



O&M Budget Fiscal Note

RELATING TO:

Authorizing the Executive Director to Enter into a Contract for Pharmacy Benefit Management Services with Optum Rx (formerly Catamaran) Effective January 1, 2017 through December 31, 2019.

Cost Center: Fringe Benefits _____	Line Item: 542 / 582 _____																								
Line Item Impact <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">2017 Original Budget</td> <td style="width: 10%; text-align: right;">\$8,800,000</td> <td style="width: 10%; text-align: right;">_____</td> <td style="width: 20%; text-align: right;">\$8,800,000</td> </tr> <tr> <td>Carryovers or Transfers</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">_____</td> <td style="text-align: right;">\$0</td> </tr> <tr> <td>Adjusted Budget</td> <td style="text-align: right;">\$8,800,000</td> <td style="text-align: right;">_____</td> <td style="text-align: right;">\$8,800,000</td> </tr> <tr> <td>Estimated Annual Expenditure including Request</td> <td style="text-align: right;">\$8,800,000</td> <td style="text-align: right;">_____</td> <td style="text-align: right;">\$8,800,000</td> </tr> <tr> <td>Anticipated Year End Balance</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">_____</td> <td style="text-align: right;">\$0</td> </tr> <tr> <td>Actual Year to Date Expenditures Through</td> <td style="text-align: right;">N/A</td> <td style="text-align: right;">_____</td> <td style="text-align: right;">N/A</td> </tr> </table> <p style="margin-top: 10px;">For unfavorable Year End Balance, identify funding source:</p> <div style="display: flex; justify-content: flex-start; gap: 20px;"> <input type="checkbox"/> Absorbed within the Division <input type="checkbox"/> Other Division <input type="checkbox"/> Unallocated Reserve </div>		2017 Original Budget	\$8,800,000	_____	\$8,800,000	Carryovers or Transfers	\$0	_____	\$0	Adjusted Budget	\$8,800,000	_____	\$8,800,000	Estimated Annual Expenditure including Request	\$8,800,000	_____	\$8,800,000	Anticipated Year End Balance	\$0	_____	\$0	Actual Year to Date Expenditures Through	N/A	_____	N/A
2017 Original Budget	\$8,800,000	_____	\$8,800,000																						
Carryovers or Transfers	\$0	_____	\$0																						
Adjusted Budget	\$8,800,000	_____	\$8,800,000																						
Estimated Annual Expenditure including Request	\$8,800,000	_____	\$8,800,000																						
Anticipated Year End Balance	\$0	_____	\$0																						
Actual Year to Date Expenditures Through	N/A	_____	N/A																						
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 35%; text-align: left;">Anticipated Expenditure Timing</th> <th style="width: 15%; text-align: center;">Requested Expenditures</th> <th style="width: 15%; text-align: center;">Anticipated Savings/Revenues</th> <th style="width: 35%; text-align: center;">Net Fiscal Impact</th> </tr> </thead> <tbody> <tr> <td>Current Year (2017)</td> <td style="text-align: right;">2,191,391</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$2,191,391</td> </tr> <tr> <td>Subsequent</td> <td style="text-align: right;">4,382,783</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$4,382,783</td> </tr> <tr> <td>Total Cost</td> <td style="text-align: right;">\$6,574,174</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$6,574,174</td> </tr> </tbody> </table>				Anticipated Expenditure Timing	Requested Expenditures	Anticipated Savings/Revenues	Net Fiscal Impact	Current Year (2017)	2,191,391	\$0	\$2,191,391	Subsequent	4,382,783	\$0	\$4,382,783	Total Cost	\$6,574,174	\$0	\$6,574,174						
Anticipated Expenditure Timing	Requested Expenditures	Anticipated Savings/Revenues	Net Fiscal Impact																						
Current Year (2017)	2,191,391	\$0	\$2,191,391																						
Subsequent	4,382,783	\$0	\$4,382,783																						
Total Cost	\$6,574,174	\$0	\$6,574,174																						

Comments: Costs will fluctuate with actual claim experience and the change in the number of enrollees.

Budget Review by:

Christine Durkin _____

Date

10/19/2016 _____