



DIVISION OF MEDICAL ASSISTANCE
MEDICAID BUDGET UPDATE

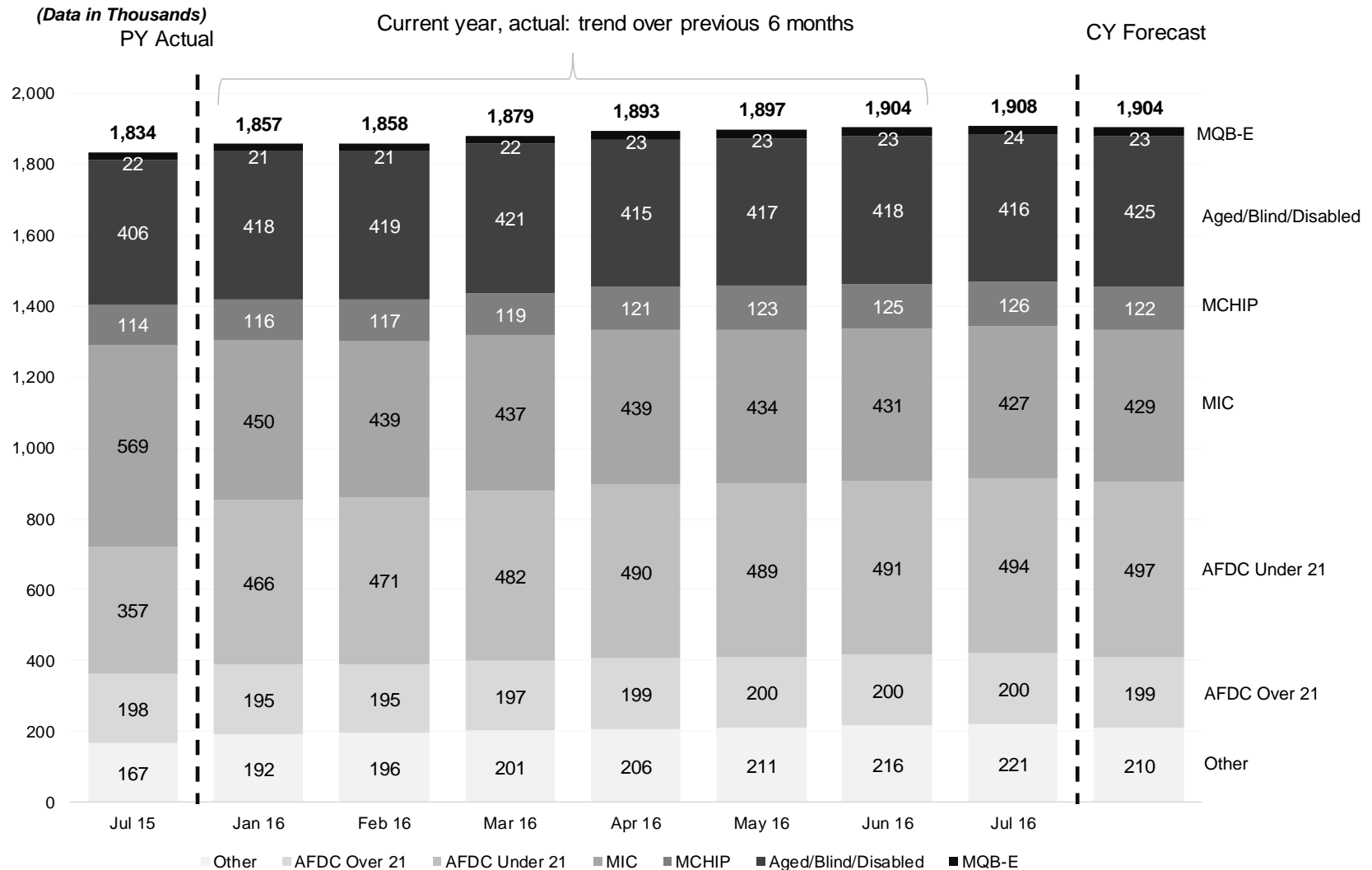
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Deputy Director of Finance, DMA

September 16, 2016

Medicaid Enrollment by Program Aid Category



Current enrollment at July 2016 of 1.908M is 4.0% higher than the one year prior 1.834M at July 2015



Medicaid: State Fiscal Year 2016

Comparison of Actual Results vs. Prior Year



Total Medicaid expenditures were \$26.7M higher vs. the prior year.

(\$ millions)

Fund Description	SFY2015A	SFY2016A	Variance (vs. SFY2015)	Variance %
Hospital ¹	\$ 1,952.2	\$ 1,819.3	\$ (132.9)	-6.8%
Skilled Nursing Facility	1,153.6	1,210.5	56.9	4.9%
Physicians ²	1,101.3	1,005.4	(95.9)	-8.7%
Drugs (Net of Rebates)	839.6	723.8	(115.8)	-13.8%
Other Claims	2,200.7	2,199.8	(0.9)	0.0%
Total Fee-For-Service Claims Exp.	\$ 7,247.4	\$ 6,958.8	\$ (288.6)	-4.0%
Consolidated Supp. Hospital Payments	2,434.1	2,645.4	211.3	8.7%
Cost Settlements	204.9	195.0	(9.9)	-4.8%
Capitation, Premiums & Other Exp. ³	3,857.9	3,971.8	113.9	3.0%
Total Expenditures	\$ 13,744.4	\$ 13,771.1	\$ 26.7	0.2%

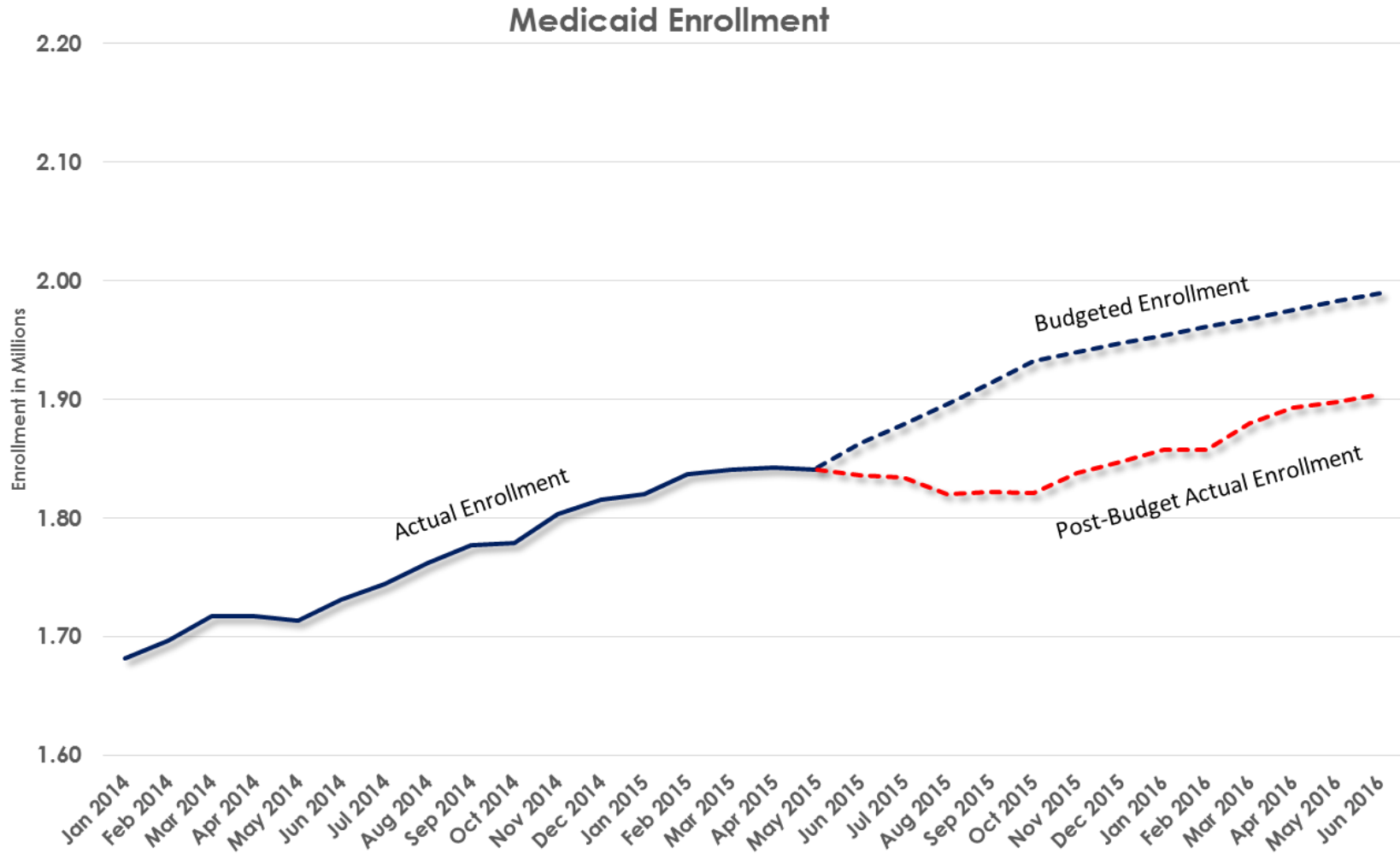
Notes:

1. Hospital Expenditures include Inpatient, Outpatient, and Emergency Room Services. Change in expenditures are due to overpayments on crossover claims in SFY2015.

2. Physicians expenditure decline vs. prior year was due to the termination of the ACA enhanced payments.

3. Includes LME/MCO, PACE, High-Tech Imaging, Buy-in/Dual Eligible Services, Inter-departmental Transfers, and Unearned Revenues.

Medicaid Enrollment – SFY2016 Budget vs. Actual Comparison



Medicaid: State Fiscal Year 2016

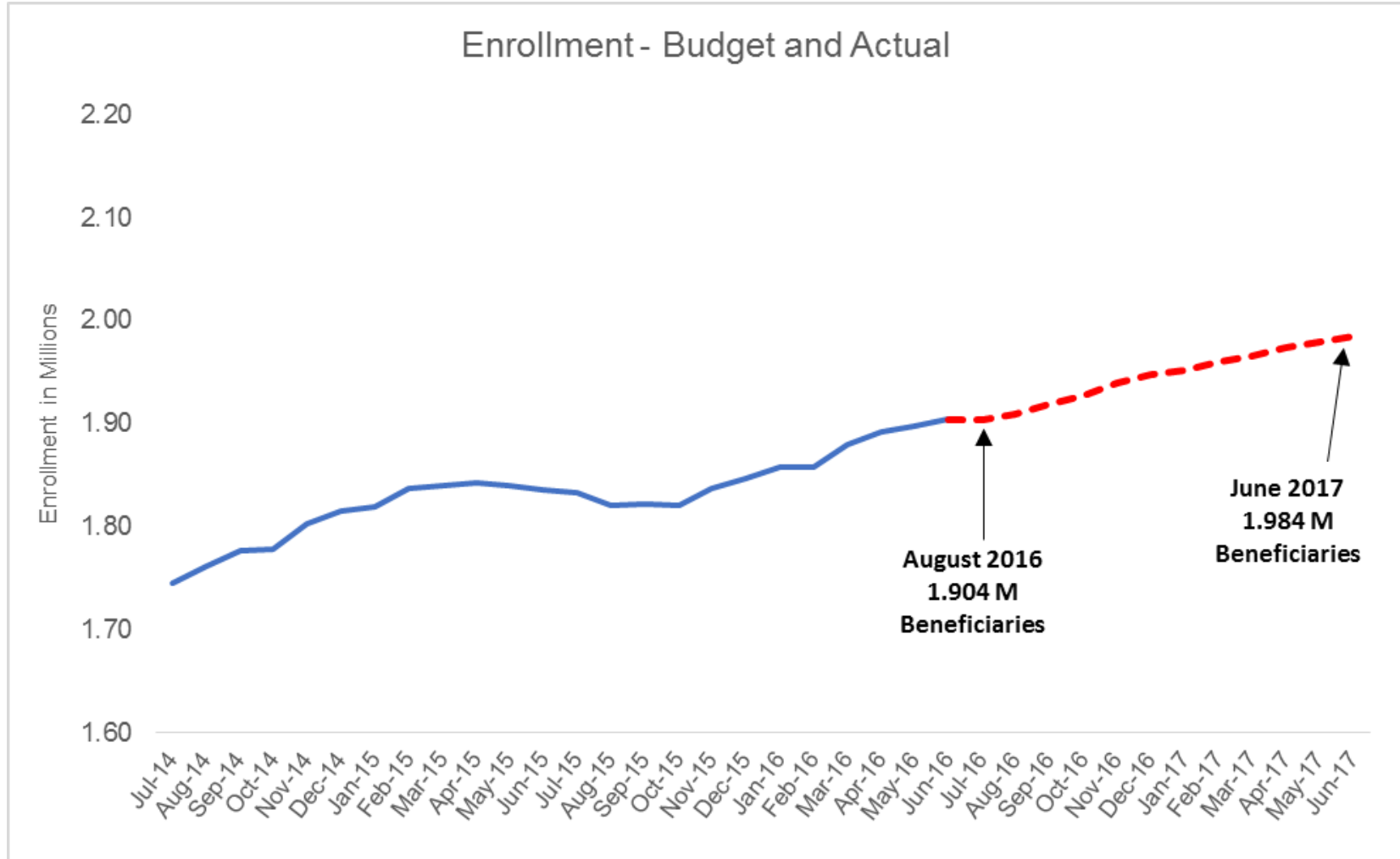
Comparison of Actual Results vs. Budget



The use of appropriations totaled \$3.493B, which is \$242M or 6.5% favorable to the authorized budget.

(\$ millions)			VARIANCE (vs. Budget)	
	SFY2016B	SFY2016A	\$	%
<u>Medicaid</u>				
Expenditures	\$ 14,683	\$ 13,771	\$ (912)	-6.2%
Federal Revenues	9,353	8,771	(582)	-6.2%
Other Revenues	1,595	1,507	(88)	-5.5%
State Appropriations	\$ 3,734	\$ 3,493	\$ (242)	-6.5%

Medicaid Enrollment – SFY2017 Budget



Medicaid: Historical Expenditures and Budget Comparison of SFY2017 Budget vs. SFY2016 Actuals



**For SFY17,
Medicaid's expenditures are projected to be 3.7% higher
while the use of appropriations is projected to be 3.2% higher.**

(\$ millions)				VARIANCE (SFY2017B vs. SFY2016A)	
	SFY2015A	SFY2016A	SFY2017B	\$	%
Medicaid					
Expenditures	\$ 13,744	\$ 13,771	\$ 14,282	\$ 511	3.7%
Federal Revenues	8,752	8,771	9,252	481	5.5%
Other Revenues	1,435	1,507	1,424	(83)	-5.5%
State Appropriations	\$ 3,558	\$ 3,493	\$ 3,606	\$ 113	3.2%