



# **SFY-2018 BUDGET UPDATE FOR MO HEALTHNET OVERSIGHT COMMITTEE**

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Finance Director  
December 6, 2016

# MO HealthNet Oversight Committee

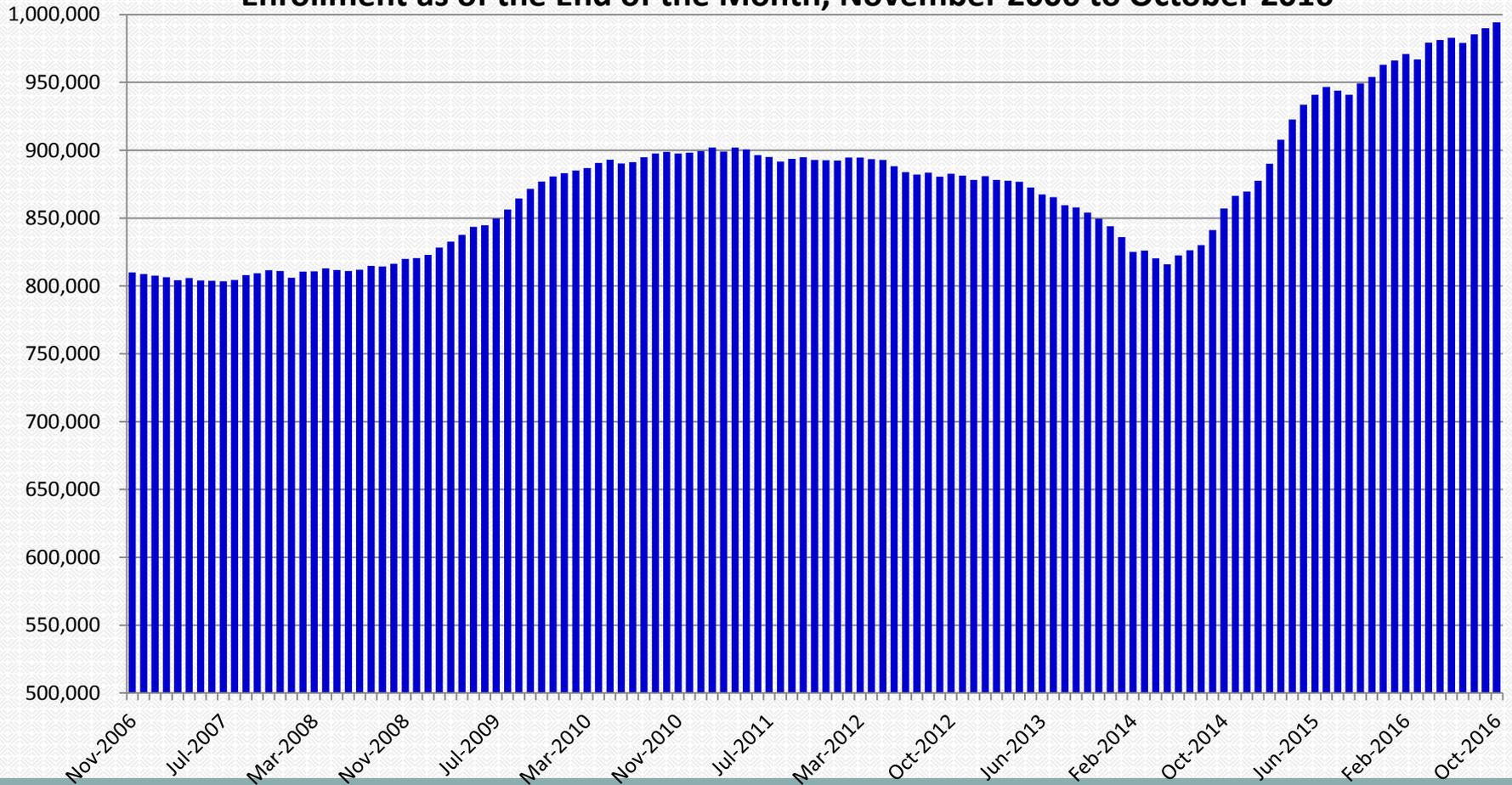
## MHN Monthly Enrollment - Last 10 Years



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### MO HealthNet Enrollment

Enrollment as of the End of the Month, November 2006 to October 2016



Does not include women enrolled the Women's Health Services category

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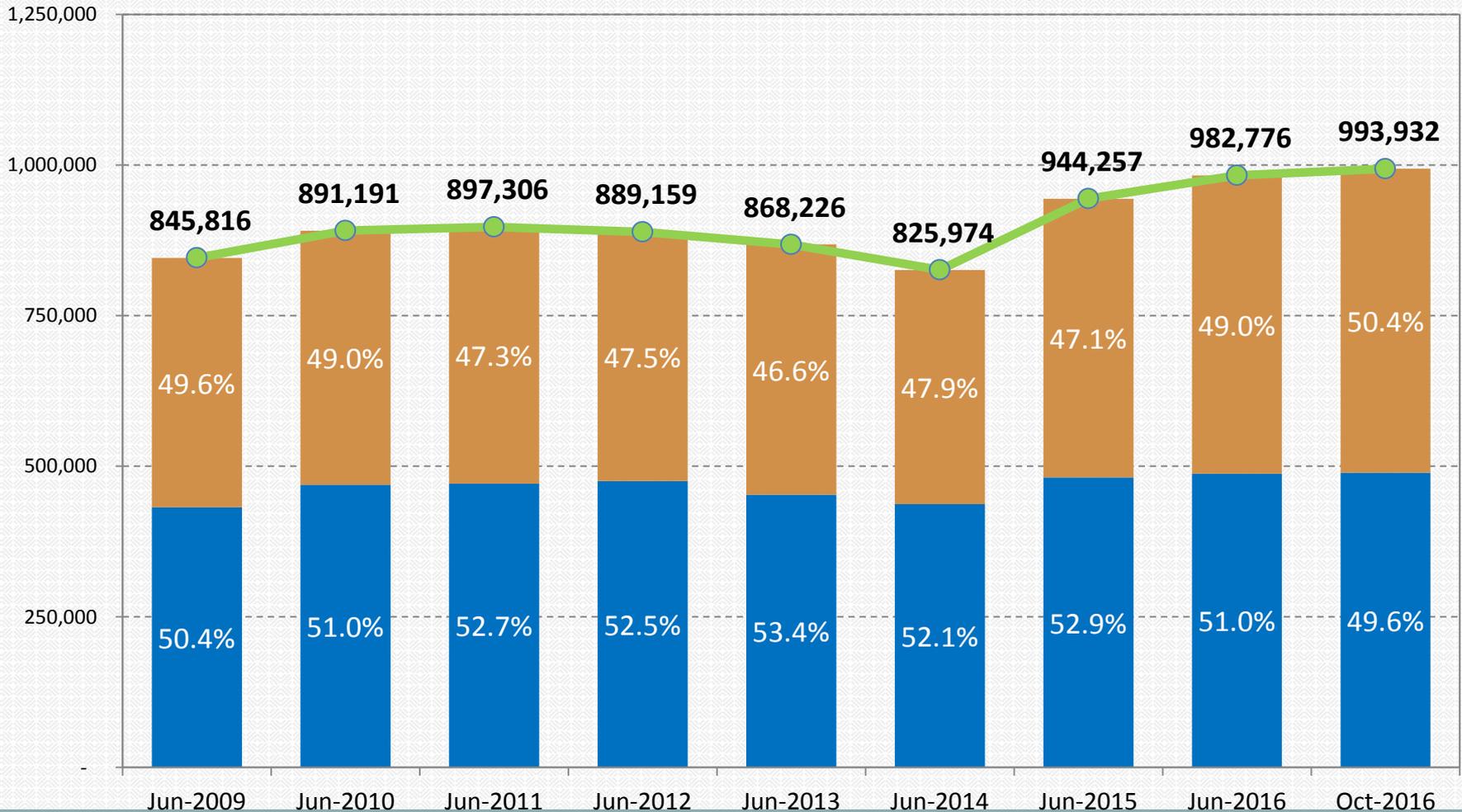
## MHN Enrollment – Managed Care Penetration



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### MO HealthNet Enrollment

Managed Care Fee-for-Service



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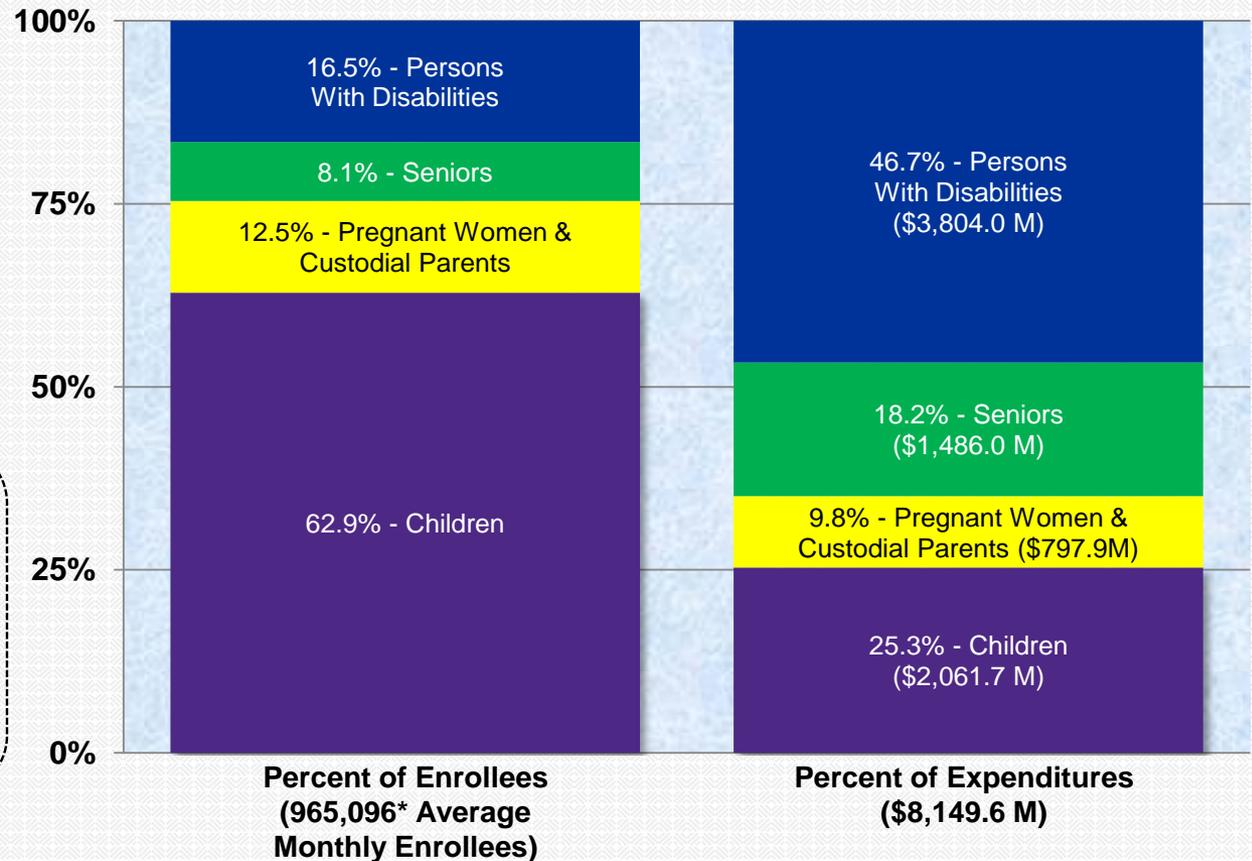
## MHN Enrollees and Expenditures SFY-2016



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### MO HealthNet SFY-2016

In SFY-2016, seniors and persons with disabilities comprised 25% of enrollees, however, they accounted for 65% of MO HealthNet expenditures.



#### Number of People SFY-2016

(Average Monthly)

Persons With Disabilities	159,453
Seniors	78,121
Pregnant Women & Custodial Parents	120,729
Children	606,793
<b>Total</b>	<b>965,096</b>

\*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; Voluntary Placements; and Show-Me Healthy Babies.

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## SFY-2018 Department Requested Budget



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	(in millions)	Department Request	
		Total	GR
<b>SFY-2017 Supplemental Total</b>		<b>\$144.5</b>	<b>\$22.7</b>
<b><i>MHD Program Supplemental:</i></b>			
<i>Pharmacy</i>		\$27.1	\$0.0
<i>Pharmacy - Clawback</i>		\$3.8	\$3.8
<i>Premium Payments</i>		\$10.2	\$7.7
<i>Nursing Facilities</i>		\$2.0	\$0.6
<i>Nursing Facilities FRA</i>		\$3.5	\$0.0
<i>Show-Me Healthy Babies</i>		\$5.5	\$1.4
<i>Blind Medical</i>		\$1.1	\$1.1
<i>Physician</i>		\$39.3	\$3.2
<i>Dental</i>		\$2.1	\$1.2
<i>Rehab &amp; Specialty Services</i>		\$3.0	\$1.2
<i>NEMT</i>		\$0.0	\$0.0
<i>Hospital</i>		\$30.2	\$2.4
<b><i>Total MHD Program Supplemental</i></b>		<b>\$127.6</b>	<b>\$22.7</b>
<b><i>MHD DMH IGT Authority Supplemental</i></b>		<b>\$16.9</b>	<b>\$0.0</b>

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## SFY-2018 Department Requested Budget



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	(in millions)	Department Request	
		Total	GR
<b>SFY-2018 Core Budget</b>		<b>\$7,944.2</b>	<b>\$1,375.5</b>
<b>SFY-2018 Major Budget Items</b>			
<b>Medicaid Cost to Continue</b> Cost to Continue based on SFY-2018 ongoing need as reflected in SFY-2017 supplemental. Pharmacy, Clawback , Physician, Dental, Nursing Facilities, NFFRA, Rehab & Specialty Services, NEMT, Hospital Care, Show Me Healthy Babies and Blind Medical Benefits Appropriations		<b>\$259.7</b>	<b>\$65.6</b>
<b>GR Pickups:</b> To replace one time funding from DYS retroactive claiming and increased federal CHIP earnings Pharmacy, Clawback , MORx, Physician, Premium Payments, Rehab & Specialty Services, Managed Care, Hospital Care, and Blind Pension Medical Benefits Appropriations		<b>\$113.0</b>	<b>\$113.0</b>

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## SFY-2018 Department Requested Budget



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	(in millions)	Department Request	
		Total	GR
<b>SFY-2018 Major Budget Items</b>			
Pharmacy PMPM Specialty Increase Funding for the ongoing inflation and utilization of specialty pharmaceuticals.		<b>\$128.7</b>	<b>\$47.6</b>
Pharmacy PMPM Non-Specialty Increase Funding for the ongoing inflation and utilization of non-specialty pharmaceuticals.		<b>\$5.9</b>	<b>\$2.2</b>
Pharmacy - Clawback Increase Funding for the increase in Medicare Part D clawback rates and utilization		<b>\$19.1</b>	<b>\$19.1</b>
Premium Payments Increase Funding for the increase in Medicare B rates and utilization		<b>\$43.3</b>	<b>\$15.3</b>

# MO HealthNet Oversight Committee

## SFY-2018 Department Requested Budget



	(in millions)	Department Request	
		Total	GR
<b>SFY-2018 Major Budget Items</b>			
<b>Managed Care Actuarial Increase</b> Funding for Managed Care medical, delivery and Neonatal Intensive Care Unit services to ensure that managed care payments are actuarially sound.		<b>\$19.5</b>	<b>\$7.1</b>
<b>NEMT Actuarial Increase</b> Funding for NEMT rates to ensure payments are actuarially sound.		<b>\$2.5</b>	<b>\$0.9</b>
<b>Statewide Managed Care Transition</b> Funding for Managed Care medical, delivery and Neonatal Intensive Care Unit services to ensure that managed care payments are actuarially sound.		<b>\$99.8</b>	<b>\$36.6</b>
<b>Hospice Rate Increase</b> Funding for annual hospice rate increase as established by Medicare. The MO HealthNet hospice rates are calculated based on the annual hospice rates established under Medicare.		<b>\$0.3</b>	<b>\$0.1</b>

# MO HealthNet Oversight Committee

## SFY-2018 Department Requested Budget



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	Department Request	
	Total	GR
	(in millions)	
<b>SFY-2018 Major Budget Items</b>		
<b>HB 1565 Asset Limit Increase</b> Funding for additional individuals and couples who will become eligible for full Medicaid benefits as a result of HB 1565 (2016). The bill raises the MO HealthNet asset limits for MO HealthNet permanent and totally disabled claimants, MO HealthNet blind claimants, and MO HealthNet aged claimants from \$1,000 to \$2,000 for individuals and \$2,000 to \$4,000 for married couples in 2018.	<b>\$126.7</b>	<b>\$27.9</b>
<b>Primary Care Health Home Rate Increase</b> Funding for Primary Care Health Homes for an annually CPI increase per member per month (PMPM) rate in January of each year (currently 2%).	<b>\$0.4</b>	<b>\$0.1</b>
<b>Other NDIs:</b>		
MMIS Contract Extensions	<b>\$1.5</b>	<b>\$0.4</b>
IGT DMH Transfer Authority	<b>\$27.1</b>	<b>\$0.0</b>
MHD Administration Federal Overtime Change	<b>\$0.0005</b>	<b>\$0.0004</b>
<b>Total FY 2018 MO HealthNet Department Requested Budget</b>	<b>\$8,791.6</b>	<b>\$1,711.5</b>
<i>(without transfers appropriations)</i>		