

Office of the Governor | Mississippi Division of Medicaid

Fiscal Year 2019

BUDGET PRESENTATION

January 9, 2018



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*

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

700,814

Medicaid beneficiaries

47,385

CHIP beneficiaries

748,199

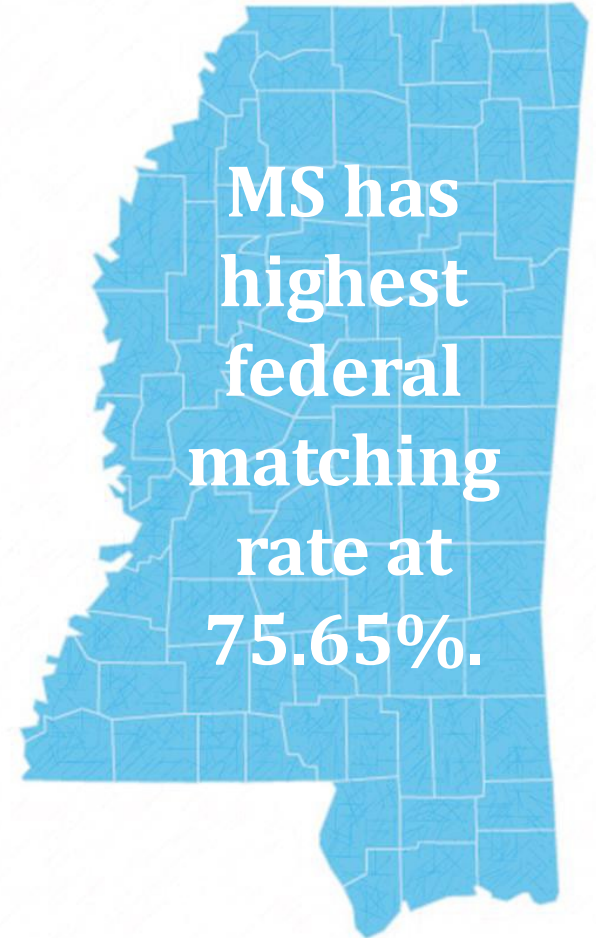
Total enrollment

As of December 31, 2017

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%
- FFY18= 75.65%
- FFY19= 76.39% (preliminary)



Fiscal Year Funding Summary

	SFY2015	SFY2016	SFY2017	SFY2018	SFY2019
Adjusted Requested Amount	\$984,928,802	\$1,017,072,580	\$1,008,332,080	\$945,211,020	\$984,646,864
Appropriated w/ Budget Cuts	\$885,438,214	\$961,270,595	\$919,428,337	\$918,773,660	
Deficit Request	\$99,490,588	\$51,634,366	\$88,903,743	\$26,437,360	
Deficit Appropriated	\$92,662,369	\$51,634,366	\$59,984,161		
Actual Deficit Expenditure	\$102,859,664	\$47,459,026	\$59,983,508		
Total Appropriated /Request	\$978,100,583	\$1,012,904,961	\$979,412,498	\$945,211,020	\$984,646,864

Potential FY 2019 Cost Drivers

- Increasing cost in medical services
- Potential new mandates in tech bill
- Managed care capitation rate increases
 - Health insurer fee

MississippiCAN Financial Impact

Over the past year, several studies have been conducted analyzing the effectiveness of MississippiCAN.

- Milliman – MississippiCAN Estimated Program Savings
- Wakely
- Myers and Stauffer - Cost Effectiveness Study Report

“Overall, the study results indicate that MississippiCAN is cost effective in terms of the appropriateness of CCO capitation payments and the impact on Medicaid expenditures.” – Cost Effectiveness Study, Executive Summary

- Total FY18 projected payments to the managed care companies: \$3,015,472,535

Examples of Cost Savings Measures

2013-2018	State Share Savings
Provider Payment Initiatives	\$156.9 million
Administrative Investments with Positive ROI	\$57.1 million
Administrative Efficiencies (SFY's 17 & 18)	\$1.2 million

Source: December 2017 DOM “Report of Cost-Containment Measures and Initiatives”