

Office of the Governor | Mississippi Division of Medicaid

**Fiscal Year 2019**

# **BUDGET PRESENTATION**

September 22, 2017



# Mississippi Division of Medicaid

The Mississippi Division of Medicaid (DOM) is charged with administering multiple Medicaid health benefit programs to those who qualify.

\* \* \*

**Mission:** *The Mississippi Division of Medicaid responsibly provides access to quality health coverage for vulnerable Mississippians.*

**Values:** *We are committed to accomplishing our mission by conducting operations with...*

*Accountability \* Consistency \* Respect*

# What does Medicaid Cover?

Federal law requires states to cover certain “mandatory services” for Medicaid beneficiaries. States then have the flexibility to choose other additional services that federal law designates as “optional.”

For individuals who qualify for **full** Mississippi Medicaid health benefits, the following covered services are included:

- Office Visits
- OB/GYN services
- Inpatient Hospital Care
- Outpatient Hospital Care
- Prescription Drugs
- Mental Health Services
- Long Term Care Services
- Home Health Services

*(This is not a comprehensive list of all Medicaid health benefits.)*

# Who is Eligible in Mississippi?

Each state has authority to choose eligibility requirements within federal guidelines. In Mississippi, Medicaid eligibility is based on factors including family size, income, and the Federal Poverty Level (FPL).

Categories of Eligibility	Percent of Federal Poverty Level
Infants from birth to age 1	194%
Children age 1 up to 6	143%
Children age 6 up to 19	133%
Pregnant women	194%
CHIP children up to age 19	209%

Eligibility for people who receive Supplemental Security Income (SSI) and the aged, blind, or disabled are based on additional requirements such as income and resource limits.

# Medicaid Facts

- Eligibility determined by income and SSI status
- Based on the Federal Poverty Level (FPL)

## 2017 Federal Poverty Level Guidelines

Family Size	100%	133%	138%	143%	194%	209%
1	12,060	16,040	16,643	17,246	23,396	25,205
2	16,240	21,599	22,411	23,223	31,506	33,942
3	20,420	27,159	28,180	29,201	39,615	42,678
4	24,600	32,718	33,948	35,178	47,724	51,414

# Enrollment

The percentage of the populations we serve are listed from highest to lowest:

- 56% Children
- 22% Disabled - including Supplemental Security Income (SSI)
- 9% Aged with Medicare
- 8% Low Income Parents/Caretakers
- 3% Family Planning
- 2% Pregnant Women

**709,894**

**Medicaid beneficiaries**

**48,410**

**CHIP beneficiaries**

**758,304**

**Total enrollment**

*As of August 31, 2017*

# Why are all these facts important?

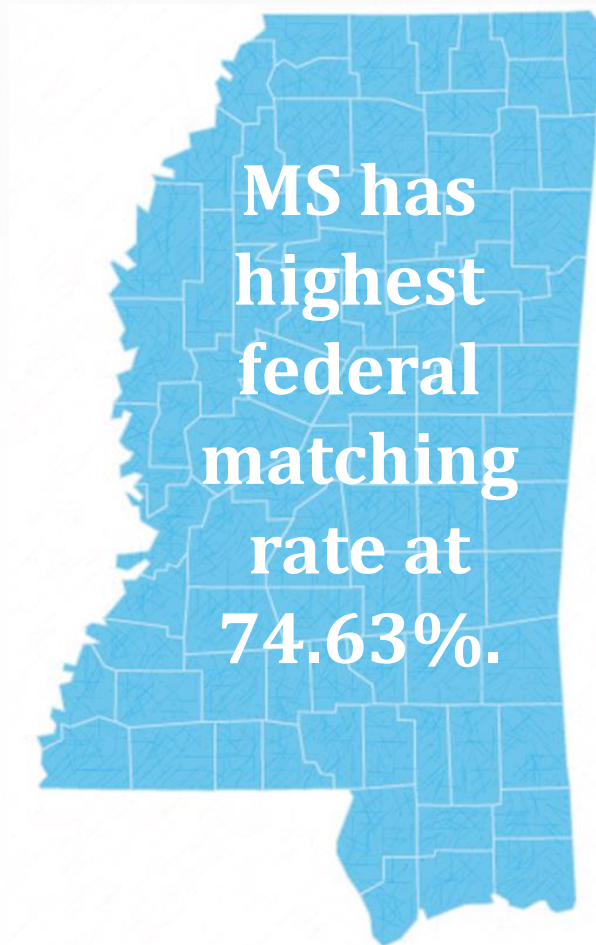
Medicaid is an essential program and provides health coverage for nearly 1 in 4 Mississippians.

- Of the entire Medicaid budget, 95% goes to reimburse providers for health services.
- Medicaid covers approximately 65% of all births in the state of Mississippi, and children up to age one.
- 3 people can be served through a Home and Community Based Waiver for the cost of 1 person in a long term care facility.

# What is FMAP?

## Federal Medical Assistance Percentage

- Used to calculate federal matching funds for state medical services expenditures
- Set annually by formula comparing state's average per capita income level with national income
- By law, between 50% and 83%
- FFY17= 74.63%
- FFY18= 75.65%
- FFY19= 76.20% (projected)





# Fiscal Year Funding Summary

	SFY2016	SFY2017	SFY2018	SFY2019
<b>Adjusted Requested Amount</b>	\$1,017,072,580	\$1,008,332,080	\$1,030,595,331	\$983,976,793
<b>Appropriated w/ Budget Cuts</b>	\$961,270,595	\$919,428,337	\$918,773,660	
<b>Deficit Request</b>	\$51,634,366	\$88,903,743	\$47,278,738	
<b>Deficit Appropriated</b>	\$51,634,366	\$59,984,161		
<b>Actual Deficit Expenditure</b>	\$47,459,026	59,983,508		
<b>Total Appropriated /Request</b>	\$1,012,904,961	\$979,412,498	\$966,052,398	\$983,976,793

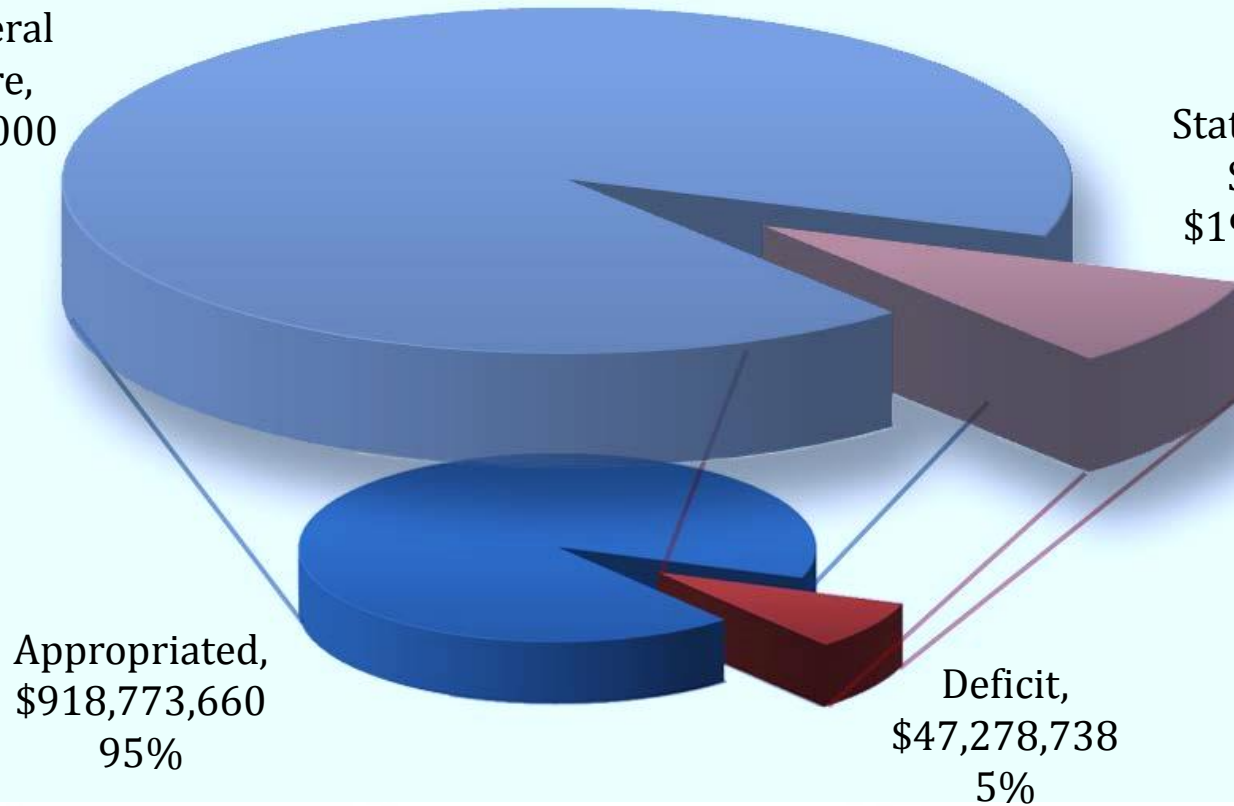
# Fiscal Year 2018 & 2019 Forecast History

	FY2018	FY2019
Requested to LBO September 2016	\$1,038,961,399	
Revised projections	(\$8,366,068)	
Request updated January 2017	\$1,030,595,331	
FMAP increase (prior year projection 74.63% to actual 75.65%)	(\$35,475,742)	
Revised medical svcs. and admin. projections	(\$24,831,940)	
Balancing Incentive Program federal grant funds availability increase	(\$4,235,251)	
<b>Current request</b>	<b>\$966,052,398</b>	<b>\$983,976,793</b>

# Fiscal Year 2018 Appropriation and Deficit

State & Federal  
Expenditure,  
\$6,116,640,000

State & Federal  
Shortfall,  
\$194,163,195



Appropriated,  
\$918,773,660  
95%

Deficit,  
\$47,278,738  
5%

# MississippiCAN Financial Impact

- Total estimated financial benefit to Mississippi: \$285 million
  - \$97 million direct program savings
  - \$188 million premium tax revenue
  - Reviewed and certified by independent actuaries
- Estimated SFY 2017 financial benefit: \$75 million

# Cost Savings Measures

- Program integrity, audits, and third party recovery
  - \$8.6 million
- Contract reductions on applicable contracts
  - \$123,488 in state funds
- Travel ban
- Restricted personnel actions