



Agency for Health Care Administration

Overview of Federal Affordable Care Act

January 4, 2012

Analysis

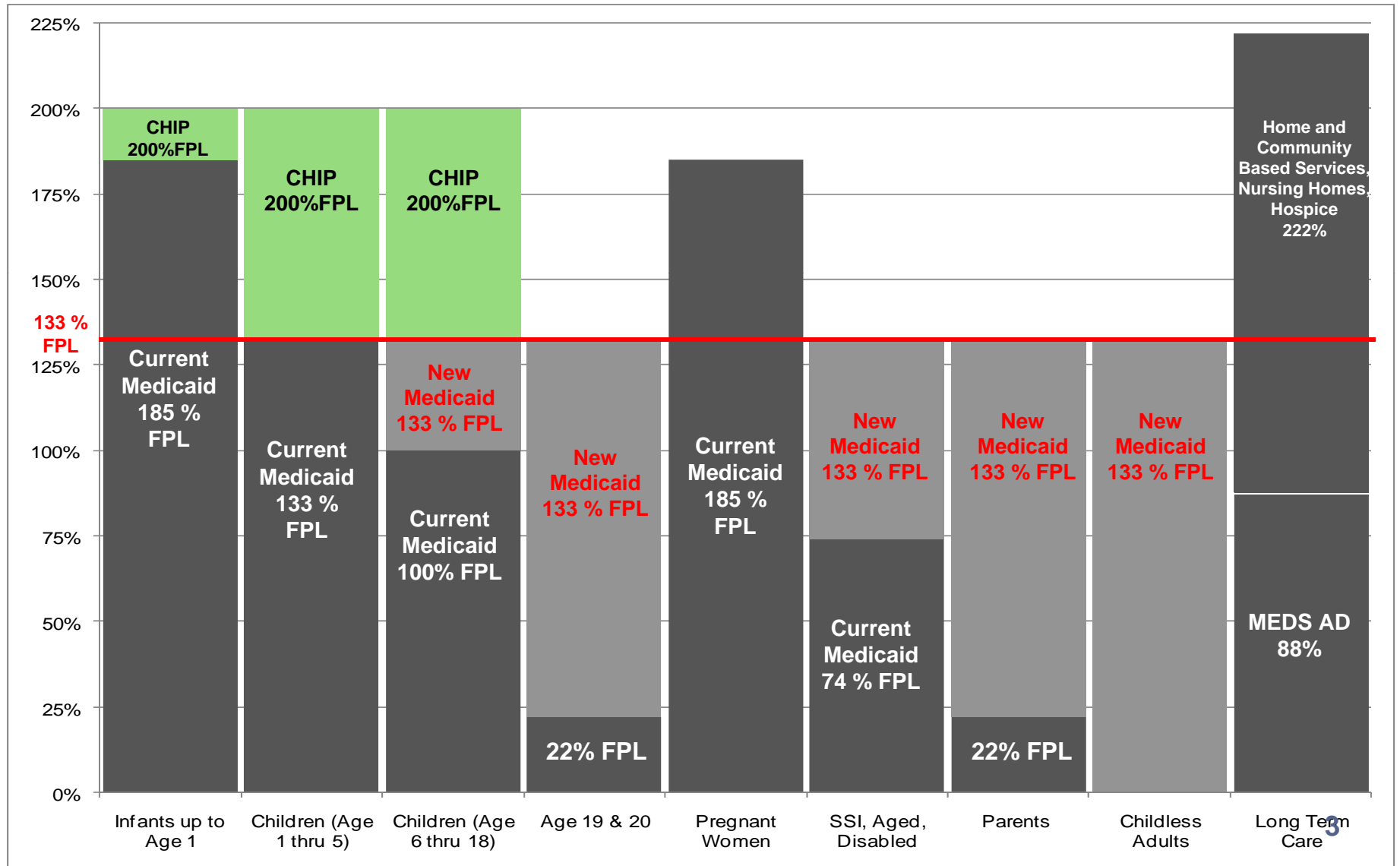
- This analysis addresses only the direct impact of changes to enrollment in the Title XIX (Medicaid) and Title (XXI) CHIP programs and the required increase in reimbursement rates to Medicaid primary care providers.
- At this time, impacts are not included for administration of new program elements, changes to the federal pharmacy rebate or changes to state disproportionate share allowances.



Changes to Medicaid and CHIP

KEY ELEMENT	Affordable Care Act
Medicaid Expansion	Expand eligibility to 133% Federal Poverty Level – beginning 1/1/2014 •133% FPL for a family of 4: \$29,326
FMAP/ Medicaid Expansion	Provides for enhanced FMAP for expansion population: <ul style="list-style-type: none"> •100% CY 2014 •100% CY 2015 •100% CY 2016 •95% CY 2017 •94% CY 2018 •93% CY 2019 •90% CY 2020 and beyond
FMAP/ Current Eligibility Level	Regular FMAP (58.56%) for FY 13-14 and (58.67%) there after. Based on 1/4/12 FMAP Calculation
CHIP Transition	Children under 133% FPL move from Title XXI CHIP Program to Title XIX Medicaid program. The regular Medicaid FMAP (58.56% and 58.67%) received for these children.
CHIP/ Eligible but not enrolled	Since our analysis begins on July 1, 2013 (2013-2014 Fiscal Year), and the enhanced CHIP FMAP does not begin until 1/1/2015, the following FMAP are used for CHIP eligible but not enrolled <ul style="list-style-type: none"> •70.99% SFY 2013-2014: •70.99% SFY 2014-2015 •88.24% SFY 2015-2016 •93.99% SFY 2016-2017 and beyond
FMAP/ CHIP	Anticipated enhanced FMAP for CHIP Population begins 10/1/2015 (134% Federal Poverty Level and above) <ul style="list-style-type: none"> •10/1/2015: $70.99+23.0=93.99\%$
Increased Rate for Practitioners	100% federal funded increase to select codes for primary care providers for 2013 and 2014. This impacts approximately 35% of primary care codes under the Florida Medicaid Program

Current and Future Medicaid / CHIP Eligibility Levels





Assumptions: Newly Eligible Population

- Assumed 40% of new enrollees for the first year of expansion (beginning 1/1/2014).
- Assumed 90% of new enrollees for the second year of expansion (beginning 1/1/2015).
- Assumed 100% of new enrollees for the third year of expansion and beyond (beginning 1/1/2016).
- By fiscal year, that phase in translates as follows:
 - FY 2013-2014: 20%
 - FY 2014-2015: 65%
 - FY 2015-2016: 95%
 - FY 2016-2017 and beyond: 100%



Assumptions: Eligible but not Enrolled

- Assumed that 20% of the uninsured population under 133% FPL would be eligible for Medicaid under the current program and for those enrollees the state would receive the normal FMAP. A weighted average FMAP is then used to calculate the cost to the program of the total caseload, including that 20%. Assumed the Title XIX expansion population will receive the enhanced FMAP beginning 1/1/2014.



Assumptions: Eligible but not Enrolled

- Phase in assumptions:
 - Assumed 40% of these enrollees for the first year of expansion (beginning 1/1/2014).
 - Assumed 90% of these enrollees for the second year of expansion (beginning 1/1/2015).
 - Assumed 100% of these enrollees for the third year of expansion and beyond (beginning 1/1/2016).
- By fiscal year, that phase in translates as follows:
 - FY 2013-2014: 20%
 - FY 2014-2015: 65%
 - FY 2015-2016: 95%
 - FY 2016-2017 and beyond: 100%

Assumptions: Crowd Out Population

- Assumed that 80% of those under 133% FPL who are currently privately purchasing insurance (excludes employer sponsored insurance) will enroll in Medicaid under this proposal.
- Assumed enhanced FMAP would be received for these enrollees.
- Phase in assumptions:
 - Assumed 40% of these enrollees for the first year of expansion (beginning 1/1/2014).
 - Assumed 90% of these enrollees for the second year of expansion (beginning 1/1/2015).
 - Assumed 100% of these enrollees for the third year of expansion and beyond (beginning 1/1/2016).
- By fiscal year, that phase in translates as follows:
 - FY 2013-2014: 20%
 - FY 2014-2015: 65%
 - FY 2015-2016: 95%
 - FY 2016-2017 and beyond: 100%



Assumptions: Impact to CHIP Population

- Children transitioning from CHIP to Medicaid:
 - Assumed that for children under 133% FPL who move from CHIP to Title XIX, Florida will receive regular Medicaid FMAP.
 - Based on January 2012 Enrollment for Florida Healthy Kids and Children's Medical Services enrollment.
- CHIP Eligible but not enrolled population based on 2011 Census data, with expenditures based on January 2011 enrollment and PMPM for all KidCare categories from December 12, 2011 KidCare SSEC.



Assumptions: Impact to CHIP Population

- Assume phase in for CHIP Population:
 - On January 1, 2014: 27% of Healthy Kids Title XXI children will move to Title XIX (based on current distribution of Healthy Kids Children by Income Level). For future years it is assumed that the number of children will grow in Medicaid at 4.50% per year (the same rate as approved by SSEC for the 7/15 - 6/16 FY for Healthy Kids).
 - On January 1, 2014: 24.5% of CMS Title XXI children will move to CMS Title XIX (Based on current distribution of CMS Children by Income Level). For future years it is assumed that the number of children will grow in Medicaid at 2.0% per year (the same rate as approved by SSEC for the 7/14 – 6/15 FY for CMS children).
 - Beginning January 2014, Full Pay Program Growth for both Healthy Kids and MediKids will stop and 5% of Full Pay Enrollment as of December 2013 will migrate to an Exchange each month (assumption).

Assumptions

- Expenditures:
 - Expenditures are based on January 4, 2012, SSEC estimate for SFY 2012-13 and then held flat for remainder of analysis.
 - FMAP used is based on estimates from January 4, 2012, FMAP Estimating Conference for SFY 2013-14 and SFY 2014-15, then held flat for remainder of analysis.
- Caseload:
 - Title XIX Caseloads are based on December 12, 2011, Caseload Conference estimate for SFY 2011-12 and then held flat for remainder of analysis.
 - The expansion caseload is based on 2011 U.S. Census data regarding the uninsured. Increased by 1.6% through 2014 and then held flat for remainder of analysis.
- Other Assumptions:
 - Based on analysis of those under 65 years of age.



Impact of Affordable Care Act

		<i>Total: Impact of Enrollment and FMAP Changes to Title XIX and Title XXI</i>	<i>Total: Impact of Increased Rates for Primary Care Practitioners</i>	<u>Grand Total All Elements</u>
SFY 2012-2013	State Cost	\$0	\$0	\$0
	Total Cost	\$0	\$438,532,369	\$438,532,369
	Enrollment	n/a	n/a	n/a
SFY 2013-2014	State Cost	\$121,151,766	\$0	\$121,151,766
	Total Cost	\$1,463,724,902	\$877,064,737	\$2,397,770,853
	Enrollment	391,765	n/a	391,765
SFY 2014-2015	State Cost	\$388,323,456	\$188,617,917	\$576,941,373
	Total Cost	\$4,775,850,824	\$1,059,580,885	\$5,835,431,709
	Enrollment	1,273,235	n/a	1,273,235
SFY 2015-2016	State Cost	\$473,019,784	\$383,241,097	\$856,260,881
	Total Cost	\$6,993,668,162	\$1,142,309,310	\$8,135,977,472
	Enrollment	1,860,880	n/a	1,860,880
SFY 2016-2017	State Cost	\$617,132,246	\$389,959,292	\$1,007,091,538
	Total Cost	\$7,362,123,334	\$1,156,194,912	\$8,518,318,246
	Enrollment	1,958,822	n/a	1,958,822
SFY 2017-2018	State Cost	\$794,516,494	\$396,826,096	\$1,191,342,590
	Total Cost	\$7,360,603,090	\$1,156,411,637	\$8,517,014,727
	Enrollment	1,958,822	n/a	1,958,822



Impact of Affordable Care Act

		<i>Total: Impact of Enrollment and FMAP Changes to Title XIX and Title XXI</i>	<i>Total: Impact of Increased Rates for Primary Care Practitioners</i>	<u>Grand Total All Elements</u>
SFY 2018-2019	State Cost	\$853,909,611	\$399,178,766	\$1,253,088,377
	Total Cost	\$7,359,014,580	\$1,156,638,094	\$8,515,652,674
	Enrollment	1,941,041	n/a	1,941,041
SFY 2019-2020	State Cost	\$972,324,143	\$403,794,720	\$1,376,118,863
	Total Cost	\$7,357,354,697	\$1,156,874,725	\$8,514,229,422
	Enrollment	1,958,822	n/a	1,958,822
SFY 2020-2021	State Cost	\$1,061,254,991	\$407,285,531	\$1,468,540,522
	Total Cost	\$7,355,620,197	\$1,157,121,994	\$8,512,742,191
	Enrollment	1,958,822	n/a	1,958,822
SFY 2021-2022	State Cost	\$1,061,699,062	\$407,392,324	\$1,469,091,386
	Total Cost	\$7,353,807,683	\$1,157,380,385	\$8,511,188,068
	Enrollment	1,958,822	n/a	1,958,822
SFY 2022-2023	State Cost	\$1,062,163,116	\$407,503,923	\$1,469,667,039
	Total Cost	\$7,351,913,607	\$1,157,650,403	\$8,509,564,010
	Enrollment	1,958,822	n/a	1,958,822



Enrollment and Enhanced FMAP

Enrollment and Enhanced Federal Matching Rate		Title XIX: Expansion to 133% FPL	Title XIX: Eligible but not enrolled	Title XIX: "Crowd Out"	Title XIX: Under 133% FPL in CHIP program move to Title XIX	Savings CHIP : Under 133% FPL in CHIP move to Title XIX	CHIP: Eligible but not enrolled 134-200% FPL	Savings CHIP: Enhanced FMAP between 134-200% FPL	Total:
SFY 2013-14	FMAP	100%	58.56%	100%	58.56%	70.99%	70.99%	n/a	
	State Cost	\$0	\$103,554,494	\$0	\$24,157,818	(\$20,257,383)	\$13,696,837	\$0	\$121,151,766
	Total Cost	\$999,560,755	\$249,890,189	\$180,518,588	\$58,295,892	(\$73,954,128)	\$49,413,606	\$0	\$1,463,724,902
	Enrollment	258,230	64,558	46,376	65,155	(65,155)	22,601	\$0	391,765
SFY 2014-15	FMAP	100%	58.67%	100%	58.67%	70.99%	70.99%	n/a	
	State Cost	\$0	\$335,933,828	\$0	\$49,456,899	(\$41,582,144)	\$44,514,873	\$0	\$388,323,456
	Total Cost	\$3,248,570,517	\$812,143,597	\$586,683,463	\$119,663,439	(\$151,804,958)	\$160,594,766	n/a	\$4,775,850,824
	Enrollment	839,247	209,812	150,722	66,872	(66,872)	73,454	\$0	1,273,235
SFY 2015-16	FMAP	100%	58.67%	100%	58.67%	70.99%	88.24%	n/a	
	State Cost	\$0	\$490,577,971	\$0	\$51,388,280	(\$43,206,001)	\$26,373,991	(\$52,114,457)	\$473,019,784
	Total Cost	\$4,747,911,649	\$1,186,977,913	\$857,459,398	\$124,336,510	(\$157,733,211)	\$234,715,903	n/a	\$6,993,668,162
	Enrollment	1,226,592	306,648	220,285	69,483	(69,483)	107,355	\$0	1,860,880
SFY 2016-17	FMAP	97.50%	58.67%	97.50%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$124,945,095	\$516,397,275	\$22,564,726	\$53,529,070	(\$45,005,925)	\$14,187,948	(\$69,485,943)	\$617,132,246
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$129,516,260	(\$164,304,239)	\$247,069,487	n/a	\$7,362,123,334
	Enrollment	1,291,150	322,787	231,879	72,378	(72,378)	113,006	\$0	1,958,822
SFY 2017-18	FMAP	94.50%	58.67%	94.50%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$274,879,208	\$516,397,275	\$49,642,398	\$55,868,304	(\$46,972,696)	\$14,187,948	(\$69,485,943)	\$794,516,494
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$135,176,154	(\$171,484,377)	\$247,069,487	n/a	\$7,360,603,090
	Enrollment	1,291,150	322,787	231,879	75,541	(75,541)	113,006	\$0	1,958,822
SFY 2018-19	FMAP	93.50%	58.67%	93.50%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$324,857,245	\$516,397,275	\$58,668,288	\$58,312,583	(\$49,027,785)	\$14,187,948	(\$69,485,943)	\$853,909,611
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$141,090,208	(\$178,986,941)	\$247,069,487	\$0	\$7,359,014,580
	Enrollment	1,291,150	322,787	214,098	78,846	(78,846)	113,006	n/a	1,941,041



Enrollment and Enhanced FMAP

Enrollment and Enhanced Federal Matching Rate		Title XIX: Expansion to 133% FPL	Title XIX: Eligible but not enrolled	Title XIX: "Crowd Out"	Title XIX: Under 133% FPL in CHIP program move to Title XIX	Savings CHIP : Under 133% FPL in CHIP move to Title XIX	CHIP: Eligible but not enrolled 134-200% FPL	Savings CHIP: Enhanced FMAP between 134-200% FPL	Total:
SFY 2019-20	FMAP	91.50%	58.67%	91.50%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$424,813,321	\$516,397,275	\$76,720,069	\$60,866,682	(\$51,175,209)	\$14,187,948	(\$69,485,943)	\$972,324,143
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$147,269,979	(\$186,826,595)	\$247,069,487	\$0	\$7,357,354,697
	Enrollment	1,291,150	322,787	231,879	82,299	(82,299)	113,006	\$0	1,958,822
SFY 2020-21	FMAP	90%	58.67%	90%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$499,780,377	\$516,397,275	\$90,258,904	\$63,535,598	(\$53,419,168)	\$14,187,948	(\$69,485,943)	\$1,061,254,991
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$153,727,555	(\$195,018,671)	\$247,069,487	n/a	\$7,355,620,197
	Enrollment	1,291,150	322,787	231,879	85,908	(85,908)	113,006	\$0	1,958,822
SFY 2021-22	FMAP	90%	58.67%	90%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$499,780,377	\$516,397,275	\$90,258,904	\$66,324,555	(\$55,764,054)	\$14,187,948	(\$69,485,943)	\$1,061,699,062
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$160,475,574	(\$203,579,204)	\$247,069,487	n/a	\$7,353,807,683
	Enrollment	1,291,150	322,787	231,879	89,679	(89,679)	113,006	\$0	1,958,822
SFY 2022-23	FMAP	90%	58.67%	90%	58.67%	70.99%	93.99%	n/a	
	State Cost	\$499,780,377	\$516,397,275	\$90,258,904	\$69,239,014	(\$58,214,459)	\$14,187,948	(\$69,485,943)	\$1,062,163,116
	Total Cost	\$4,997,803,773	\$1,249,449,008	\$902,589,045	\$167,527,254	(\$212,524,960)	\$247,069,487	n/a	\$7,351,913,607
	Enrollment	1,291,150	322,787	231,879	93,620	(93,620)	113,006	\$0	1,958,822



Increase Select Primary Care Rates to Medicare Rate

<u>Increase reimbursement to Primary Care Providers to the Medicare Rate</u>		Currently Enrolled Population	New Enrollees	Eligible but Not Enrolled	KidCare Transition Population	Crowd Out: Population	Total:
SFY 2012-13	FMAP	100%					n/a
	State Cost	\$0					n/a
	Total Cost	\$438,532,369					\$438,532,369
	Enrollment						n/a
SFY 2013-14	FMAP	100%	100%	100%	100%	100%	n/a
	State Cost	\$0	\$0	\$0	\$0	\$0	\$0
	Total Cost	\$877,064,737	\$38,269,686	\$9,567,422	\$2,232,226	\$6,911,879	\$934,045,950
	Enrollment		258,230	64,558	65,155	46,376	n/a
SFY 2014-15	FMAP	79.34%	100%	79.34%	79.34%	100%	n/a
	State Cost	\$181,245,428	\$0	\$6,425,604	\$946,885	\$0	\$188,617,917
	Total Cost	\$877,064,737	\$124,376,406	\$31,094,139	\$4,582,070	\$22,463,533	\$1,059,580,885
	Enrollment		839,247	209,812	66,872	150,722	n/a
SFY 2015-16	FMAP	58.67%	100%	58.67%	58.67%	100%	n/a
	State Cost	\$362,490,856	\$0	\$18,782,516	\$1,967,725	\$0	\$383,241,097
	Total Cost	\$877,490,856	\$181,780,935	\$45,445,234	\$4,761,008	\$32,831,277	\$1,142,309,310
	Enrollment		1,226,592	306,648	69,483	220,285	n/a
SFY 2016-17	FMAP	58.67%	97.5%	58.67%	58.67%	97.5%	n/a
	State Cost	\$362,490,856	\$4,783,711	\$19,771,046	\$2,049,698	\$863,981	\$389,959,292
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$4,959,347	\$34,559,246	\$1,156,194,912
	Enrollment		1,291,150	322,787	72,378	231,879	n/a
SFY 2017-18	FMAP	58.67%	94.5%	58.67%	58.67%	94.5%	n/a
	State Cost	\$362,490,856	\$10,524,164	\$19,771,046	\$2,139,271	\$1,900,759	\$396,826,096
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$5,176,072	\$34,559,246	\$1,156,411,637
	Enrollment		1,291,150	322,787	75,541	231,879	n/a



Increase Select Primary Care Rates to Medicare Rate

<u>Increase reimbursement to Primary Care Providers to the Medicare Rate</u>		Currently Enrolled Population	New Enrollees	Eligible but Not Enrolled	KidCare Transition Population	Crowd Out: Population	Total:
SFY 2018-19	FMAP	58.67%	93.5%	58.67%	58.67%	93.5%	n/a
	State Cost	\$362,490,856	\$12,437,648	\$19,771,046	\$2,232,865	\$2,246,351	\$399,178,766
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$5,402,529	\$34,559,246	\$1,156,638,094
	Enrollment		1,291,150	322,787	78,846	231,879	n/a
SFY 2019-20	FMAP	58.67%	91.5%	58.67%	58.67%	91.5%	n/a
	State Cost	\$362,490,856	\$16,264,617	\$19,771,046	\$2,330,665	\$2,937,536	\$403,794,720
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$5,639,160	\$34,559,246	\$1,156,874,725
	Enrollment		1,291,150	322,787	82,299	231,879	n/a
SFY 2020-21	FMAP	58.67%	90%	58.67%	58.67%	90%	n/a
	State Cost	\$362,490,856	\$19,134,843	\$19,771,046	\$2,432,861	\$3,455,925	\$407,285,531
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$5,886,429	\$34,559,246	\$1,157,121,994
	Enrollment		1,291,150	322,787	85,908	231,879	n/a
SFY 2021-22	FMAP	58.67%	90%	58.67%	58.67%	90%	n/a
	State Cost	\$362,490,856	\$19,134,843	\$19,771,046	\$2,539,654	\$3,455,925	\$407,392,324
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$6,144,820	\$34,559,246	\$1,157,380,385
	Enrollment		1,291,150	322,787	89,679	231,879	n/a
SFY 2022-23	FMAP	58.67%	90%	58.67%	58.67%	90%	n/a
	State Cost	\$362,490,856	\$19,134,843	\$19,771,046	\$2,651,253	\$3,455,925	\$407,503,923
	Total Cost	\$877,490,856	\$191,348,430	\$47,837,033	\$6,414,838	\$34,559,246	\$1,157,650,403
	Enrollment		1,291,150	322,787	93,620	231,879	n/a