2.32	0.981	2.28	1.090	0.991	2.46
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	1,760,982	7,518	155	234.24	3.03	1.047	1.000	1.000	3.17	0.984	3.12	1.030	0.993	3.19
Grant Payments	687,313	-	-	-	1.18	1.000	1.000	1.000	1.18	0.984	1.16	1.000	0.993	1.15
In-Home Services	420,631	1,150	24	365.77	0.72	1.050	1.003	1.000	0.76	0.974	0.74	1.070	0.988	0.78
Supported Housing	3,588	37	1	96.97	0.01	1.050	1.006	1.000	0.01	1.069	0.01	1.070	1.027	0.01
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	269,868	4,367	90	61.80	0.46	1.050	1.015	1.000	0.49	0.972	0.48	1.070	0.987	0.51
Partial Hospitalization	6,041	52	1	116.17	0.01	1.050	1.011	1.000	0.01	1.001	0.01	1.070	1.000	0.01
Transportation - FFS	172,333	4,972	102	34.66	0.30	1.050	1.001	1.000	0.31	0.985	0.31	1.070	0.993	0.33
Transportation - CSA Cap	46,180	-	-	-	0.08	1.050	1.001	1.000	0.08	0.976	0.08	1.070	0.989	0.09
Total	\$ 8,351,998	61,309	1,264	136.23	\$ 14.35				\$ 15.22		\$ 14.91			\$ 15.52
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 16.30				\$ 17.29		\$ 16.95			\$ 17.64

BHO Non-Priority Age 0 - 13														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	256,254										258,973			260,609
Inpatient - FFS	858,386	2,135	100	402.05	3.35	1.050	1.023	1.000	3.60	1.000	3.60	1.050	1.000	3.78
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	525,625	12,398	581	42.40	2.05	1.064	1.011	1.000	2.21	1.000	2.21	1.090	1.000	2.40
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	874,923	3,439	161	254.41	3.41	1.047	1.000	1.000	3.57	1.000	3.57	1.030	1.000	3.68
Grant Payments	212,924	-	-	-	0.83	1.000	1.000	1.000	0.83	1.000	0.83	1.000	1.000	0.83
In-Home Services	187,238	739	35	253.37	0.73	1.050	1.003	1.000	0.77	1.000	0.77	1.070	1.000	0.82
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	24,035	340	16	70.69	0.09	1.050	1.015	1.000	0.10	1.000	0.10	1.070	1.000	0.11
Partial Hospitalization	4,377	37	2	118.31	0.02	1.050	1.011	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Transportation - FFS	26,005	757	35	34.35	0.10	1.050	1.001	1.000	0.11	1.000	0.11	1.070	1.000	0.11
Transportation - CSA Cap	16,069	-	-	-	0.06	1.050	1.001	1.000	0.07	1.000	0.07	1.070	1.000	0.07
Total	\$ 2,729,582	19,845	929	137.55	\$ 10.65				\$ 11.27		\$ 11.27			\$ 11.83
Admin %						10.0%			10.0%		10.0%			10.0%
Premium Tax						2.0%			2.0%		2.0%			2.0%
Total Premium Rate					\$ 12.10				\$ 12.81		\$ 12.81			\$ 13.44

BHO Non-Priority Age 14 - 18														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	147,806										144,066			142,564
Inpatient - FFS	2,356,017	7,417	602	317.65	15.94	1.050	1.023	1.000	17.12	1.000	17.12	1.050	1.000	17.98
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	595,992	16,304	1,324	36.55	4.03	1.064	1.011	1.000	4.34	1.000	4.34	1.090	1.000	4.73
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	714,511	3,205	260	222.94	4.83	1.047	1.000	1.000	5.06	1.000	5.06	1.030	1.000	5.21
Grant Payments	358,761	-	-	-	2.43	1.000	1.000	1.000	2.43	1.000	2.43	1.000	1.000	2.43
In-Home Services	233,394	411	33	567.87	1.58	1.050	1.003	1.000	1.66	1.000	1.66	1.070	1.000	1.78
Supported Housing	270	1	0	269.50	0.00	1.050	1.006	1.000	0.00	1.000	0.00	1.070	1.000	0.00
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	214,516	3,487	283	61.52	1.45	1.050	1.015	1.000	1.55	1.000	1.55	1.070	1.000	1.65
Partial Hospitalization	800	7	1	114.34	0.01	1.050	1.011	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Transportation - FFS	97,810	2,706	220	36.15	0.66	1.050	1.001	1.000	0.70	1.000	0.70	1.070	1.000	0.74
Transportation - CSA Cap	27,077	-	-	-	0.18	1.050	1.001	1.000	0.19	1.000	0.19	1.070	1.000	0.21
Total	\$ 4,599,147	33,538	2,723	137.13	\$ 31.12				\$ 33.05		\$ 33.05			\$ 34.74
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 35.36				\$ 37.56		\$ 37.56			\$ 39.47

BHO Non-Priority Age 19 - 20														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	53,434										52,388			52,218
Inpatient - FFS	140,292	374	84	375.11	2.63	1.050	1.023	1.000	2.82	1.000	2.82	1.050	1.000	2.96
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	54,082	1,462	328	36.99	1.01	1.064	1.011	1.000	1.09	1.000	1.09	1.090	1.000	1.19
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	54,829	293	66	187.13	1.03	1.047	1.000	1.000	1.07	1.000	1.07	1.030	1.000	1.11
Grant Payments	35,255	-	-	-	0.66	1.000	1.000	1.000	0.66	1.000	0.66	1.000	1.000	0.66
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	-	-	-	-	-	1.050	1.006	1.000	-	1.000	-	1.070	1.000	-
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	7,436	120	27	61.97	0.14	1.050	1.015	1.000	0.15	1.000	0.15	1.070	1.000	0.16
Partial Hospitalization	-	-	-	-	-	1.050	1.011	1.000	-	1.000	-	1.070	1.000	-
Transportation - FFS	19,178	572	128	33.53	0.36	1.050	1.001	1.000	0.38	1.000	0.38	1.070	1.000	0.40
Transportation - CSA Cap	925	-	-	-	0.02	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Total	\$ 311,998	2,821	634	110.60	\$ 5.84				\$ 6.19		\$ 6.19			\$ 6.50
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 6.64				\$ 7.03		\$ 7.03			\$ 7.38

BHO Non-Priority Age 21+														
Service Category	November 2005 through October 2006					Data Adjustment Factors					Capitation Rates			
	Paid Expenditures	Units	Units / 1000	Paid Expenditures / Unit	Paid Expenditures PMPM	Trend To Contract Period	IBNR Completion	Benefit Adjustment	PMPM Before Enrollment Impact	Enrollment Impact	FY 2007 PMPM	Trend To FY 2008	Enrollment Impact	FY 2008 PMPM
Member Months	124,647										136,679			142,103
Inpatient - FFS	374,425	688	66	544.22	3.00	1.050	1.023	1.000	3.23	1.000	3.23	1.050	1.000	3.39
Inpatient - RMHI	-	-	-	-	-	1.078	1.000	1.000	-	1.000	-	1.000	1.000	-
Inpatient - TCMC	-	-	-	-	-	1.050	1.023	1.000	-	1.000	-	1.050	1.000	-
OP - Non Methadone	80,242	2,435	234	32.95	0.64	1.064	1.011	1.000	0.69	1.000	0.69	1.090	1.000	0.75
OP - Methadone - FFS	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
OP - Methadone - Capitated	-	-	-	-	-	1.064	1.011	1.000	-	1.000	-	1.090	1.000	-
CMHC	116,720	581	56	200.89	0.94	1.047	1.000	1.000	0.98	1.000	0.98	1.030	1.000	1.01
Grant Payments	80,373	-	-	-	0.64	1.000	1.000	1.000	0.64	1.000	0.64	1.000	1.000	0.64
In-Home Services	-	-	-	-	-	1.050	1.003	1.000	-	1.000	-	1.070	1.000	-
Supported Housing	3,319	36	3	92.18	0.03	1.050	1.006	1.000	0.03	1.000	0.03	1.070	1.000	0.03
23 Hour	-	-	-	-	-	1.050	1.004	1.000	-	1.000	-	1.070	1.000	-
IOP	23,881	420	40	56.86	0.19	1.050	1.015	1.000	0.20	1.000	0.20	1.070	1.000	0.22
Partial Hospitalization	863	8	1	107.88	0.01	1.050	1.011	1.000	0.01	1.000	0.01	1.070	1.000	0.01
Transportation - FFS	29,340	937	90	31.31	0.24	1.050	1.001	1.000	0.25	1.000	0.25	1.070	1.000	0.26
Transportation - CSA Cap	2,109	-	-	-	0.02	1.050	1.001	1.000	0.02	1.000	0.02	1.070	1.000	0.02
Total	\$ 711,271	5,105	491	139.33	\$ 5.71				\$ 6.05		\$ 6.05			\$ 6.34
Admin %					10.0%				10.0%		10.0%			10.0%
Premium Tax					2.0%				2.0%		2.0%			2.0%
Total Premium Rate					\$ 6.48				\$ 6.87		\$ 6.87			\$ 7.20

Total BHO Experience Total All Ages							
Service Category	Admin Loads	11/2005 through 10/2006 Incurred		Fiscal Year 2007		Fiscal Year 2008	
		PMPM	Total	PMPM	Total	PMPM	Total
Total							
Member Months			683,393		693,887		699,430
Inpatient - FFS		\$ 14.91	\$ 10,192,127	\$ 15.76	\$ 10,938,375	\$ 16.41	\$ 11,477,764
Inpatient - RMHI		\$ 2.32	\$ 1,585,641	\$ 2.57	\$ 1,784,024	\$ 2.57	\$ 1,799,141
Inpatient - TCMC		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OP - Non Methadone		\$ 3.60	\$ 2,458,319	\$ 3.80	\$ 2,639,134	\$ 4.11	\$ 2,876,343
OP - Methadone - FFS		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OP - Methadone - Capitated		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CMHC		\$ 17.86	\$ 12,204,199	\$ 18.50	\$ 12,834,655	\$ 18.93	\$ 13,242,761
Grant Payments		\$ 4.01	\$ 2,739,232	\$ 3.99	\$ 2,765,552	\$ 3.96	\$ 2,772,575
In-Home Services		\$ 2.02	\$ 1,381,579	\$ 2.08	\$ 1,440,596	\$ 2.20	\$ 1,536,758
Supported Housing		\$ 0.22	\$ 150,660	\$ 0.24	\$ 169,784	\$ 0.26	\$ 183,999
23 Hour		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
IOP		\$ 1.00	\$ 684,749	\$ 1.04	\$ 721,801	\$ 1.10	\$ 769,275
Partial Hospitalization		\$ 0.03	\$ 19,470	\$ 0.03	\$ 21,125	\$ 0.03	\$ 22,810
Transportation - FFS		\$ 1.14	\$ 781,994	\$ 1.22	\$ 843,799	\$ 1.30	\$ 907,524
Transportation - CSA Cap		\$ 0.25	\$ 172,697	\$ 0.26	\$ 181,199	\$ 0.28	\$ 193,710
Total		\$ 47.37	\$ 32,370,669	\$ 49.49	\$ 34,340,043	\$ 51.16	\$ 35,782,661
Admin		\$ 5.38	\$ 3,678,485	\$ 5.62	\$ 3,902,278	\$ 5.81	\$ 4,066,211
Premium Tax		\$ 1.08	\$ 735,697	\$ 1.12	\$ 780,456	\$ 1.16	\$ 813,242
Total Premium Rate		\$ 53.83	\$ 36,784,851	\$ 56.24	\$ 39,022,776	\$ 58.14	\$ 40,662,115

Total BHO Experience										
Aid Category	Age Group	11/2005 through 10/2006 Incurred			Fiscal Year 2007			Fiscal Year 2008		
		Members	PMPM	Total	Projected	PMPM	Total	Projected	PMPM	Total
BHO Priority	Ages 0 - 13	34,196	\$ 260.63	\$ 8,912,476	34,319	\$ 273.99	\$ 9,403,172	34,457	\$ 284.26	\$ 9,794,869
	Ages 14 - 18	47,073	\$ 267.47	\$ 12,590,764	46,135	\$ 282.58	\$ 13,036,730	45,750	\$ 294.28	\$ 13,463,575
	Ages 19 - 20	6,205	\$ 218.25	\$ 1,354,165	6,395	\$ 230.02	\$ 1,471,020	6,621	\$ 237.36	\$ 1,571,631
	Age 21+	13,778	\$ 322.01	\$ 4,436,539	14,932	\$ 339.98	\$ 5,076,570	15,107	\$ 350.33	\$ 5,292,350
	Total	101,251	\$ 269.57	\$ 27,293,944	101,781	\$ 284.80	\$ 28,987,493	101,936	\$ 295.50	\$ 30,122,425
BHO Non-Priority	Ages 0 - 13	256,254	\$ 12.10	\$ 3,101,798	258,973	\$ 12.81	\$ 3,316,429	260,609	\$ 13.44	\$ 3,503,168
	Ages 14 - 18	147,806	\$ 35.36	\$ 5,226,304	144,066	\$ 37.56	\$ 5,411,031	142,564	\$ 39.47	\$ 5,627,692
	Ages 19 - 20	53,434	\$ 6.64	\$ 354,543	52,388	\$ 7.03	\$ 368,297	52,218	\$ 7.38	\$ 385,450
	Age 21+	124,647	\$ 6.48	\$ 808,262	136,679	\$ 6.87	\$ 939,526	142,103	\$ 7.20	\$ 1,023,379
	Total	582,142	\$ 16.30	\$ 9,490,907	592,107	\$ 16.95	\$ 10,035,284	597,494	\$ 17.64	\$ 10,539,690
State Only & Judicials	Ages 0 - 13									
	Ages 14 - 18									
	Ages 19 - 20									
	Age 21+									
	Total									
All Groups	All Ages	683,393	\$ 53.83	\$ 36,784,851	693,887	\$ 56.24	\$ 39,022,776	699,430	\$ 58.14	\$ 40,662,115

All Regions

	Historical	Current	Provider Fee Increase	Midpoint of 5/1/2006 to midpoint of		Trend	Annual	Factor	Non-DCS Trend To 3/07 FY2007
	Trend	Trend	July 1, 2006	FY2007	FY2008	FY2007	FY2008	Total	
MH - Inpatient (FFS)	5.0%	5.0%	2.5%	8	20	1.050	1.050	1.103	1.041
MH - Inpatient (RMHI)	0.0%	0.0%	12.0%	8	20	1.078	1.000	1.078	1.063
MH - Outpatient	7.0%	9.0%	2.5%	8	20	1.064	1.090	1.159	1.051
MH - Case Rates	3.0%	3.0%	4.0%	8	20	1.047	1.030	1.078	1.038
MH - Grants*	0.0%	0.0%	0.0%	8	20	1.000	1.000	1.000	1.000
MH - In-Home Services	5.0%	7.0%	2.5%	8	20	1.050	1.070	1.124	1.041
MH - Supported Housing	5.0%	7.0%	2.5%	8	20	1.050	1.070	1.124	1.041
MH - 23 Hour	5.0%	7.0%	2.5%	8	20	1.050	1.070	1.124	1.041
MH - Intensive Outpatient	5.0%	7.0%	2.5%	8	20	1.050	1.070	1.124	1.041
MH - Partial Hospitalization	5.0%	7.0%	2.5%	8	20	1.050	1.070	1.124	1.041
MH - Transportation	5.0%	7.0%	2.5%	8	20	1.050	1.070	1.124	1.041

* Grants are a total budgeted amount resulting in implied trends.

All Regions

	IBNR Completion Factor	Benefit Adjustment Factor	
		Child (<21)	Adult (21+)
MH - Inpatient (FFS)	1.0229	1.000	1.000
MH - Inpatient (RMHI)	1.0000	1.000	1.000
MH - Outpatient	1.0109	1.000	1.000
MH - Case Rates	1.0000	1.000	1.000
MH - Grants*	1.0000	1.000	1.000
MH - In-Home Services	1.0028	1.000	1.000
MH - Supported Housing	1.0064	1.000	1.000
MH - 23 Hour	1.0037	1.000	1.000
MH - Intensive Outpatient	1.0145	1.000	1.000
MH - Partial Hospitalization	1.0107	1.000	1.000
MH - Transportation	1.0013	1.000	1.000