Fiscal Year 2019

BUDGET PRESENTATION

January 25, 2018
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)

MS has highest federal matching rate at 75.65%.
Focus Areas

1. Fiscal Prudence

2. Customer Service

3. Integrity

All in the pursuit of better health outcomes.
Fiscal Prudence

This effort will continue to be an ongoing process.
## Fiscal Year Funding Summary

<table>
<thead>
<tr>
<th></th>
<th>SFY2015</th>
<th>SFY2016</th>
<th>SFY2017</th>
<th>SFY2018</th>
<th>SFY2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Adjusted Requested Amount</td>
<td>$984,928,802</td>
<td>$1,017,072,580</td>
<td>$1,008,332,080</td>
<td>$945,211,020</td>
<td>$984,646,864</td>
</tr>
<tr>
<td>Appropriated w/ Budget Cuts</td>
<td>$885,438,214</td>
<td>$961,270,595</td>
<td>$919,428,337</td>
<td>$918,773,660</td>
<td></td>
</tr>
<tr>
<td>Deficit Request</td>
<td>$99,490,588</td>
<td>$51,634,366</td>
<td>$88,903,743</td>
<td>$26,437,360</td>
<td></td>
</tr>
<tr>
<td>Deficit Appropriated</td>
<td>$92,662,369</td>
<td>$51,634,366</td>
<td>$59,984,161</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Actual Deficit Expenditure</td>
<td>$102,859,664</td>
<td>$47,459,026</td>
<td>$59,983,508</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Appropriated /Request</td>
<td>$978,100,583</td>
<td>$1,012,904,961</td>
<td>$979,412,498</td>
<td>$945,211,020</td>
<td>$984,646,864</td>
</tr>
</tbody>
</table>
FY2018 Deficit Request Changes

FY2018 Deficit Request Projected in August, 2017 
($47,278,738)

Reduction in Administrative Costs $8,523,681

Reduction in Medical Services Costs $12,317,697

Total Reductions to Projected Deficit $20,841,378

FY2018 Medicaid Deficit Appropriation Request 
($26,437,360)
# Fiscal Year Funding Summary

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

## SFY2018 Direct State Appropriated Funds
- SFY2018 Direct State Support Need: $945,211,020
- SFY2018 Deficit Appropriation Request: $26,437,360
- SFY2018 Direct State Appropriated Funds: $918,773,660

## SFY2019 Impacts on State Funds Request

<table>
<thead>
<tr>
<th>Impact</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>FMAP Change (76.39%)</td>
<td>($43,835,543)</td>
</tr>
<tr>
<td>Program Growth – Enrollment, Unit Cost, Utilization – Managed Care</td>
<td>$31,731,733</td>
</tr>
<tr>
<td>Program Growth – Enrollment, Unit Cost, Utilization – Fee for Service</td>
<td>$13,841,669</td>
</tr>
<tr>
<td>Balancing Incentive Federal Fund Replacement</td>
<td>$7,235,251</td>
</tr>
<tr>
<td>Administrative Increase (MES Replacement)</td>
<td>$14,560,582</td>
</tr>
<tr>
<td>Health Insurer Fee Reinstated for SFY2019</td>
<td>$11,191,086</td>
</tr>
<tr>
<td>Net Effect of Other Changes</td>
<td>$4,711,066</td>
</tr>
</tbody>
</table>

Total Impacts on State Funds Request: $39,435,844

## Total FY2019 Direct State Appropriated Funds Requested: $984,646,864
Positive News

• Waivers: 10-year extension and increased CMS flexibility
• Workforce Training Initiative
• MHAP plan approved by CMS for 2018
• CHIP reauthorized
• DOM will repurchase for CHIP later this year