Summary of Methodology Used to Develop ARP Estimate

To develop the annual ARP estimated, the State first identified the FMAP, COVID-19 FMAP, and GFM Match for each of the HCBS Medicaid waivers to establish the total FMAP, COVID-19 FMAP, and GFM Match for FY2021. Cost centers considered for this calculus were:

- Adults with Physical and Developmental Disabilities Waiver FMAP
- Alaskans Living Independently Waiver FMAP
- Children with Complex Medical Conditions Waiver FMAP
- Community First Choice (CFC)
  - FMAP
  - FMAP CFC
  - VIII FMAP
- Individual Support Waiver
  - FMAP
  - XXI
- Intellectual and Developmental Disabilities Waiver
  - FMAP
  - XXI
- Other Waiver Services FMAP

This resulted in a total FMAP, COVID-19 FMAP, and GFM Match of $250,240,266 for FY2021. To determine the 10% savings through ARP, the program level totals were multiplied by 10% for an overall total of $25,024,027.

However, because expenditures and reimbursements were only available for the initial 11 months of FY2021, the State then needed to develop an annualized factor. Cost centers considered for this calculus were:

- Personal Care Services
  - FMAP
  - IHS
  - VIII FMAP
  - VIII HIS
  - XXI
- Adults with Physical and Developmental Disabilities Waiver
  - FMAP
  - IHS
- Alaskans Living Independently Waiver
  - FMAP
  - IHS
- Children with Complex Medical Conditions Waiver
  - FMAP
  - IHS
- Community First Choice (CFC)
  - FMAP
  - FMAP CFC
  - IHS
  - VIII FMAP
  - VIII FMAP CFC
  - VIII IHS
- Individual Support Waiver
  - FMAP
  - IHS
  - XXI
- Intellectual and Developmental Disabilities Waiver
  - FMAP
  - IHS
  - XXI
- Other Waiver Services FMAP

FY2021 totals across these cost centers were $288,751,605 for the 11-month period. This number was divided by 11 to obtain a per month total of $26,250,146. This led to an annualized amount of $315,001,751. To develop the annualized factor, the annualized amount was divided by the 11-month total. This produced an annualized factor of 109%.

To develop the final estimate, the annualized factor of 109% was multiplied by the 10% savings through ARP of $25,024,027. This produced an annualized estimate of $27,298,938.