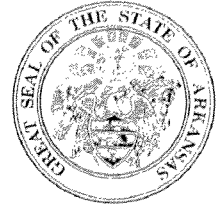




# EXHIBIT C-3

## Division of Medical Services

P.O. Box 1437, Slot S-401 · Little Rock, AR 72203-1437  
501-682-8292 · Fax: 501-682-1197 · TDD: 501-682-6789



December 1, 2008

The Honorable Jack Critcher, Senate Chairman  
The Honorable Eddie Cooper, House Chairman  
Public Health, Welfare, and Labor Committee  
State Capitol Building, Room 433  
Little Rock, AR 72201

Dear Senator Critcher and Representative Cooper:

Submitted herewith is the Medicaid Report for the 1st quarter of SFY 2009 as required by A.C.A. Section 20-77-111. This report presents Medicaid data for the quarter July 1, 2008, through September 30, 2008.

If you have any questions regarding utilization and expenditure data, please contact Sharon Jordan, Chief Program Administrator, at 682-8489.

Sincerely,

Roy Jeffus  
Director

RJ/RW

Attachment

cc: Keith Gober, Analyst, Bureau of Legislative Research  
Kim Baxter, Legislative Analyst, Bureau of Legislative Research  
Joyce Dees, Office of the Governor

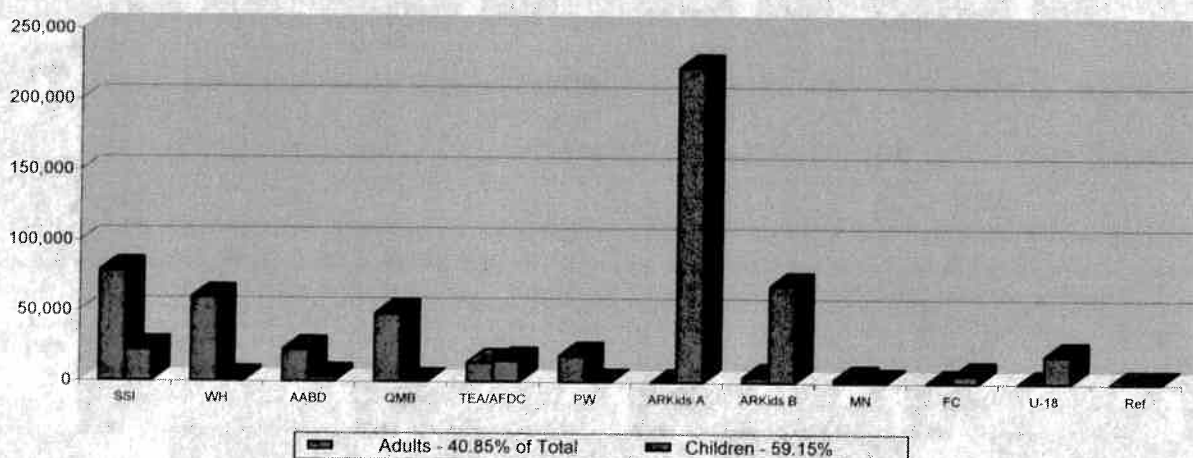
# MEDICAID QUARTERLY REPORT MEDICAID ELIGIBLES AND RECIPIENTS FIRST QUARTER - SFY 2009

## Eligibles and Recipients by Month

SFY 09		Recipients as	
	Eligibles	Recipients	% of Eligibles
July	613,023	335,636	54.75%
August	610,114	326,671	53.54%
September	611,811	372,379	60.87%

SFY 08		Recipients as	
	Eligibles	Recipients	% of Eligibles
July	629,147	301,516	47.92%
August	629,975	343,321	54.50%
September	628,731	324,062	51.54%

**Average Number of Eligibles Per Month (1st Quarter SFY 09)  
by Aid Category, Adults and Children (Including ARKids First and CHIP)**



## Eligibles (Adults and Children) by Aid Category

(Average for July, August, September 2008)

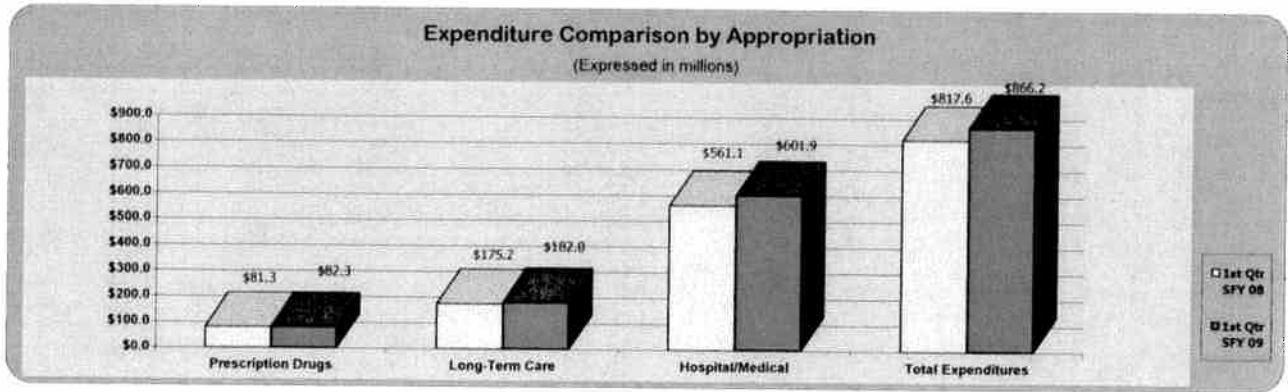
		Adults	Children	All
SSI	Supplemental Security Income	78,731	22,814	101,544
WH	Women's Health Waiver	59,512	1,647	61,159
AABD	Aid to the Aged, Blind and Disabled	22,904	3,397	26,301
QMB	Qualified Medicare Beneficiary	48,544	11	48,555
TEA/AFDC	Transitional Employment Assistance	13,910	15,219	29,129
PW	Pregnant Women	18,957	0	18,957
ARKids A	Low-Income Children	0	223,514	223,514
MN	Medically Needy	2,909	590	3,499
ARKids B	ARKids First Waiver	4,181	68,762	72,943
FC	Foster Care	193	5,927	6,120
U-18	Under Age 18	2	19,924	19,926
Ref	Refugee	2	0	2

<b>Total Average Eligibles - 1st Qtr SFY 2009:</b>	<b>249,845</b>	<b>361,805</b>	<b>611,649</b>
<b>Total Average Eligibles - 1st Qtr SFY 2008:</b>	<b>255,118</b>	<b>374,166</b>	<b>629,284</b>
<b>Percentage of Increase from SFY 2008 to SFY 2009:</b>	<b>-2.07%</b>	<b>-3.30%</b>	<b>-2.80%</b>

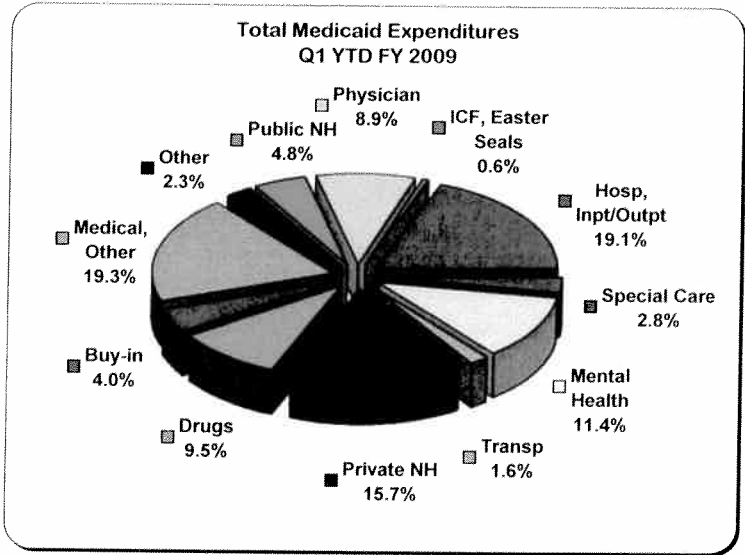
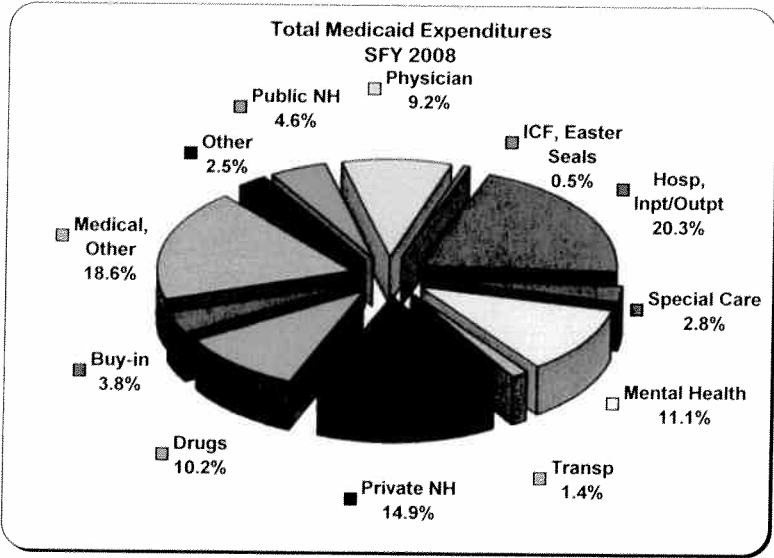
**Explanation of Monthly Recipient Counts:** Recipient counts include individuals who actually received services. Individuals for whom there was a managed care fee claim as part of the Primary Care Provider (Connect Care) Program, but for whom there was no actual medical service, are not counted.

Source: Division of County Operations; HMKR012J; HMKP012J; HMKJ010J

**MEDICAID QUARTERLY REPORT  
PROGRAM EXPENDITURE DATA - VENDOR PAYMENTS  
FIRST QUARTER - SFY 2009**



YTD Amounts	Medical	Drugs	Long Term Care	ARKids First	Medical Expansion	TOTAL
% of Budget Spent	96.72%	96.68%	99.98%	92.12%	77.26%	97.10%
Growth Over SFY08	7.07%	1.58%	3.93%	8.31%	12.88%	5.95%



Actual Trust Fund Usage SFY 08:	\$69,215,170
Actual Trust Fund Usage this Quarter:	\$0
Actual Trust Funds Usage Year-to-Date SFY 09:	\$0
SFY 09 Projected Trust Fund Usage per 7/1 Operating Budget:	\$155,818,800

Source: DHS, DAS, Quarterly Payout Reports

**MEDICAID POLICY CHANGES  
JULY – SEPTEMBER 2008**

**Effective Date**

**Description of Policy Change**

7-1-08

Qualifying requirements for long term care partnership insurance policies and the resulting possibility of resource exclusions for Medicaid applicants for Medicaid covered long term care was added to the Arkansas Title XIX (Medicaid) State Plan.

This will allow Arkansas Medicaid to exclude certain resource amounts when making a determination of eligibility for an applicant who needs long term care.

7-1-08

Air Ambulance rates were increased which will ensure the availability of Air Ambulance services for Arkansas Medicaid beneficiaries.

**MEDICAID POLICY CHANGES  
JULY – SEPTEMBER 2008**

Effective Date

Description of Eligibility Change

There were no changes for this period.