



The Importance of Medicaid for Missouri

March, 2017

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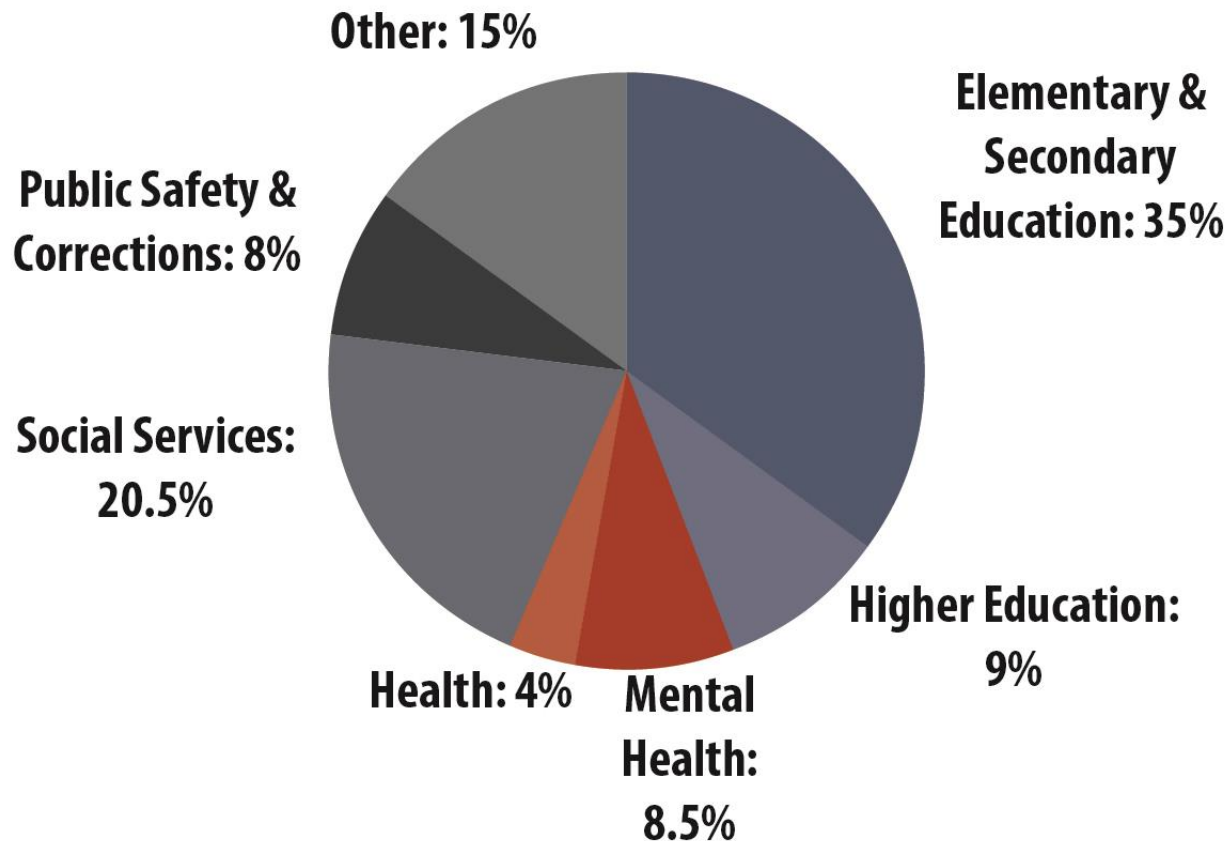
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FY 2018 State Budget

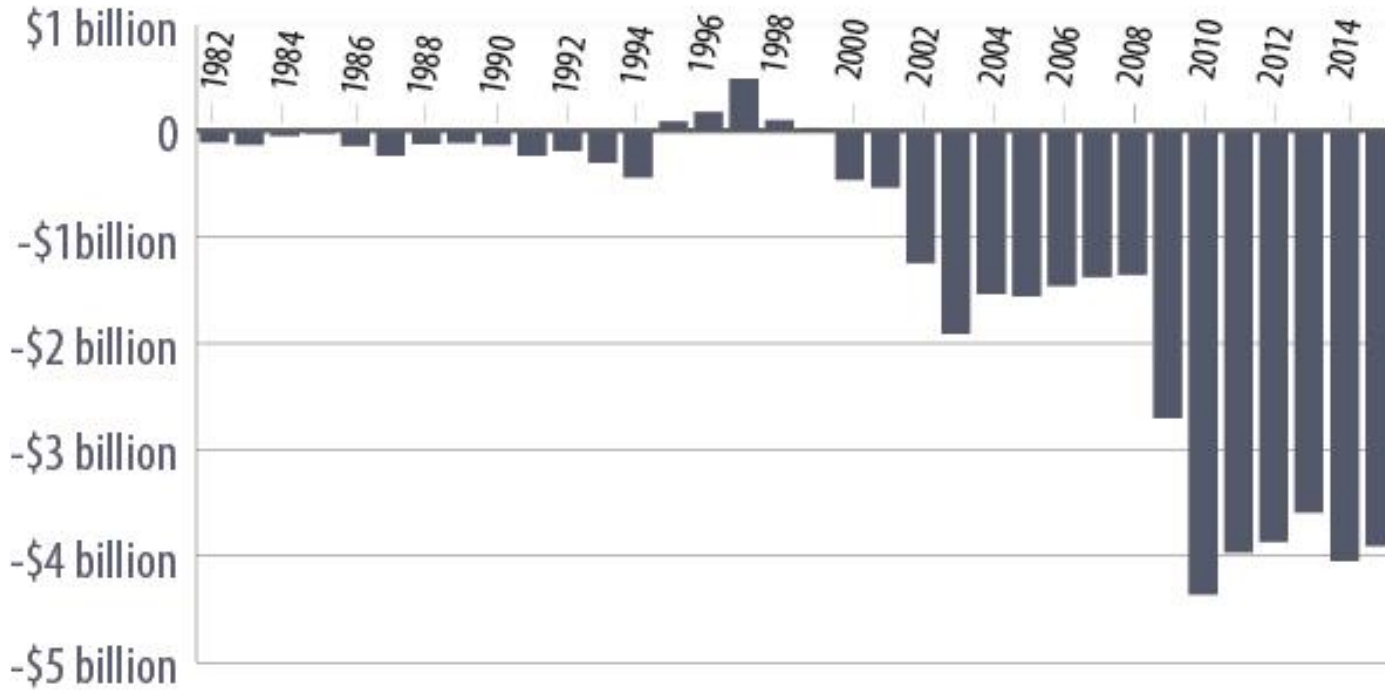
General Revenue \$9.489 billion

FY 2018 General Revenue Operating Budget: Executive Budget Proposal
\$9.489 billion



Big Drop in State Revenue

Missouri General Revenue Declining Relative to Economy
State GR Billions Short of Hancock Limits



Federal & State Health Care Challenges in 2017

- Federal proposals to “Block Grant” Medicaid or Create Per Capita Caps
- State proposals to seek “Global Waivers” that include block granting Medicaid and other risks (SB 28)
- State lawmakers also considering cuts to pharmacy, in-home services, mental health and even eligibility levels

Medicaid Makes Sense

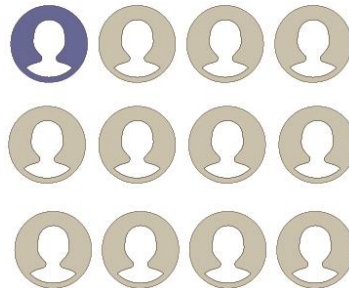
Medicaid Plays an Important Role in Health Care Coverage for Missourians



2 in 5 of all Missouri kids - including 2 of every 5 babies born

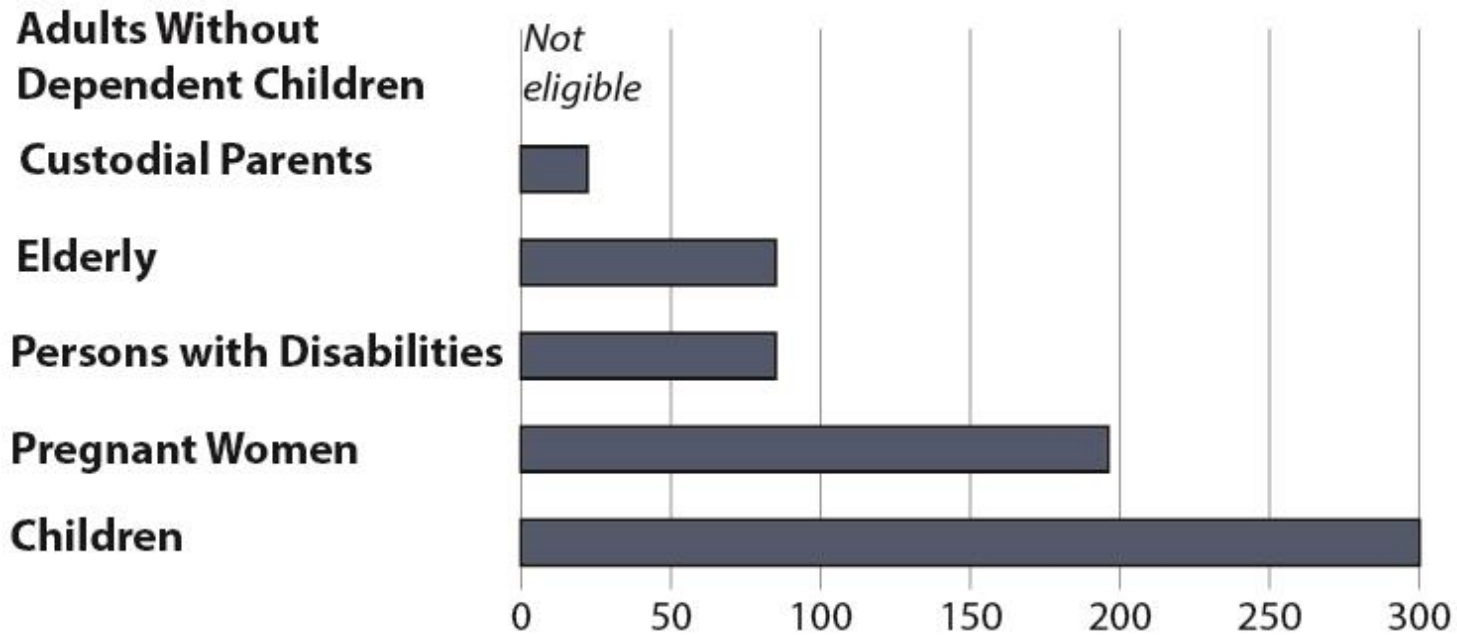


1 in 4 of Missourians Living with a Disability



1 in 12 of all Missouri Seniors

Who Qualifies for MO HealthNet?



***Eligibility limits shown as a percent of the Federal Poverty Level*

Medicaid Makes Sense

Children with Medicaid Coverage:



Do Better
in School



Miss Fewer
School Days
due to Illness
or Injury



Are More Likely to
Finish High School,
and Attend and
Graduate College



Have Fewer
Emergency
Room Visits &
Hospitalizations as
Adults

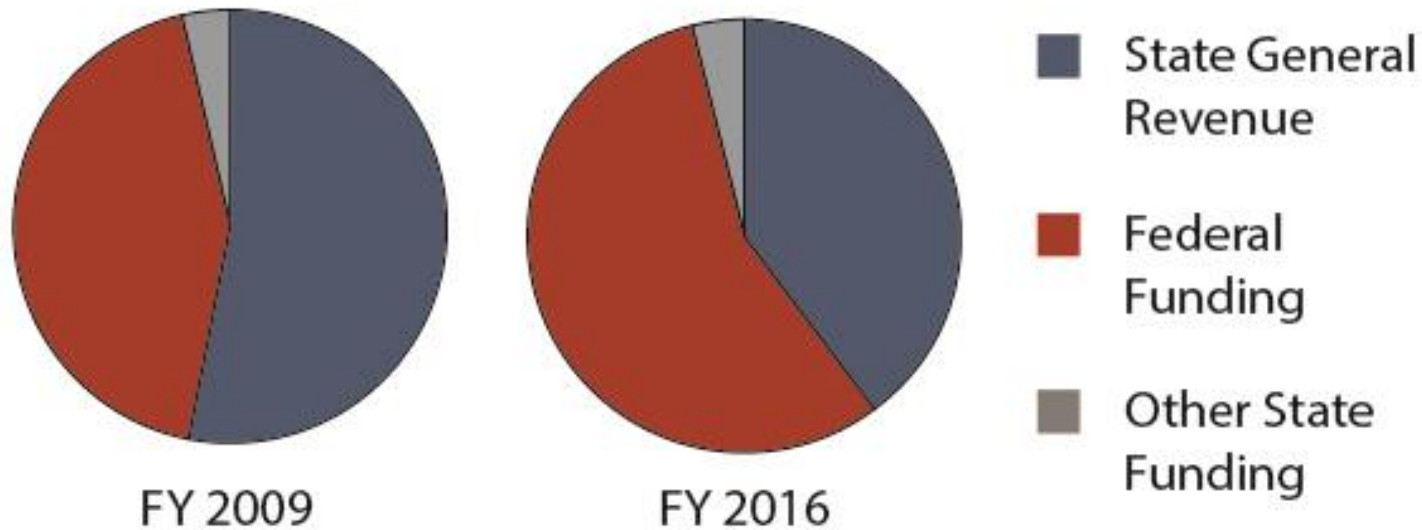


Earn More as
Adults

Medicaid Makes Sense

Federal Dollars Make Up Increasing Portion of Missouri Mental Health Funding

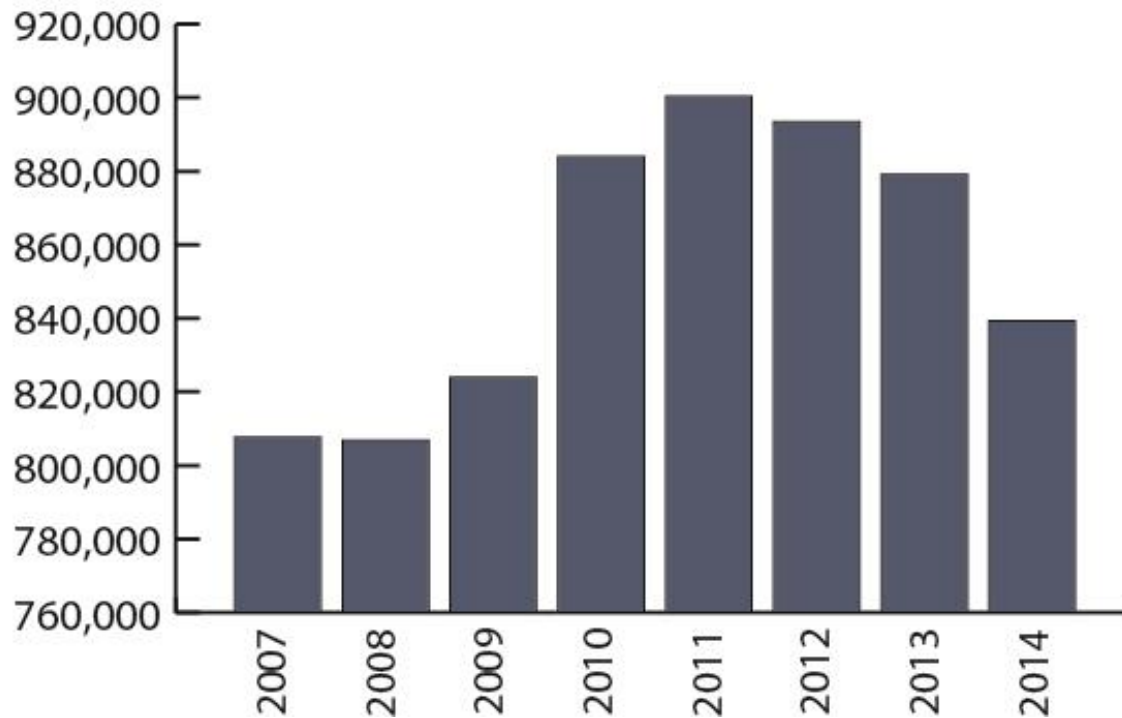
Composition of DMH Funding, FY 2009 & 2016



Medicaid Makes Sense

Medicaid's Countercyclical Nature Helps Missourians in a Bad Economy

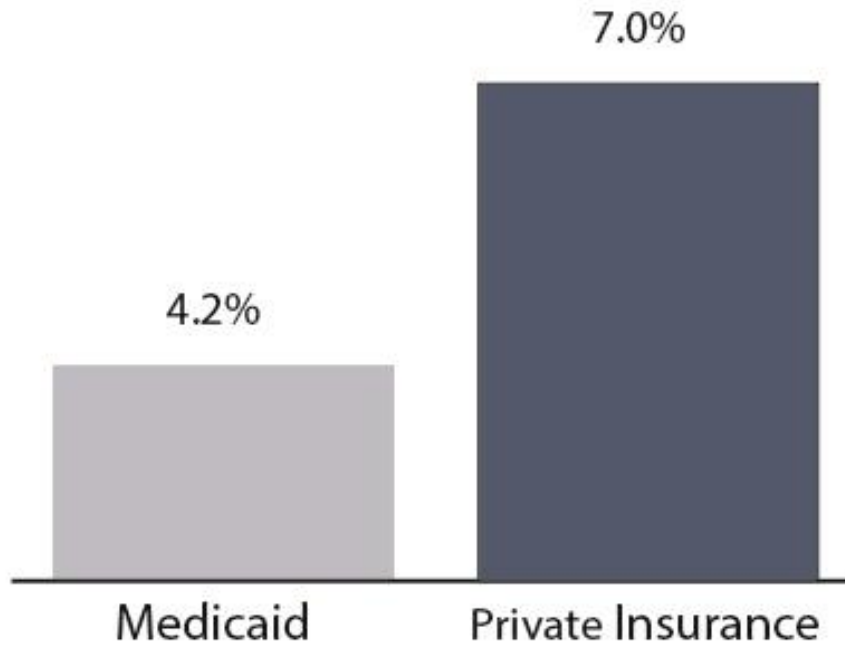
Medicaid Enrollment Per Year, as of January 1



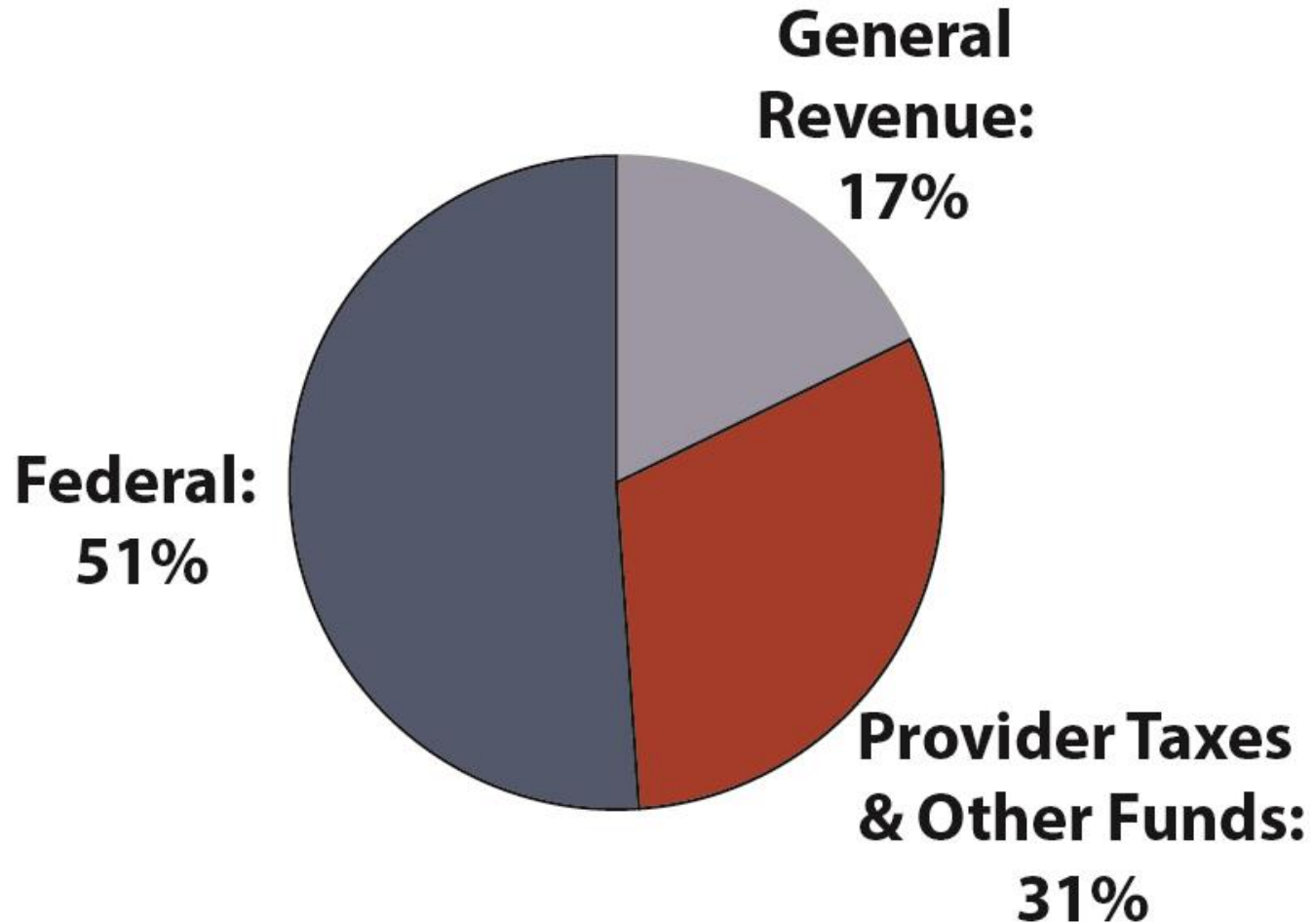
Medicaid Makes Sense

Medicaid Spending Has Grown More Slowly than Private Insurance

Average Annual Growth Rate per Enrollee, 1987-2014



Medicaid Makes Sense

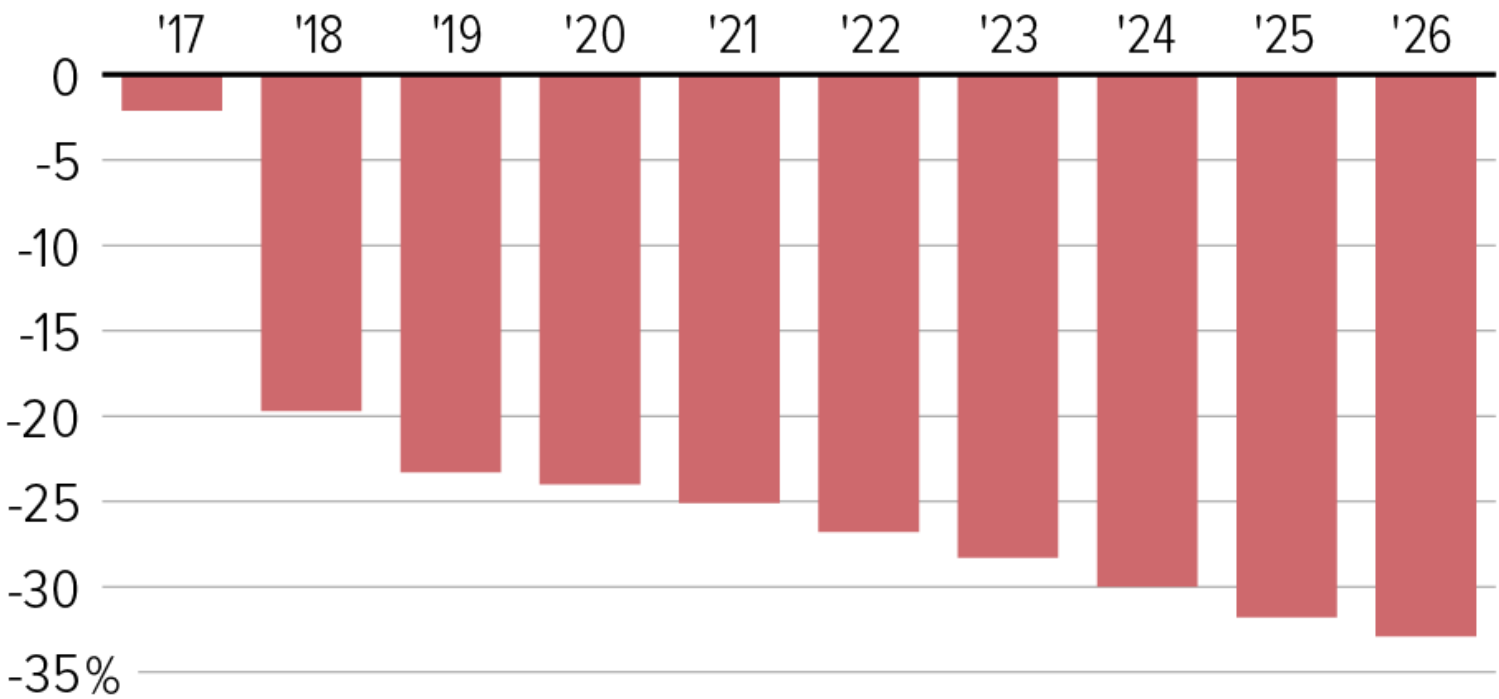


Consequences of Federal Block Grant or Per Capita Caps

1. Block Grants: Fixed dollar amount with states responsible for any growth above, based on either current or historical financing
2. Per Capita Caps: Per beneficiary cap on funding

Medicaid Cuts Would Grow Over Time Under House Budget Committee Block Grant

Percent cut in federal Medicaid funds, relative to current law

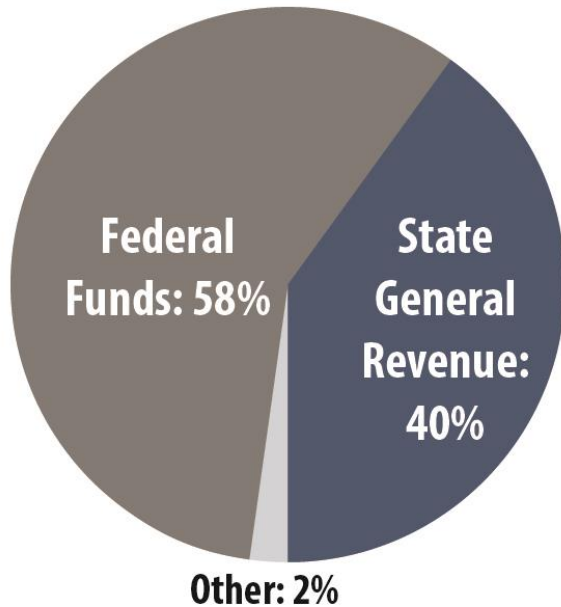


Source: CBPP analysis using Jan. 2016 Congressional Budget Office Medicaid baseline and House Budget Committee documents.

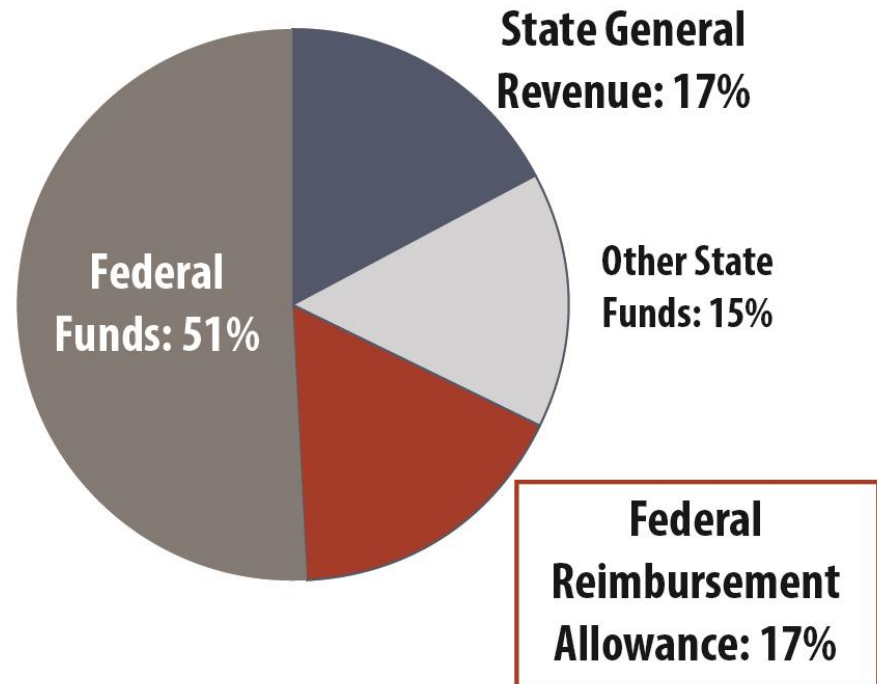
Protecting Medicaid

MO HealthNet Funding Sources

1990

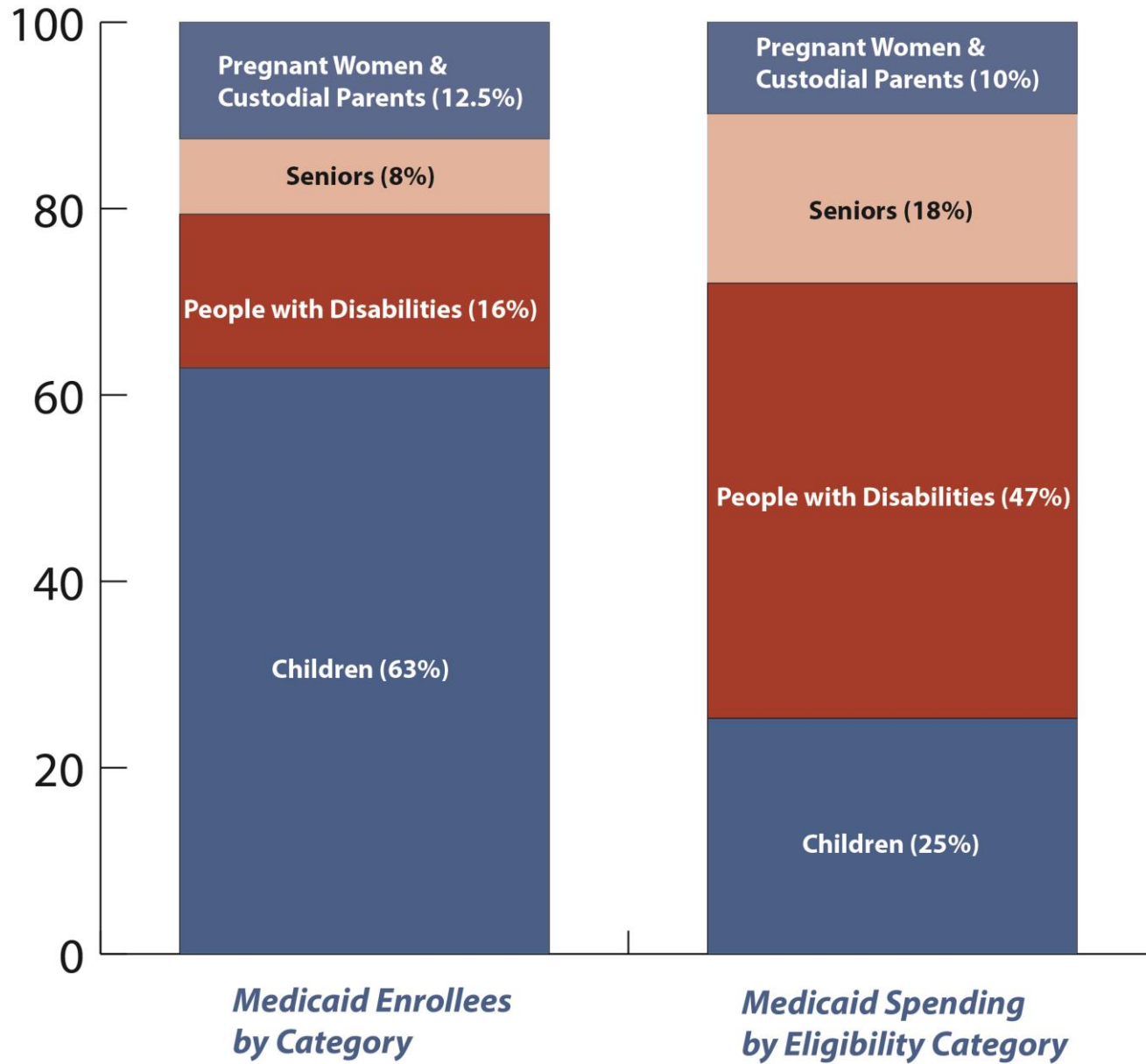


2017



Missouri Medicaid Enrollment & Spending by Population

FY 2016



Multiple Consequences of Block Grants and Per Capita Caps:

1. Cuts to eligibility levels, institute waiting lists or caps on number of people enrolled at any time
2. Cuts to benefits (dental, vision, specialty care, pharmacy, EPSDT)
3. Institute new or increased premiums, work requirements
4. Can't respond to recessionary increases; or higher costs of new medications or medical technology
5. Creates strain on state budget
6. Impacts all providers: hospitals, mental health & community clinics, nursing homes
7. Stymies innovation



Protecting Medicaid

What you can do:

Join us – **Missouri Health Partnership**

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