

NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES

NC Medicaid Enrollment & Financial Update

Adam Levinson

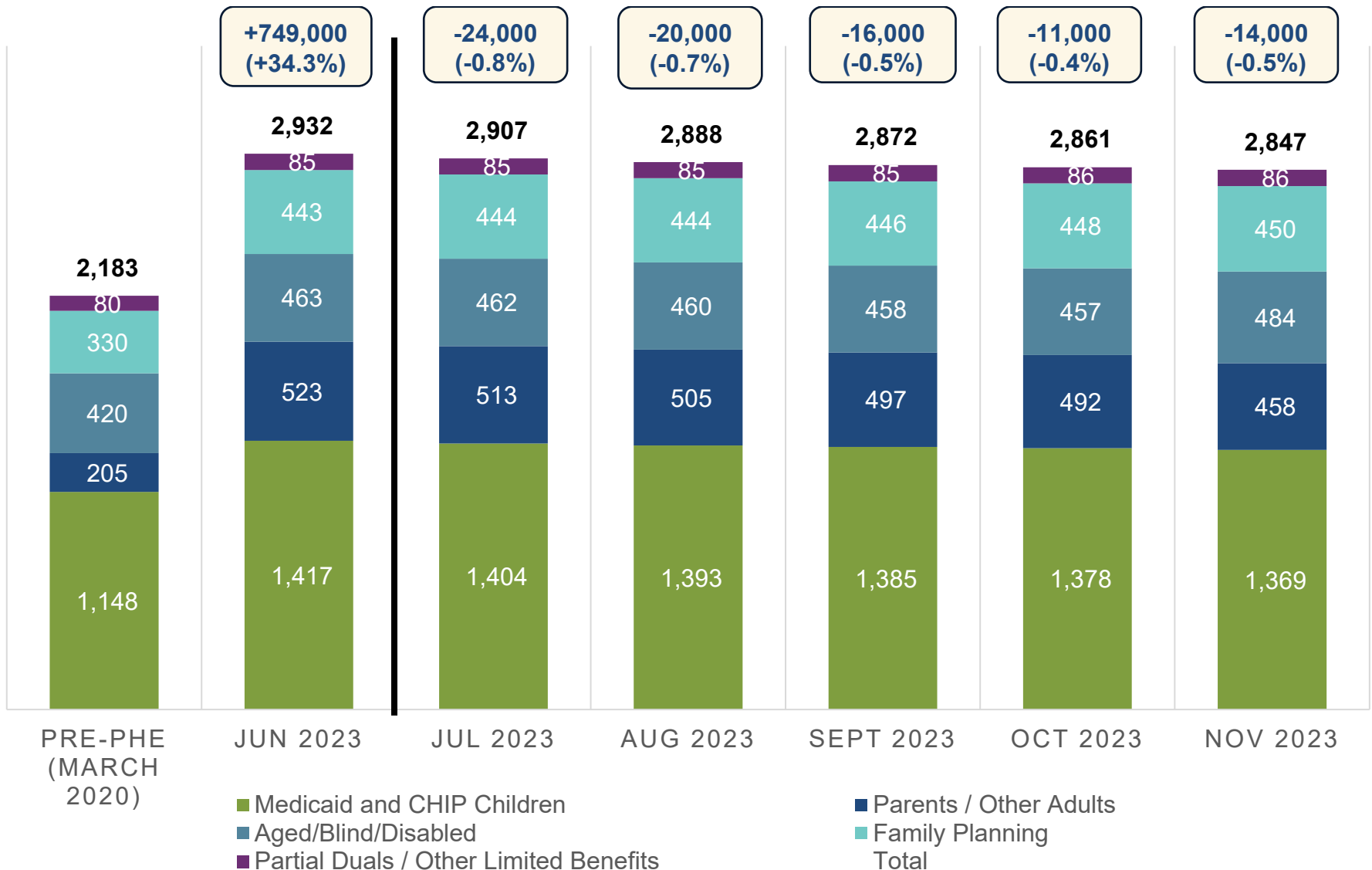
**Chief Financial Officer, NC Medicaid
Medical Care Advisory Committee (MCAC) Meeting**

December 8, 2023

Enrollment & Expenditures: Adding Expansion

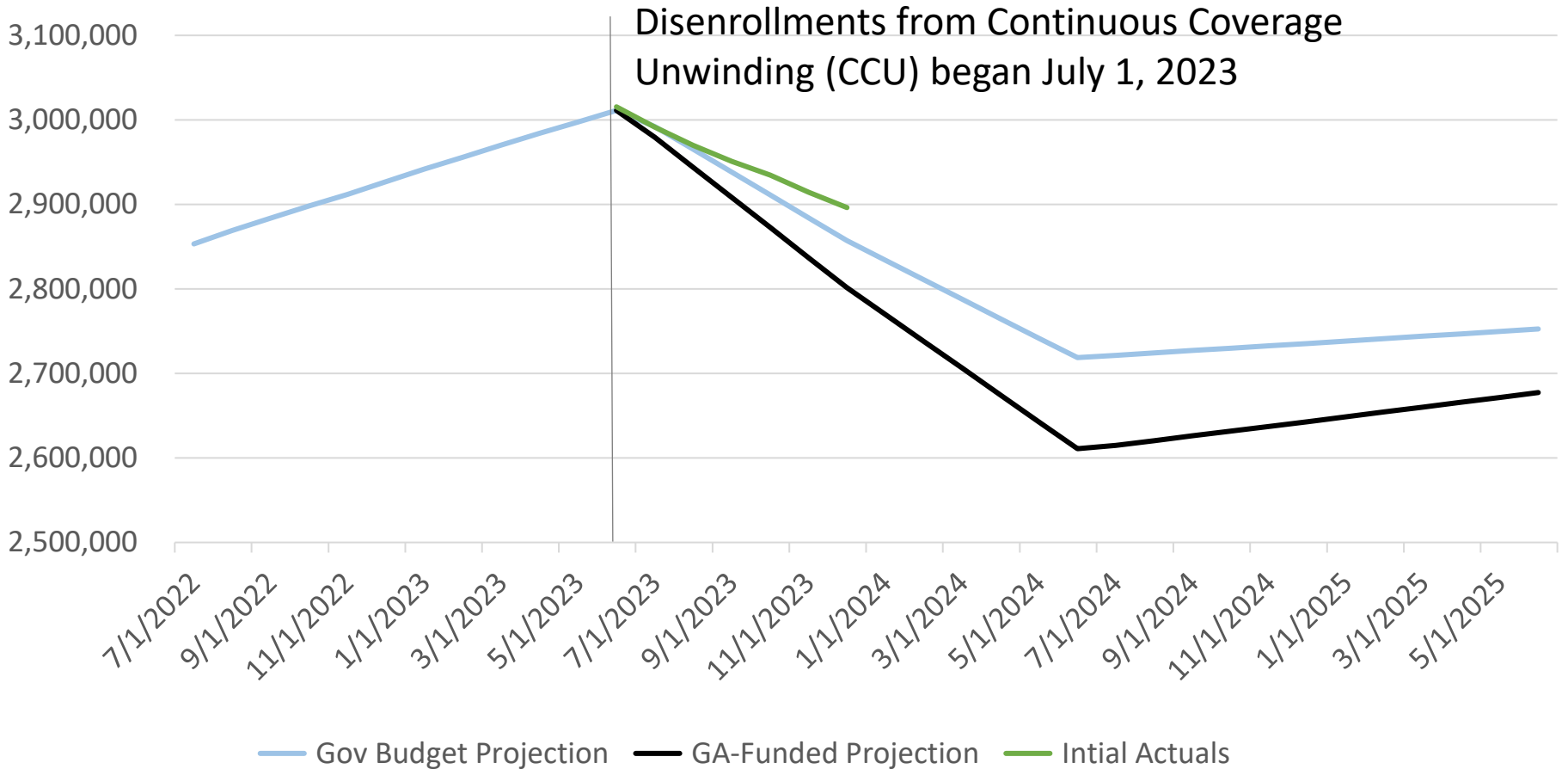
- There is no Expansion enrollment until December 1, 2023.
- Expansion enrollment will be tracked separately
- Expansion expenditures will be tracked separately and will not affect State General Fund expenditures/rebase funds
- For clarity, we will refer to “*Non-Expansion (Non-Exp)*” and “*Expansion (Exp)*” Enrollment & Expenditures

NC Medicaid point-in-time Non-Expansion Enrollment



Source: Monthly Medicaid Enrollment Report, Nov 2023

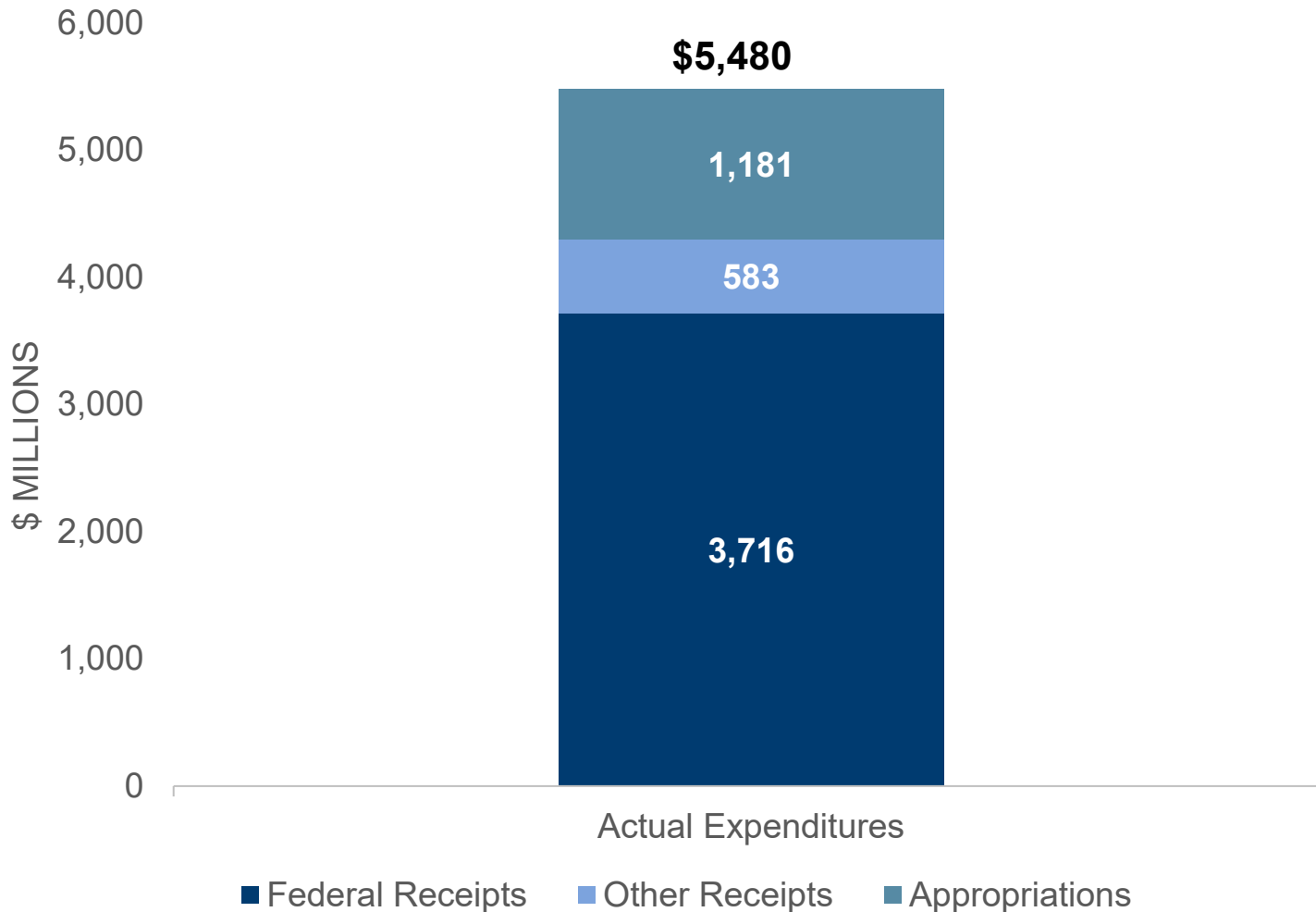
Projected v Actual Non-Expansion Medicaid Enrollment



Data Sources: May 2023 Updated Governor’s Budget (Oct 24, 2023 update); Fiscal Research Division enrollment projections associated with SL 2023-134 Rebase funding; Medicaid Monthly Enrollment Reports (Initial Actuals are as of the date of each monthly report)

Medicaid Actual Non-Exp Year-to-Date Expenditures

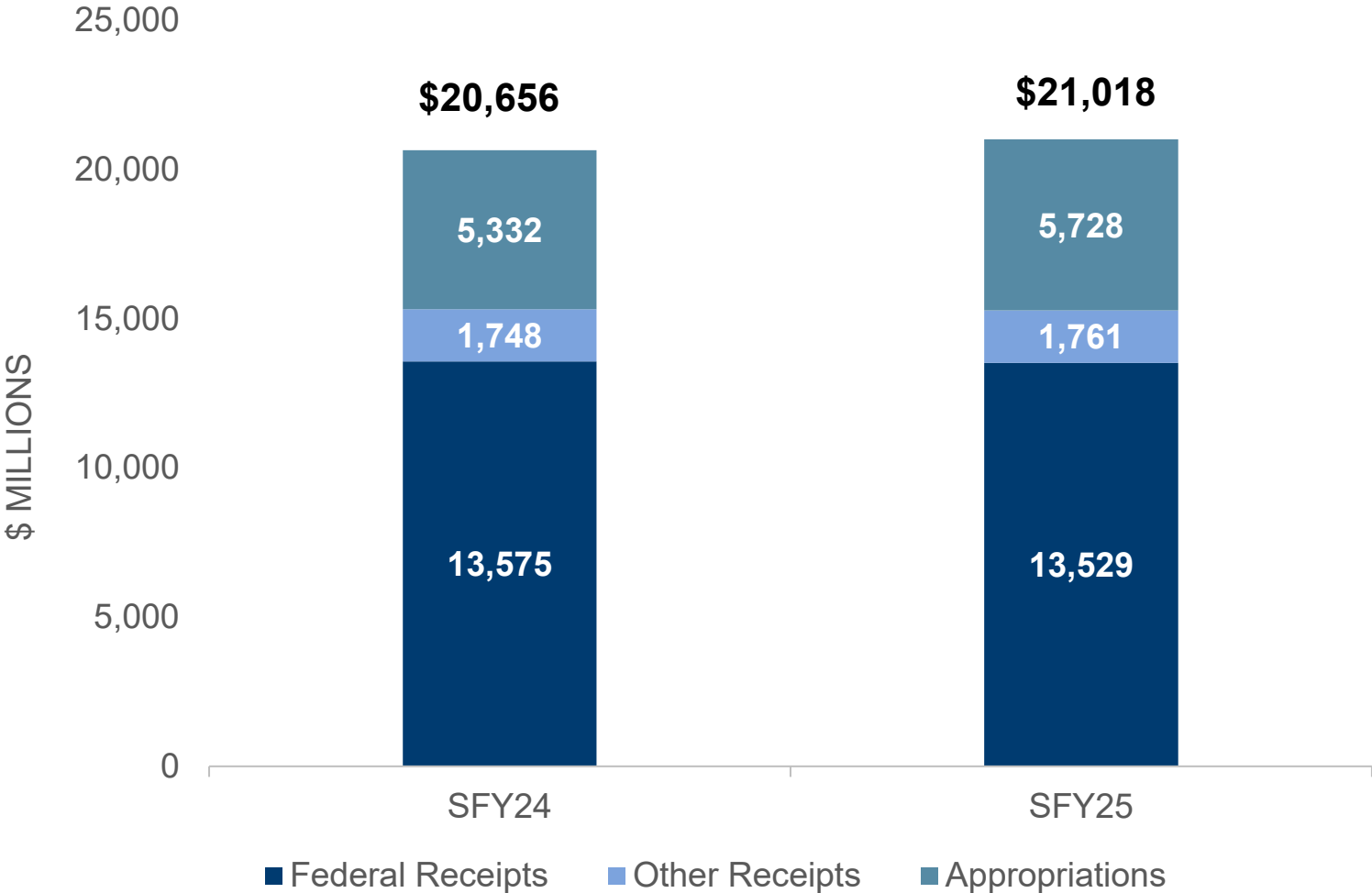
From July-September 2023, NC Medicaid spent approximately \$5.48 billion.



Source: July-Sep 2023 BD701 Report

Medicaid Projected Non-Exp Expenditures SFY2024 & SFY2025

Updated Oct 24, 2023, to reflect July 1, 2024, Tailored Plan launch, but still using May 2023 enrollment projection



Source: Updated Governor's Budget Model; Note - does not include HASP expenditures, which will have no General Fund impact

Pressure on Current Year Medicaid Budget

- **Medicaid Rebase funding lower than requested amt**
- **Medicaid Transformation funding lower than requested amt**
- **Continuous Coverage Unwinding (CCU) enrollment declines progressing at slower rate than projected**
- **Recurring contractual shortfalls for technology infrastructure (NC Tracks, NC Analytics) growing annually**