

**Social Services Estimating Conference
Florida KidCare Program
July 17 and 31, 2019
Executive Summary**

The Social Services Estimating Conference convened on July 17 and 31, 2019, to adopt caseload and expenditure forecasts for the KidCare Program through June 2025.

The annual caseload projections for the entire KidCare Program are higher than the February estimates beginning in FY 2019-20. The net increase in the forecast results from higher projected enrollment for the Healthy Kids, Medicaid, and CMS programs.

Florida Healthy Kids Corporation has announced that it has awarded contracts to two statewide carriers and one south Florida carrier that will serve both the subsidized and the full-pay population. Starting January 1, 2020, members in the full-pay plan will gain enhanced benefits that match the benefits of subsidized members, including the elimination of medical and pharmacy deductibles, the elimination of coinsurance and the lowering of all copays. Beginning with the new contracts, the separate risk pools for the subsidized and full-pay populations are combined with some cross-subsidization between the two—effectively, increasing the cost for the subsidized population premium and lowering it for the full-pay population. As a result, the Conference expects increased enrollment in the full-pay program beginning January 1, 2020, leveling out at approximately 15% of total Healthy Kids enrollment (subsidized and full-pay) by July 1, 2020.

On January 22, 2018, Congress passed a six-year extension of the Children’s Health Insurance Program (CHIP) funding as part of a broader continuing resolution to fund the federal government. The Healthy Kids Act (H.R. 195, Division C) provides federal funding for CHIP for six years (through September 30, 2023) and provides an 11.5 percentage point increase to the regular CHIP Enhanced FMAP for October 1, 2019 through September 30, 2020.¹

For Fiscal Year 2019-20, a General Revenue surplus of \$1.3 million is expected relative to the current year’s appropriation. In the future, the need for additional General Revenue each year rises from \$81.3 million in Fiscal Year 2020-21 to \$162.2 million in Fiscal Year 2023-24. The magnitude of the difference from the recurring appropriation base is a result of the expected decline in the Enhanced FMAP rate; the special add-on that resulted from the Affordable Care Act is eliminated in its entirety on September 30, 2020, affecting the state funding need for a portion of FY 2019-20 as it begins to unwind and all subsequent years.

The first table that follows provides the new caseload projections for the current and upcoming fiscal years. The second table that follows provides the final expenditure forecast for FY 2018-19 through FY 2024-25.

¹ “Summary of the 2018 CHIP Funding Extension,” <https://www.kff.org/medicaid/fact-sheet/summary-of-the-2018-chip-funding-extension/>, accessed February 9, 2018.

KIDCARE AVERAGE MONTHLY ENROLLMENT PROJECTIONS

FLORIDA HEALTHY KIDS*	FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25
February 2019 SSEC	200,474	214,636	226,858	236,833	244,174	248,693	248,693
July 2019 SSEC	201,193	222,624	255,168	273,691	289,532	302,529	312,181
Change	719	7,988	28,310	36,858	45,358	53,836	63,488

MEDIKIDS**	FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25
February 2019 SSEC	37,870	40,255	42,313	43,985	45,214	46,007	46,007
July 2019 SSEC	38,077	41,924	44,836	47,143	49,019	50,399	51,286
Change	207	1,669	2,523	3,158	3,805	4,392	5,279

CHILDREN'S MEDICAL SERVICES	FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25
February 2019 SSEC	12,516	13,319	13,917	14,361	14,633	14,823	14,823
July 2019 SSEC	12,452	13,339	14,328	15,157	15,837	16,342	16,652
Change	(64)	20	411	796	1,204	1,519	1,829

BEHAVIORAL HEALTH	FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25
February 2019 SSEC	388	454	475	490	499	505	505
July 2019 SSEC	347	337	415	455	491	507	516
Change	(41)	(117)	(60)	(35)	(8)	2	11

TOTALS	FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25
February 2019 SSEC	252,275	269,343	284,481	296,715	305,586	311,108	311,109
July 2019 SSEC	252,069	278,225	314,747	336,446	354,878	369,777	380,634
Change	(206)	8,882	30,266	39,731	49,292	58,669	69,525

*Averages include Healthy Kids Full Pay enrollment

**Averages include Medikids Full Pay enrollment

KIDCARE PROJECTED EXPENDITURES

	FY 18-19 Recurring Appropriations	Projected Expenditures	Surplus/(Deficit)
	\$21,808,649	\$21,622,911	\$185,738
	\$1,048,909	\$1,048,909	\$0
	\$0	\$0	\$0
FY 18-19	\$25,570,480	\$25,511,925	\$58,555
	\$7,927	\$7,927	\$0
	\$491,889,534	\$487,841,752	\$4,047,782
	\$21,294,441	\$21,294,441	\$0
Total	\$561,619,940	\$557,327,865	\$4,292,075

FISCAL YEAR 19-20	FY 19-20 Recurring Appropriations	Projected Expenditures	Surplus/(Deficit)
	\$73,319,799	\$71,992,688	\$1,327,111
	\$0	\$8,969	(\$8,969)
	\$0	\$0	\$0
FY 19-20	\$27,618,469	\$27,225,961	\$392,508
	\$497,048,236	\$489,281,140	\$7,767,096
	\$0	\$2,632,593	(\$2,632,593)
Total	\$597,986,504	\$591,141,351	\$6,845,153
	\$73,319,799	\$154,663,880	(\$81,344,081)
	\$0	\$0	\$0
FY 20-21	\$27,618,469	\$28,674,942	(\$1,056,473)
	\$497,048,236	\$486,399,851	\$10,648,385
Total	\$597,986,504	\$669,738,672	(\$71,752,168)
	\$73,319,799	\$190,640,317	(\$117,320,518)
	\$0	\$0	\$0
FY 21-22	\$27,618,469	\$30,125,237	(\$2,506,768)
	\$497,048,236	\$522,803,563	(\$25,755,327)
Total	\$597,986,504	\$743,569,117	(\$145,582,613)
	\$73,319,799	\$207,269,587	(\$133,949,788)
	\$0	\$0	\$0
FY 22-23	\$27,618,469	\$31,518,264	(\$3,899,795)
	\$497,048,236	\$572,864,571	(\$75,816,335)
Total	\$597,986,504	\$811,652,422	(\$213,665,918)
	\$73,319,799	\$222,226,671	(\$148,906,872)
	\$0	\$0	\$0
FY 23-24	\$27,618,469	\$32,799,168	(\$5,180,699)
	\$497,048,236	\$621,935,001	(\$124,886,765)
Total	\$597,986,504	\$876,960,840	(\$278,974,336)
	\$73,319,799	\$235,534,304	(\$162,214,505)
	\$0	\$0	\$0
FY 24-25	\$27,618,469	\$34,116,787	(\$6,498,318)
	\$497,048,236	\$668,034,692	(\$170,986,456)
Total	\$597,986,504	\$937,685,783	(\$339,699,279)