



SFY-2015 BUDGET UPDATE FOR MO HEALTHNET OVERSIGHT COMMITTEE

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Finance Director
February 3, 2014

MO HealthNet Oversight Committee

MHN Enrollees and Expenditures SFY-2013



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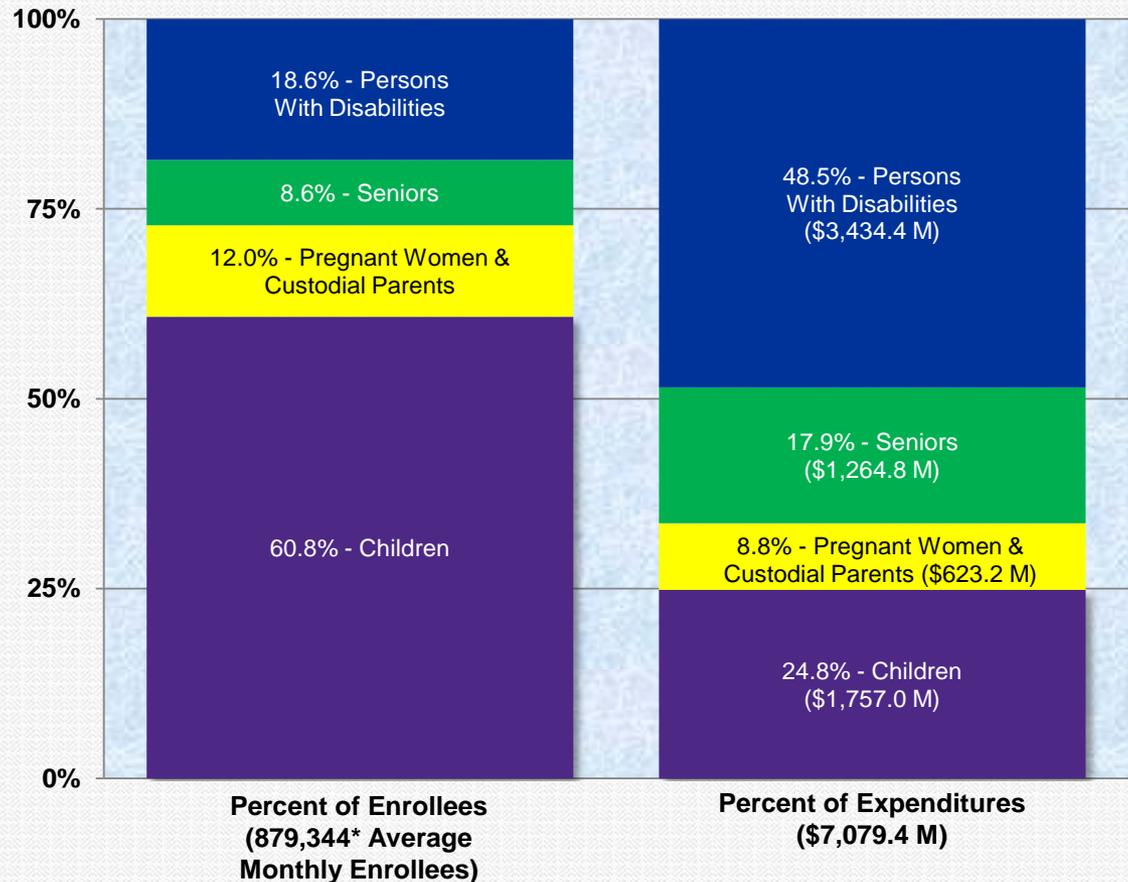
In SFY-2013, seniors and persons with disabilities comprised 27% of enrollees, however, they accounted for 66% of MO HealthNet expenditures.

Number of People SFY-2013

(Average Monthly)

Persons With Disabilities	163,184
Seniors	75,454
Pregnant Women & Custodial Parents	105,930
Children	534,776
Total	879,344

MO HealthNet SFY-2013



*Data reflects Department of Social Services, Table 23, Medical Statistics excluding Women's Health Services

Persons with Disabilities include Permanently and Totally Disabled; Aid to the Blind; Blind Pension; Specified Low-Income Medicare Beneficiary; and, Ticket to Work Health Assurance Program (TWHAP)

Seniors include Old Age Assistance; Qualified Medicare Beneficiary (QMB) and, Specified Low-Income Medicare Beneficiaries (SLMB)

Pregnant Women & Custodial Parents include MO HealthNet for Families-Adult; Refugee; Women with Breast or Cervical Cancer; Independent Foster Care Children Ages 18-21; MO HealthNet for Pregnant Women (Poverty and Income); and, Presumptive Eligibility (Pregnant Women)

Children includes MO HealthNet for Children; SCHIP (including no cost and premium enrollees); MO HealthNet for Families-Child; Foster Care; Child Welfare Services; Title XIX-Homeless, Dependent, Neglected (HDN); DYS-General Revenue; Children in a Vendor Institution; Missouri Children with Developmental Disabilities (MOCDD); Presumptive Eligibility for Children; and, Voluntary Placements

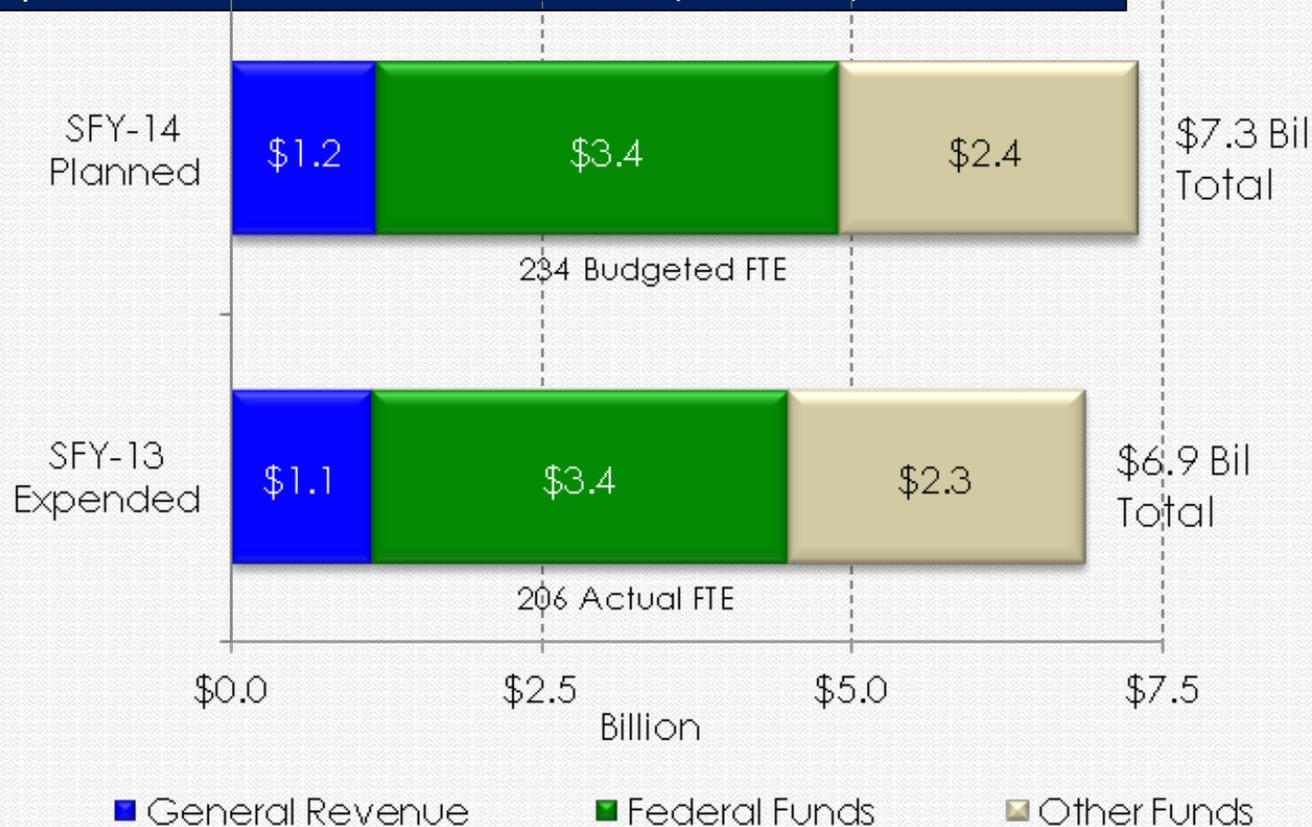
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MO HealthNet Budget



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MHD Expenditures SFY-13 to SFY-14 Planned (in billions)



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SFY-2015 Department Requested Budget



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SFY-2014 Budget

- Supplemental Funding Request (\$23.1M Total/GR)
 - Pharmacy Supplemental (\$11.2M Total/GR)
 - Physician Supplemental (\$4.9M Total/GR)
 - Premiums Supplemental (\$6.9M Total/GR)

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SFY-2015 Budget



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(in millions)	GR	FF	OF	Total	FTE
SFY-2015 Core Budget	\$1,185.8	\$3,711.3	\$2,459.3	\$7,356.4	234.11
SFY-2015 Decision Items					
Medicaid Cost to Continue Cost to Continue based on SFY-2014 ongoing need based on SFY-2014 supplemental request for the following: Pharmacy, Physicians, Premium Payments, Home Health, PACE, Women's Health, Blind Medical	\$0.0	\$11.4	\$0.0	\$11.4	
Medicaid GR Pickup Funding is requested to replace: Pharmacy Rebates funding due to projected revenues that are less than appropriated amounts; Missouri Senior Services Protection Fund and Blind Pension Premium Fund as one-time funding; Premium Fund due to cash shortfall	\$41.6	\$0.0	\$0.0	\$41.6	
Pharmacy PMPM Increase Funding for the ongoing inflation of pharmaceuticals and the anticipated increase in pharmacy expenditures due to increased utilization. Increase is 4.23%	\$0.0	\$27.0	\$0.0	\$27.0	

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(in millions)

	GR	FF	OF	Total	FTE
Managed Care Actuarial Increase Funding for Managed Care medical, delivery and Neonatal Intensive Care Unit services to ensure that managed care payments are actuarially sound.	\$0.0	\$37.5	\$0.0	\$37.5	
Sustain MO HealthNet Technology Infrastructure Funding to ensure that the Medicaid Management Information System (MMIS) is in compliance with federal requirements and continue funding technology initiatives for better care management/care coordination.	\$0.9	\$4.1	\$0.0	\$5.0	
FQHC Health Homes Funding for change in FMAP rate.	\$2.0	\$0.0	\$0.0	\$2.0	
Medicare Premium Increase Funding for increase in Medicare Part A and Part B premiums.	\$3.1	\$5.2	\$0.0	\$8.3	

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	(in millions)				
	GR	FF	OF	Total	FTE
Hospice Rate Increase Funding for required increase in Hospice Rates	\$0.1	\$0.2	\$0.0	\$0.3	
FMAP Adjustment Funding for change in FMAP	\$0.0	\$56.0	\$0.0	\$56.0	
Transitional Medicaid Federal law allows states to expand health care coverage under the Medicaid program to non-elderly, low income adults up to 133% of the FPL. This same law includes a 5% disregard of income when determining eligibility for health care benefits; thus, adults with incomes up to 138% FPL will qualify. All costs for this population will be paid by the Federal government through calendar year 2016. Thereafter, the State share will phase in to a maximum of 10% by calendar year 2020.	(\$54.7)	\$1,625.3	(\$30.5)	\$1,540.1	26.00
Long Term Care Rate Increase Funding to increase the average nursing facility per diem by \$3.75.	\$8.9	\$15.2	\$10.4	\$34.6	

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(in millions)	GR	FF	OF	Total	FTE
FY 2014 Pay Plan Cost to Continue Continue \$500 annual pay raise for all state employees.	\$0.0	\$0.0	\$0.0	\$0.1	
FY 2015 Pay Plan Three percent pay raise for state employees, beginning January 1, 2015.	\$0.0	\$0.1	\$0.0	\$0.1	
FY 2015 PAB Recommended Position Increases Funding for Personnel Advisory Board (PAB) proposed targeted, class specific salary increases for certain registered nurse, youth specialist and children's service worker positions to improve recruitment and retention.	\$0.0	\$0.0	\$0.0	\$0.0	
MO HealthNet Division Total	\$1,187.9	\$5,493.4	\$2,439.3	\$9,120.6	260.11