

**Career Connector**  
**A South Dakota 1115 Demonstration Proposal**

## Table of Contents

Program Summary .....	3
Eligibility .....	3
Program Details .....	4
Promoting Work .....	4
Non-compliance .....	6
Promoting Health .....	7
Demonstration Benefits and Cost Sharing Requirements .....	7
Support Services .....	8
Premium Assistance .....	8
Delivery System and Payment Rates for Services .....	8
Implementation of Demonstration .....	8
Demonstration Financing and Budget Neutrality .....	9
List of Proposed Waivers and Expenditure Authorities .....	10
Public Notice .....	10
Demonstration Administration .....	12
Appendix 1: Draft Evaluation Plan .....	13
Appendix 2: Budget Neutrality .....	17

## Program Summary

The purpose of the Career Connector program is to improve the health and wellbeing of able-bodied adult Medicaid recipients while empowering them to obtain full-time meaningful work. South Dakotans value hard work and believe that work can add meaning and purpose to an individual's life. The State of South Dakota's (herein after, State) goals include:

- Improve participant's health and encourage the development of healthy habits; and
- Empower participants to be successful in today's workforce.

As noted in CMS's January 11, 2018 State Medicaid Director letter titled *Opportunities to Promote Work and Community Engagement Among Medicaid Beneficiaries* studies have found a correlation between work and wellbeing. These include:

- Higher earnings being positively correlated with a longer lifespan;
- Unemployment being associated with higher mortality, poorer general health, poorer mental health, and higher medical consultation and admission rates; and
- Unemployment being associated with higher rates of depression.

South Dakota proposes to operate the Career Connector program as a pilot in Minnehaha and Pennington Counties. The two areas are the most populated counties in the state and were identified as pilot locations to operate the program based on population and access to employment and training resources. The Department of Labor and Regulation (DLR) will provide supports for individuals in the program through a contractual agreement with the Department of Social Services (DSS). It is estimated that 1,300 recipients in these areas will meet the eligibility criteria for the Career Connector program. The State is seeking to implement this demonstration for a five-year period. The State may seek to expand the program to other areas of the state through an amendment based on the initial outcomes of the pilot.

## Eligibility

Adult recipients age 19 to 59 who are enrolled in the parent and other caretaker relatives eligibility group as described in 42 CFR 435.110 and reside in Minnehaha or Pennington County will be required to participate in the Career Connector program unless they qualify for an exemption. The following individuals will be exempt:

- Individuals who work 80 hours or more a month;
- Individuals age 18 or younger;
- Individuals age 60 or older;
- Full-time students;
- Pregnant women;
- Individuals whose eligibility has been determined on the basis of disability or who have been determined disabled by the Social Security Administration;
- Medically frail individuals (e.g. individuals unable to work due to cancer or other serious or terminal illness);
- Individuals already participating in a workforce participation program that the State has

determined meets the objectives of the Career Connector program (e.g. SNAP, TANF or unemployment insurance);

- Parents of dependent children under one year old living in the parent's residence; and
- Primary caregivers of elderly or disabled individuals living in the caretaker's residence.

The DSS, Division of Economic Assistance will determine whether a recipient is eligible for the Career Connector program. Recipients will be assessed for participation in the program at the time of their initial South Dakota Medicaid application. Individuals currently enrolled in South Dakota Medicaid will be assessed for participation at their next eligibility review. Exempt individuals may elect to participate in the program on a voluntary basis. Individuals participating on a voluntary basis will not be subject to the non-compliance remedies described in this application.

Consistent with current eligibility standards Career Connector participants will be eligible for Transitional Medical Benefits (TMB) if their income exceeds the income limit. TMB provides full Medicaid coverage for individuals who lose eligibility due to an increase in earnings for twelve calendar months.

## **Program Details**

The Career Connector program is focused on the intertwined objectives of improving lives by helping individuals find meaningful work and improving the health and wellbeing of the individual. The key components of these objectives are an individualized employment and training plan and promoting healthy living. In addition, the Career Connector program will offer a pathway from Medicaid to private health insurance coverage through premium assistance. The demonstration will not affect or modify other components of the State's current Medicaid program other than as described in this application. The demonstration will have no effect on the State's CHIP program.

## **Promoting Work**

The objective of the program is for an individual to obtain meaningful work. Meaningful work is considered a job in one of the participant's desired fields of employment commensurate with their qualifications and abilities. Participants must meet minimum training and/or work requirements. To meet the requirements of the program participants must either work at least 80 hours per month or achieve monthly milestones in their individualized plan. South Dakota will continue to work with individuals once they have met the requirements of the program until the individual:

- Works 120 hours or more a month; or
- Has an income of at least 150 percent of the Federal Poverty Level; or
- Loses Medicaid eligibility and chooses to no longer pursue the objectives of their individualized plan.

Recipients enrolled in the Career Connector program will be notified by DSS. Newly enrolled recipients will be provided a three month period from their initial application month before they

are required to begin achieving monthly milestones in their individualized plan. Individuals may meet with a DLR employment specialist at any point during the three month period to begin an initial employment assessment and creation of an individualized employment and training plan.

DSS will connect all program participants with a case manager. The case manager will aid participants to help ensure their success in the Career Connector program. Case managers' activities may include, but are not limited to, the following:

- Connecting individuals to support services;
- Promoting preventative health services available through Medicaid coverage; and
- Reminding individuals of important Career Connector program elements.

The program will follow the same process for all eligible individuals:



DLR will be responsible for the conducting the employment assessment, identifying the integrated resource team, developing the employment and training plan, identifying monthly milestones, tracking achievement of monthly milestones, and tracking/verifying hours worked.

The individualized employment and training plan may include, but is not limited to:

- English as a second language;
- Health insurance literacy courses;
- Financial literacy courses;
- Disease management courses;
- Other healthy living courses;

- Treatment for chronic or behavioral health conditions;
- High school equivalency education;
- Post-secondary education and training;
- Volunteer work;
- Resume writing and soft skills training; or
- Job search.

The components of the employment and training plan may be provided by DLR or by other entities.

### Non-compliance

Participants must meet the requirements in the Promoting Work section. Non-compliance with requirements will be handled in the following manner:

Instance	Remedy
First month of non-compliance	Participant must contact a DLR employment specialist within 30 days of the first notice of non-compliance to establish a corrective action plan.
Second month of non-compliance	Participant must contact a DLR employment specialist within 30 days of the second notice of non-compliance to establish a corrective action plan. DSS is notified of non-compliance.
Third month of non-compliance	Participant is sent 10 day timely notice of closure of his or her Medicaid eligibility.
Additional instances of non-compliance	Participant is sent 10 day timely notice of closure of his or her Medicaid eligibility.

DLR will notify the DSS case manager of a participant’s non-compliance. DSS’s Division of Economic Assistance will determine if a participant’s non-compliance results in closure of his or her Medicaid eligibility. Closure of the participant’s Medicaid eligibility will not affect the eligibility of a child, spouse, or other household member that is not required to participate. An individual who loses eligibility due to non-compliance may work with DLR to take corrective action within 30 days of coverage closure to reinstate coverage. Reinstatement of coverage will be determined by DSS. Failure to obtain reinstatement during this 30 day period will result in a 90-day ineligibility period of the participant’s Medicaid coverage.

Prior to disenrollment due to non-compliance, a participant may request a “good cause” exemption. The circumstance constituting good cause must have occurred during the month for which the participant is seeking a good cause exemption. Recognized good cause exemptions include, but are not limited to, the following verified circumstances:

- The participant has a family member in the home with a disability under federal disability rights laws and was unable to meet the requirement for reasons related to acting as the short-term caretaker of that family member;
- The participant experiences a hospitalization or serious illness or has an immediate family member who lives in the home with the participant that experiences a hospitalization or serious illness;
- The participant experiences the death of a family member living with the participant;
- The participant experiences severe inclement weather (including a natural disaster) that renders him or her unable to meet the requirements; or
- The participant has a family emergency or other life-changing event. Examples include a divorce or domestic violence.

DSS's Division of Economic Assistance is responsible for determining whether a "good cause" exemption is granted.

### **Promoting Health**

The Career Connector program is designed to improve health outcomes for participants by helping them find meaningful work. As noted in the Program Summary section studies have identified a correlation between work and wellbeing. In addition, the Career Connector program will focus on improving health outcomes for participants by promoting the utilization of preventative services with the intent of helping participants develop healthy habits. The program will accomplish this objective through the following mechanisms:

1. Increasing identification and treatment of chronic or behavioral health conditions.
2. Promoting Well-Adult visits, immunizations, and preventative dental visits.
3. Requiring one Well-Adult visit and one preventative dental visit during the period an individual is eligible for TMB to qualify for premium assistance.

Increased identification of chronic or behavioral health conditions will be accomplished through DLR's initial assessment. Treatment of these conditions may count as achievement of a monthly milestone. DSS's Division of Medical Services and DSS case managers will be primarily responsible for promoting preventative care.

### **Demonstration Benefits and Cost Sharing Requirements**

The benefits available under the demonstration are the same as those currently provided under the Medicaid state plan. In addition, the cost sharing requirements will be the same as currently required under the state plan with the exception of the premium assistance program.

The premium assistance program covers up to the previous year's TMB per member per month (PMPM) amount, which will assist participants in purchasing employer-sponsored health insurance or coverage through a Qualified Health Plan (QHP). Participants in the premium assistance program will be subject to the cost sharing terms and conditions of the plan they are enrolled in including any portion of premiums not covered by premium assistance and payment for any services not covered under employer-sponsored plan or the QHP.

## Support Services

DLR will form an integrated resource team to facilitate referrals to community and support services including vocational rehabilitation services. Participants will also be evaluated by DLR for Workforce Innovation and Opportunity Act (WIOA) support services, including:

- Transportation;
- Clothing; and
- Rent assistance.

Career Connector participants will also be referred to the DSS's Division of Child Care, which provides assistance to low income families who need help with child care costs while parents work or attend school.

Support services described above are not funded by Medicaid expenditures.

## Premium Assistance

Following the expiration of TMB benefits, some individuals may qualify for premium assistance. To qualify an individual must meet the following criteria:

- The individual completed one Well-Adult visit and one preventative dental visit during the period the individual was enrolled in TMB coverage;
- The individual has an income above the LIF limit, but below 100 percent of the Federal Poverty Level; and
- The individual is in compliance with the training and work requirements of the program.

Eligibility for premium assistance will be determined by DSS's Division of Economic Assistance. DSS's Division of Medical Services will be responsible for administration related to premium assistance payments.

Premium assistance will be provided for a period of up to one year. Payment will be for the cost of the health insurance premium up to PMPM associated with TMB coverage in the previous federal fiscal year. Individuals who no longer meet the criteria during the one year period will no longer be eligible for premium assistance and will be referred to the Marketplace. The participant will be responsible for cost sharing amounts including co-payments, co-insurance, and deductibles.

## Delivery System and Payment Rates for Services

The delivery system and payment rates for medical benefits provided to recipients in the Career Connector program will be the same as under the Medicaid state plan with the exception of the premium assistance program.

## Implementation of Demonstration

The Career Connector program will begin operating on a voluntary basis beginning July 1, 2018. The State's intent is to begin operating the Career Connector program for individuals in



accordance with the above-stated eligibility criteria within 90 days of CMS approving the demonstration.

Recipients will be reviewed for participation in the Career Connector program at their initial application if they are not currently enrolled in South Dakota Medicaid or at their next eligibility review if they are currently enrolled in South Dakota Medicaid. Applicants will be notified of participation in the Career Connector program in accordance with 42 CFR § 435.917.

## **Demonstration Financing and Budget Neutrality**

The State proposes to finance the non-federal share of expenditures under the demonstration using state general funds. South Dakota proposes to demonstrate budget neutrality using the per capita method, which evaluates budget neutrality based on the PMPM cost. Statewide historical data was used to produce a more robust projection of the PMPM. As the demonstration project is limited to eligible individuals in Minnehaha County and Pennington County the eligible member months and total expenditures listed in the document are not reflective of actual member months and total expenditures that will be associated with the implementation of the demonstration.

The budget neutrality historical data and projections are included in Appendix 2. The historical expenditures were calculated using statewide historical data for the parent and other caretaker relatives and TMB populations. Data was limited to individuals age 19 to 59 as the demonstration is limited to individuals in this age range. The premium assistance without waiver projection is based on the projected cost of these individuals continuing in the parent and other caretaker relatives eligibility group. The with waiver premium assistance projection is based on TMB data as the maximum allowable premium assistance is the previous year's TMB per member per month.

The State estimates approximately 1,300 individuals in the parent or other caretaker relatives eligibility group will be enrolled in the Career Connector program annually. In Federal Fiscal Year 2017, the annual aggregate expenditures for 1,300 individuals in this eligibility group was approximately \$9,672,000. The department anticipates similar annual aggregate expenditures going forward.

The State anticipates that this demonstration will result in participants obtaining meaningful work. Due to increased income some participants will likely not qualify for the parent and other caretaker relatives eligibility group and will transition to TMB. At the conclusion of the TMB coverage period the State anticipates some of these individuals will likely participate in the premium assistance program. In addition, some individuals may choose to not participate in Career Connector and will lose coverage. At this time it is not clear how many individuals will increase their income above the parent and other caretaker relatives' income limit or choose to not participate in the Career Connector program; as such the budget neutrality document does not reflect a potential change in member month due to the demonstration. Any decreases in annual enrollment would likely also result in decreases in annual expenditures.

## List of Proposed Waivers and Expenditure Authorities

South Dakota is requesting section 1115(a)(2) expenditure authority to provide premium assistance for those transitioning from TMB to employer-sponsored health insurance or a QHP. South Dakota is requesting expenditures for premium assistance to assist individuals who found employment, but lack the means to purchase health insurance. Participation in the premium assistance program is contingent on participating in specific wellness activities.

South Dakota is requesting the following waivers of state plan requirements contained in section 1902 of the Act under the authority of section 1115(a)(1) of the Social Security Act (the Act):

### 1. Comparability, Section 1902(a)(10)(B)

To the extent necessary to enable the State to implement the premium assistance program, which includes participants paying the cost sharing amounts associated with their health insurance.

To enable the State to offer premium assistance to a subset of participants and implement the Career Connector program for a subset of Medicaid recipients.

### 2. Reasonable Promptness, Section 1902(a)(3)

To enable the State to prohibit re-enrollment for a period of three months for individuals who lose coverage due to continued non-compliance with the Career Connector program as described in the application.

### 3. Provision of Medical Assistance, Section 1902(a)(8) and 1902(a)(10)

To the extent necessary to enable the State to suspend eligibility for and not make medical assistance available to Career Connector participants due to continued non-compliance with the Career Connector program as described in the demonstration application.

### 4. Statewideness/Uniformity, Section 1902(a)(I)

To enable South Dakota to restrict the Career Connector program to certain geographical areas of the state, specifically Minnehaha and Pennington Counties.

## Public Notice

Governor Daugaard announced intent to submit an 1115 waiver for work requirements during the 2018 State of the State Address on January 9, 2018. A transcript of the State of the State Address is available [online](#). Governor Daugaard additionally published a [column](#) on January 26, 2018 regarding South Dakota's intent to submit an 1115 wavier for work requirements.

In order to obtain public input in the development stage of the demonstration, the State formed the Medicaid Work Requirement & Employment and Training Stakeholder Workgroup. The work group met on the following dates to discuss and review components of the demonstration:

- February 14, 2018

- February 28, 2018
- April 4, 2018

A list of workgroup members and meeting minutes are available on the [DSS website](#). The group's membership included representatives from the Department of Social Services and the Department of Labor, Great Plains Tribal Chairman's Health Board, Indian Health Service, the Medicaid Advisory Committee, technical schools, community action agencies, and other stakeholders. The comments received from the workgroup were generally favorable. Concern regarding the effects of the demonstration on American Indians was expressed.

The demonstration project was announced at the January 4, 2018 Medicaid Tribal Consultation meeting and an overview of the demonstration was provided at the April 5, 2018 Medicaid Tribal Consultation meeting. Some of the tribes expressed concern or opposition to the demonstration and requested an exemption for American Indians. DSS indicated that the demonstration is a pilot and will operate in areas with employment and training opportunities. The counties included in the pilot do not include Indian reservations. In addition, the State's understanding is that CMS has determined that it cannot legally exempt American Indians.

Information regarding the demonstration was also presented to the DSS Advisory Board. Comments from the advisory board were favorable.

The State will conduct two public hearings at the following times and locations:

May 24, 2018  
11:00 AM CT  
Department of Social Services  
811 East 10<sup>th</sup> Street  
Sioux Falls, SD 57103-1650

May 31, 2018  
1:00 PM MT  
Department of Labor and Regulation  
2330 North Maple Ave, Suite 1  
Rapid City, SD 57701 -7898

Individuals requiring assistive technology or other services in order to participate in a meeting should submit a request to Marilyn Kinsman via telephone at 605.773.3165 or via email at [Marilyn.Kinsman@state.sd.us](mailto:Marilyn.Kinsman@state.sd.us) at least 48 hours prior to the meeting in order to make accommodations available. Commenters are allowed to appear telephonically at these hearings. To appear telephonically please dial 866.410.8397 and enter conference code 8176972761.

The public notice is available on the Department's website at <https://dss.sd.gov/medicaid/1115waiver.aspx>. Comments may be emailed to [dss.medicare@state.sd.us](mailto:dss.medicare@state.sd.us). Please include "Career Connector Public Comment" in the subject line. Written requests for a copy of the demonstration, and corresponding comments, may also be sent to:

DIVISION OF MEDICAL SERVICES  
DEPARTMENT OF SOCIAL SERVICES  
700 GOVERNORS DRIVE  
PIERRE, SD 57501-2291

The comment period starts May 21, 2018 and ends June 19, 2018. All comments should be submitted during this period.

### **Demonstration Administration**

The State's point of contact for the demonstration application is the following:

Sarah Aker, Deputy Director  
Division of Medical Services  
South Dakota Department of Social Services  
607.773.3495  
[Sarah.Aker@state.sd.us](mailto:Sarah.Aker@state.sd.us)

## Appendix 1: Draft Evaluation Plan

The table below provides an overview of the preliminary plan for how the State will evaluate the Career Connector program.

#	Hypothesis	Methodology	Data Source and Metrics
<b>Goal 1: Improve participant's health and encourage the development of healthy habits.</b>			
1.1	Career Connector will promote the use of preventative care.	Track preventative care utilization rates by Career Connector participants and compare to historical utilization rates.	Claims data: <ul style="list-style-type: none"> <li>Number, type, and frequency of preventative care services used.</li> </ul>
1.2	Increased utilization of preventative care by participants will result in a reduction of non-emergency use of emergency department services.	Track emergency department utilization and compare to historical utilization rates.	Claims data: <ul style="list-style-type: none"> <li>Number of emergency department visits.</li> </ul>
1.3	Career Connector will result in increased behavioral health treatment.	Track behavioral health treatment.	Claims data: <ul style="list-style-type: none"> <li>Number of participants initiating behavioral health treatment.</li> <li>Number of participants who initiated treatment and received follow-up services for a behavioral health diagnosis.</li> </ul>
1.4	Career Connector will increase the general health knowledge of participants.	Track participation in health related classes. Survey participants regarding whether their general health knowledge increased.	Administrative data: <ul style="list-style-type: none"> <li>Number of participants completing a health related course as part of their training plan.</li> </ul>
1.5	Work is positively correlated with improved wellbeing.	Survey participants regarding whether work improved their health and wellbeing.	Participant survey: <ul style="list-style-type: none"> <li>Percentage of participants that rate their general health higher since obtaining</li> </ul>

#	Hypothesis	Methodology	Data Source and Metrics
			employment. <ul style="list-style-type: none"> <li>Percentage of participants that rate their mental health higher since obtaining employment.</li> </ul>
<b>Goal 2: Empower participants to be successful in today's workforce.</b>			
2.1	Career Connector will encourage professional development.	Track participants actively working toward completion of their individualized training plan.	Administrative data: <ul style="list-style-type: none"> <li>Monthly number of participants actively working toward completion of their individualized training plan.</li> </ul> Participant survey: <ul style="list-style-type: none"> <li>Percentage of participants who believe they are better prepared to obtain employment.</li> </ul>
2.2	Career Connector will encourage participants to obtain their GED certification.	Track participants preparing for, taking, and passing the GED examination.	Administrative data: <ul style="list-style-type: none"> <li>Number of participants working toward a GED.</li> <li>Number of participants taking the GED examination.</li> <li>Number of participants passing the GED examination.</li> </ul>
2.3	Career Connector will encourage participants to obtain relevant post-secondary education.	Track participant working toward and completing post-secondary education.	Administrative data: <ul style="list-style-type: none"> <li>Number of participants working toward a technical degree.</li> <li>Number of participants completing a</li> </ul>

#	Hypothesis	Methodology	Data Source and Metrics
			technical degree. <ul style="list-style-type: none"> <li>• Number of participants working toward a career certificate.</li> <li>• Number of participants completing a career certificate.</li> <li>• Number of participants working toward an associate's degree.</li> <li>• Number of participants completing an associate degree.</li> <li>• Number of participants working toward a bachelor degree.</li> <li>• Number of participants completing a bachelor degree.</li> <li>• Number of participants obtaining employment in a field related to their post-secondary education.</li> </ul>
2.4	Career Connector will encourage participants to obtain meaningful employment.	Track participants that obtain employment.	Administrative data: <ul style="list-style-type: none"> <li>• Number and percentage of individuals employed.</li> <li>• Number and percentage of individuals that work 80 hours or more a</li> </ul>

#	Hypothesis	Methodology	Data Source and Metrics
			<p>month.</p> <ul style="list-style-type: none"> <li>• Number and percentage of individuals that work 120 hours or more a month</li> <li>• Number and percentage of individuals that obtain employment in a desired field of interest.</li> <li>• Number and percentage of individuals whose income increases to 100% FPL or higher.</li> <li>• Number and percentage of individuals whose income increases to 150% FPL or higher.</li> </ul>
2.5	Career Connector will help individuals obtain a job with health benefits.	Track the number of participants that obtain a job with health benefits.	<p>Administrative data:</p> <ul style="list-style-type: none"> <li>• Number and percentage of participants who obtain a job that offers employer-sponsored health insurance.</li> <li>• Number and percentage of participants that enroll in employer-sponsored health insurance.</li> </ul>



## Appendix 2: Budget Neutrality Worksheets - Statewide Data

**Table 1: 5 Years of Historical Data**

<b>LIF Population</b>	<b>FFY 13</b>	<b>FFY 14</b>	<b>FFY 15</b>	<b>FFY 16</b>	<b>FFY 17</b>	<b>5-YEARS</b>
Total Expenditures	\$ 49,714,584	\$ 53,623,677	\$ 65,168,654	\$ 66,602,205	\$ 70,909,414	\$ 306,018,534
Eligible Member Months	97,569	105,405	121,430	116,989	114,257	
PMPM Cost	\$ 509.53	\$ 508.74	\$ 536.68	\$ 569.30	\$ 620.61	
<b>Trend Rates</b>						<b>5-Year</b>
	<b>Annual Change</b>					<b>Average</b>
Total Expenditure		7.86%	21.53%	2.20%	6.47%	9.28%
Eligible Member Months		8.03%	15.20%	-3.66%	-2.34%	4.03%
PMPM Cost		-0.16%	5.49%	6.08%	9.01%	5.05%

<b>TMB Population</b>	<b>FFY 13</b>	<b>FFY 14</b>	<b>FFY 15</b>	<b>FFY 16</b>	<b>FFY 17</b>	<b>5-YEARS</b>
Total Expenditure	\$ 13,262,047	\$ 13,785,051	\$ 11,901,636	\$ 12,024,940	\$ 12,072,379	\$ 63,046,053
Eligible Member Months	36,740	32,434	31,320	32,270	30,802	
PMPM Cost	\$ 360.97	\$ 425.02	\$ 380.00	\$ 372.64	\$ 391.93	
<b>Trend Rates</b>						<b>5-Year</b>
	<b>Annual Change</b>					<b>Average</b>
Total Expenditure		3.94%	-13.66%	1.04%	0.39%	-2.32%
Eligible Member Months		-11.72%	-3.43%	3.03%	-4.55%	-4.31%
PMPM Cost		17.74%	-10.59%	-1.94%	5.18%	2.08%

**Notes**

1. South Dakota used statewide historical data.
2. Statewide data is being used to establish a PMPM cost and trend projection.
3. The numbers above do not reflect the projected Career Connector eligible member months or total expenditures.

**Table 2: Without Waiver Projection**

Eligibility Group	Trend Rate 1	Months of Aging	Base Year FFY 18	Trend Rate 2	Demonstration Years					Total WOW
					FFY 19	FFY 20	FFY 21	FFY 22	FFY 23	
<b>LIF Population</b>										
<b>Pop Type: Medicaid</b>										
Eligible Member Months	4.0%	12	118,862	4.0%	123,652	128,635	133,819	139,212	144,822	
PMPM Cost	5.1%	12	\$ 651.95	5.1%	\$ 684.87	\$ 719.46	\$ 755.79	\$ 793.96	\$ 834.05	
Total Expenditure					\$ 84,685,327	\$ 92,547,625	\$ 101,138,932	\$ 110,528,542	\$ 120,788,755	\$ 509,689,181
<b>TMB Population</b>										
<b>Pop Type: Medicaid</b>										
Eligible Member Months	-4.3%	12	29,474	-4.3%	28,204	26,988	25,825	24,712	23,647	
PMPM Cost	2.1%	12	\$ 400.09	2.1%	\$ 408.41	\$ 416.90	\$ 425.57	\$ 434.42	\$ 443.46	
Total Expenditure					\$ 11,518,829	\$ 11,251,500	\$ 10,990,465	\$ 10,735,479	\$ 10,486,550	\$ 54,982,824
<b>Premium Assistance</b>										
<b>Pop Type: Medicaid</b>										
Eligible Member Months	4.0%	12	118,862	4.0%	123,652	128,635	133,819	139,212	144,822	
PMPM Cost	5.1%	12	\$ 651.95	5.1%	\$ 684.87	\$ 719.46	\$ 755.79	\$ 793.96	\$ 834.05	
Total Expenditure					\$ 84,685,327	\$ 92,547,625	\$ 101,138,932	\$ 110,528,542	\$ 120,788,755	\$ 509,689,181

**Notes**

1. South Dakota is using a per capita method, which evaluates budget neutrality on PMPM costs.
2. Statewide eligible member months and total expenditures were used to produce PMPM projections.
3. The numbers above do not reflect the projected Career Connector eligible member months or total expenditures.
4. The premium assistance projection without the waiver is based on parent and other caretaker relative data with the assumption that these individual would otherwise be eligible for coverage under this eligibility group.

**Table 3: With Waiver Projection**

Eligibility Group		Demo Trend Rate	Demonstration Years					Total WW
			FFY 19	FFY 20	FFY 21	FFY 22	FFY 23	
<b>FFY 18</b>								
<b>LIF Population</b>								
<b>Pop Type: Medicaid</b>								
Eligible Member Months	118,862	4.0%	123,652	128,635	133,819	139,212	144,822	
PMPM Cost	\$ 651.95	5.1%	\$ 684.87	\$ 719.46	\$ 755.79	\$ 793.96	\$ 834.05	
Total Expenditure			\$ 84,685,327	\$ 92,547,625	\$ 101,138,932	\$ 110,528,542	\$ 120,788,755	\$ 509,689,181
<b>TMB Population</b>								
<b>Pop Type: Medicaid</b>								
Eligible Member Months	29,474	-4.3%	28,204	26,988	25,825	24,712	23,647	
PMPM Cost	\$ 400.09	2.1%	\$ 408.41	\$ 416.90	\$ 425.57	\$ 434.42	\$ 443.46	
Total Expenditure			\$ 11,518,829	\$ 11,251,500	\$ 10,990,465	\$ 10,735,479	\$ 10,486,550	\$ 54,982,824
<b>Premium Assistance</b>								
<b>Pop Type: Medicaid</b>								
Eligible Member Months	29,474	-4.3%	28,204	26,988	25,825	24,712	23,647	
PMPM Cost	\$ 400.09	2.1%	\$ 408.41	\$ 416.90	\$ 425.57	\$ 434.42	\$ 443.46	
Total Expenditure			\$ 11,518,829	\$ 11,251,500	\$ 10,990,465	\$ 10,735,479	\$ 10,486,550	\$ 54,982,824

**Notes**

1. South Dakota is using a per capita method, which evaluates budget neutrality on PMPM costs.
2. Statewide eligible member months and total expenditures were used to produce PMPM projections.
3. The numbers above do not reflect the projected Career Connector eligible member months or total expenditures.
4. The premium assistance projection with the waiver is based on TMB data as premium assistance is based on the previous year's TMB PMPM.