

**FY 2008 - FY 2012
Pharmacy Program
Cost**

	Benefit Payments¹	Clawback Payments²	Pharmacy Expenditures³	Drug Rebates	Pharmacy Provider Tax	Net Cost to Medicaid⁴	Rebates as % of Benefits	Clawback as % of Net Cost	Pharmacy Tax as % of Benefits
FY 2008	\$438,884,239	\$63,755,181	\$502,639,420	(\$140,021,971)	(\$8,325,447)	\$354,292,002	31.9%	18.0%	1.9%
FY 2009	\$467,574,479	\$65,721,030	\$533,295,509	(\$155,712,772)	(\$8,407,870)	\$369,174,867	33.3%	17.8%	1.8%
FY 2010	\$502,254,947	\$33,567,187	\$535,822,134	(\$170,598,876)	(\$8,629,329)	\$356,593,929	34.0%	9.4%	1.7%
FY 2011	\$496,128,925	\$50,798,631	\$546,927,556	(\$218,474,908)	(\$8,938,136)	\$319,514,512	44.0%	15.9%	1.8%
FY 2012	\$526,082,696	\$67,028,930	\$593,111,626	(\$235,235,762)	(\$9,262,104)	\$348,613,760	44.7%	19.2%	1.8%

**FY 2008 - FY 2012
Pharmacy Program
Annual Utilization**

	Net Cost to Medicaid⁴	Pharmacy Recipients⁵	Monthly Pharmacy Average Eligibles	Recipients As % of Pharmacy Eligibles⁶	Cost Per Recipient⁷	Number of Prescriptions	Prescriptions Per Recipient⁸	Net Cost Per Prescription⁹
FY 2008	\$354,292,002	507,343	672,047	62%	\$698	7,263,645	14.32	\$48.78
FY 2009	\$369,174,867	541,561	715,512	63%	\$682	7,844,949	14.49	\$47.06
FY 2010	\$356,593,929	578,734	765,179	62%	\$616	8,603,799	14.87	\$41.45
FY 2011	\$319,514,512	605,543	821,291	63%	\$528	8,867,049	14.64	\$36.03
FY 2012	\$348,613,760	608,500	842,824	61%	\$573	8,961,210	14.73	\$38.90

¹ Benefit payment data based on Executive Budget Office financial records and includes expenditures, purchase orders and year-end encumbrances

² Clawback (also called "phasedown") - Mandatory state payments to federal government to help finance the Medicare Part D benefit for dual eligibles. The size of the state's "clawback" payment for any given month depends on three factors: 1) a per capita estimate of the amount the state otherwise would have spent on Medicaid prescription drugs for dual eligibles; 2) the number of dual eligibles enrolled in a Part D plan; and 3) a "takeback" factor set at 90% in 2006, declining to 75% for 2015 and later years.

³ Pharmacy Expenditures = Benefit Payments plus Clawback payments

⁴ Net Cost to Medicaid = Pharmacy expenditures less Drug Rebates and Pharmacy Provider Tax Receipts

⁵ Pharmacy recipients who received at least one drug prescription during the fiscal year.

⁶ Pharmacy recipients as % of Pharmacy Eligibles = Number of Pharmacy Recipients divided by the number of monthly average pharmacy eligibles.

⁷ Cost Per Recipient = Net Cost to Medicaid divided by Number of Pharmacy Recipients

⁸ Prescriptions Per Recipient = Number of Prescriptions divided by Number of Pharmacy Recipients.

⁹ Net Cost Per Prescription = Net Cost to Medicaid divided by Number of Prescriptions.