

Medicaid Update

A 30-minute look at the Mississippi Division of Medicaid's current standing and financial outlook

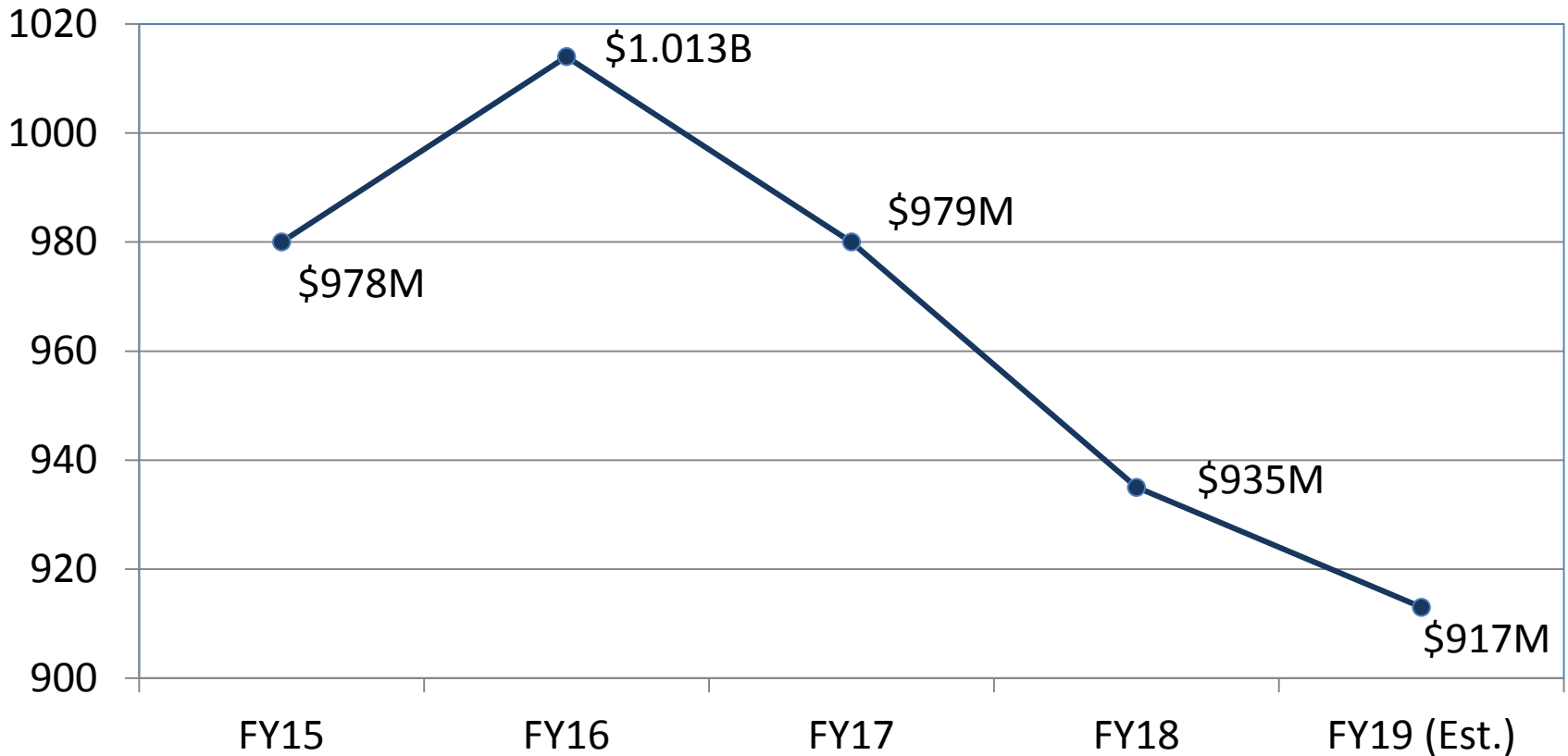
Senate Appropriations Subcommittee

January 15, 2019

State spending down 9% since FY16

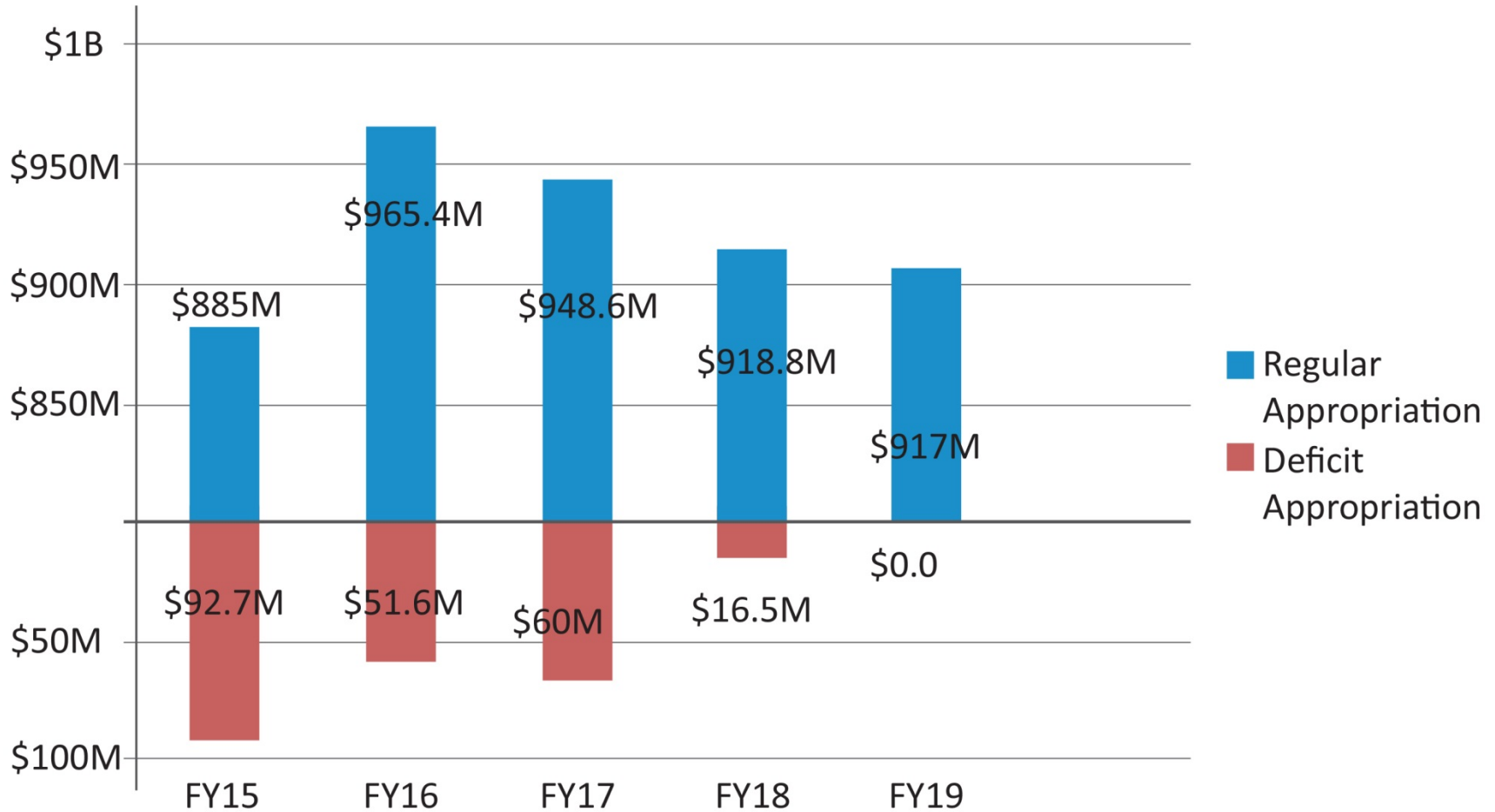
Medicaid's state support spending is projected to drop by about \$100M compared to SFY16 peak.

Total State Support Spending (in Millions)



Erasing the deficit

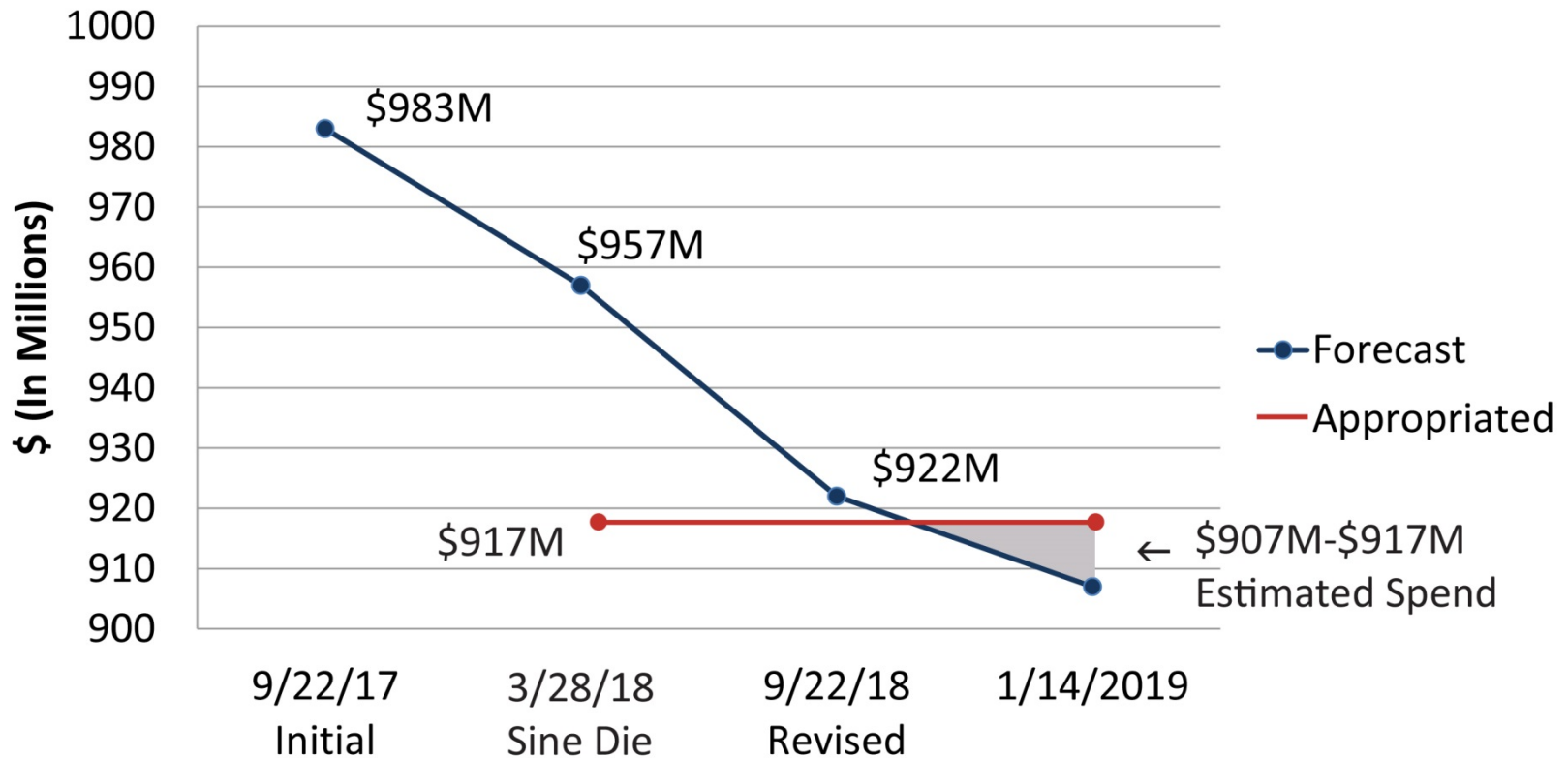
Medicaid has avoided the sizable deficit appropriations common in previous years.



Living within limits in FY2019

Since sine die last March, an anticipated \$40M deficit has become a potential surplus.

Progress of the FY19 Medicaid Budget



Major Factors in Budget Turnaround

Three major factors contributed to turning around the Medicaid budget outlook in fiscal year 2019:

Enrollment

Fiscal Discipline/Robust Budget Management

Strong Finish to FY2018

FY2020 Budget Outlook

DOM presented its initial FY2020 budget request to the Joint Legislative Budget Committee on September 17, 2018. That request has been revised downward.

\$954 million – JLBC, Sept. 17, 2018

\$939 million – Revised Jan. 14, 2019

- *Potential to see a further downward revision to FY20 request during session*

Major variables for FY2020 budget

Enrollment

Managed Care Capitation Rates

New legislatively-mandated programs