

The Crunch Continues: Medicaid Spending, Coverage and Policy in the Midst of a Recession

Presenting the Findings:
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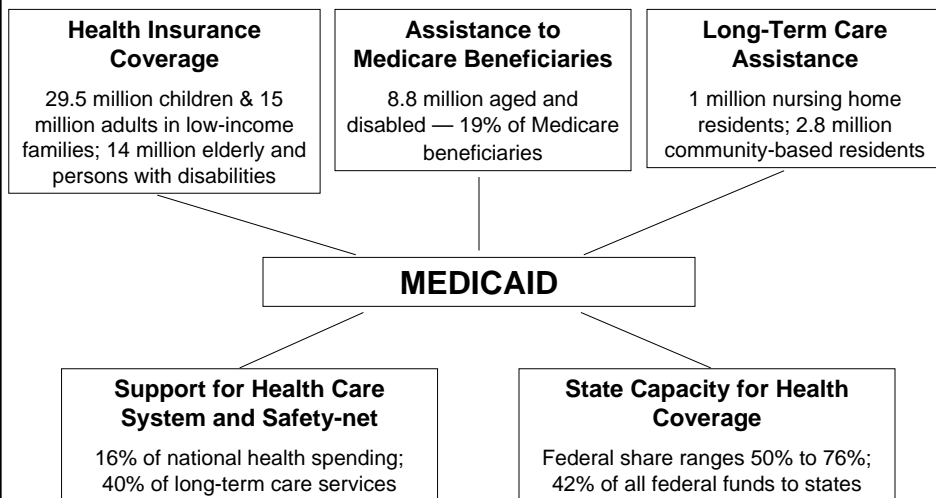
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Foundation

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Figure 1

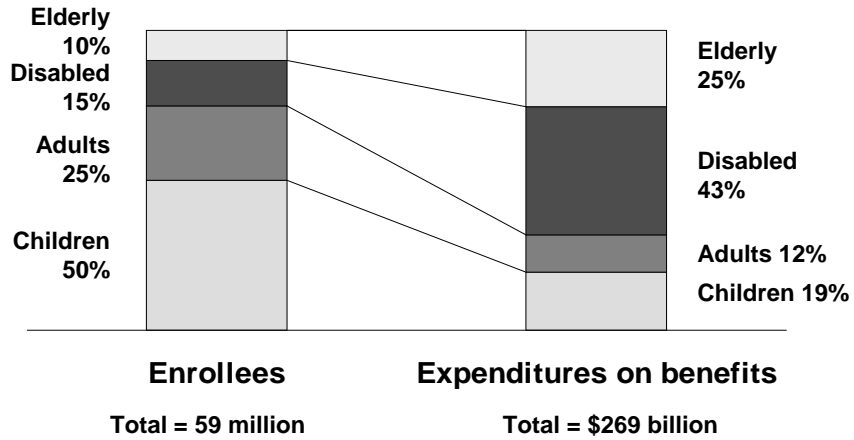
Medicaid Today



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Figure 2

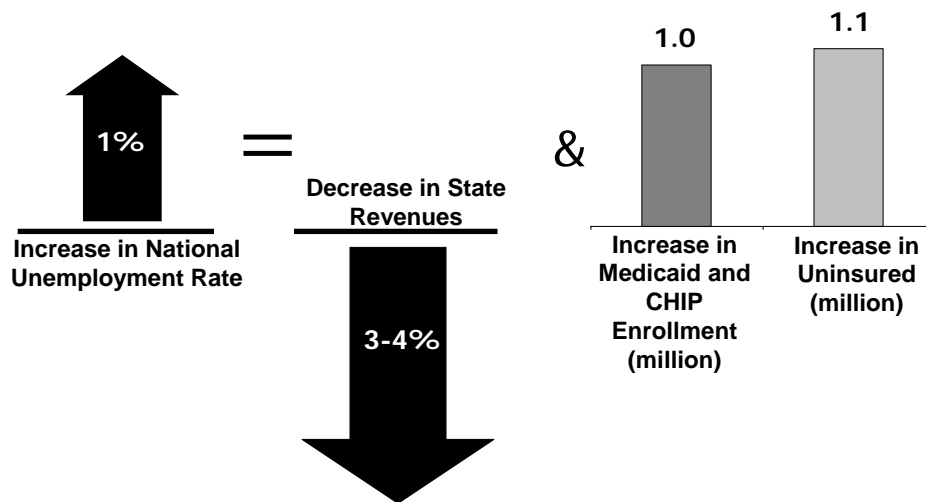
Medicaid Enrollees and Expenditures by Enrollment Group, 2006



SOURCE: Urban Institute and Kaiser Commission on Medicaid and the Uninsured estimates based on 2006 MSIS data.

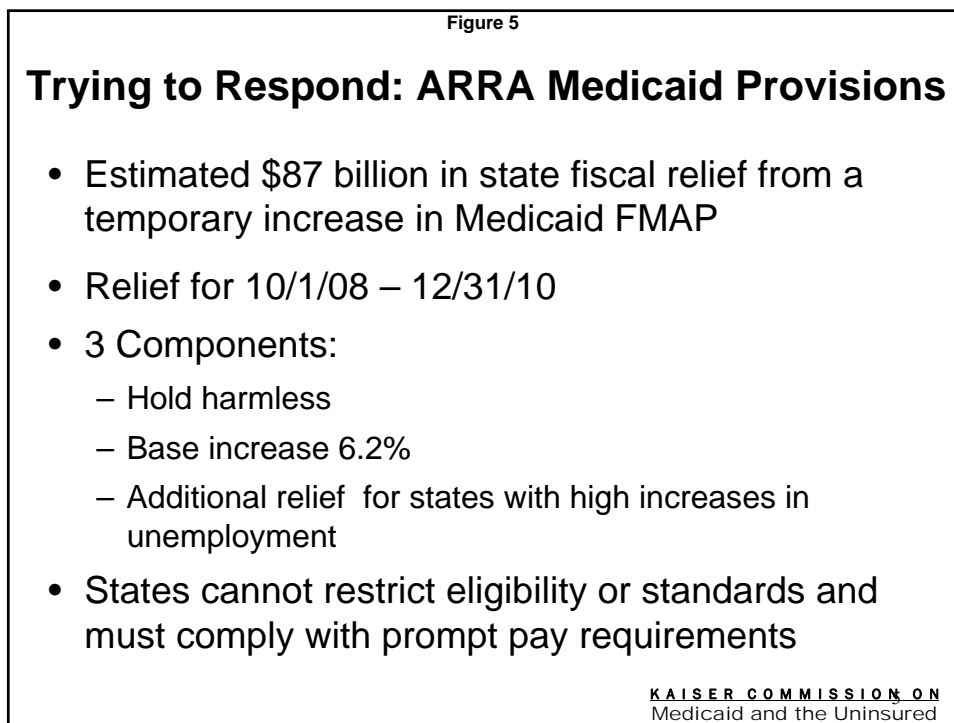
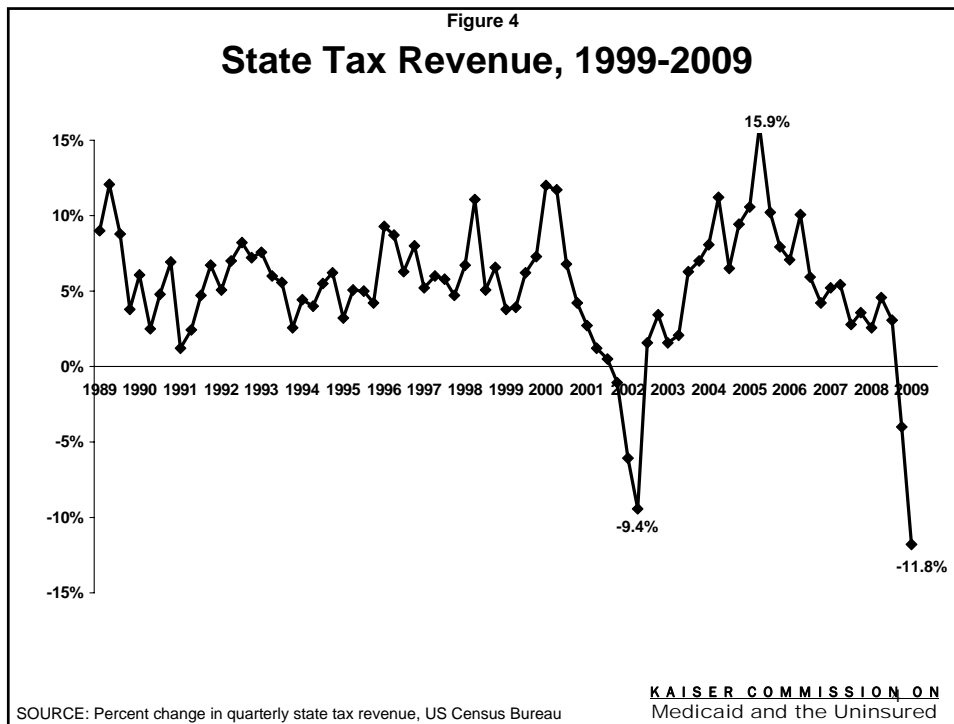
Figure 3

Effect of a 1% Point Increase in Unemployment



SOURCE: *Medicaid, SCHIP and Economic Downturn: Policy Challenges and Policy Responses*, Kaiser Commission on Medicaid and the Uninsured, April 2008

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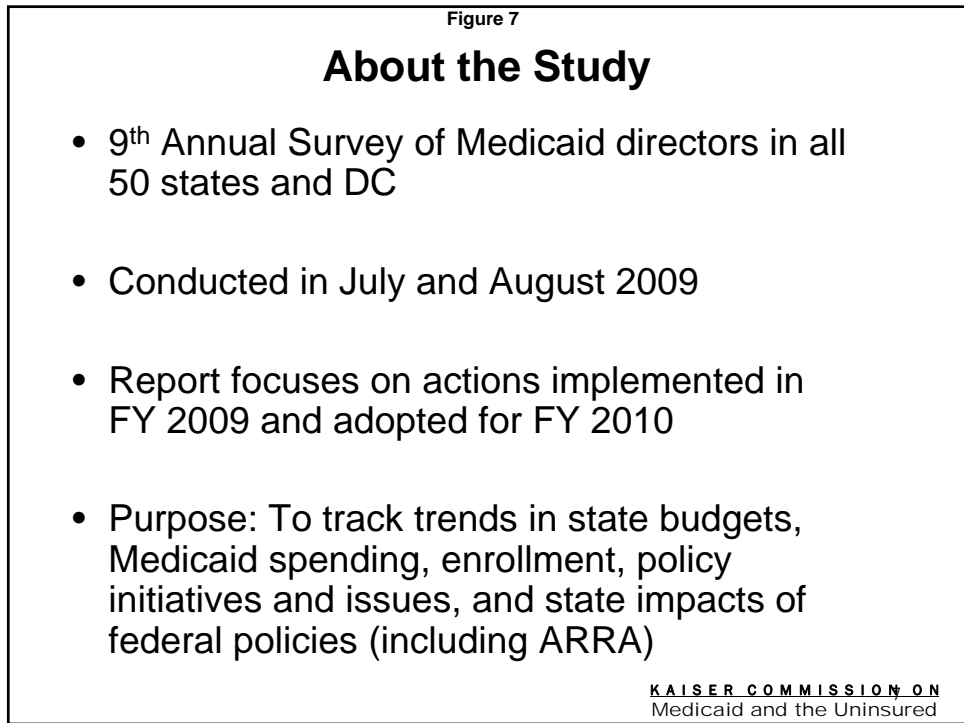
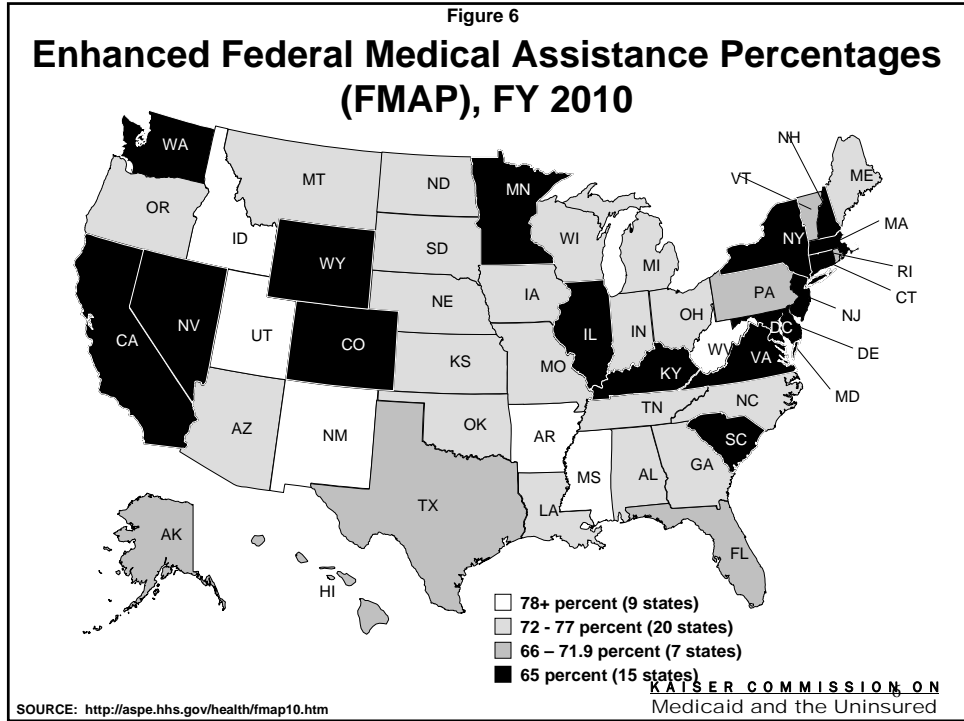
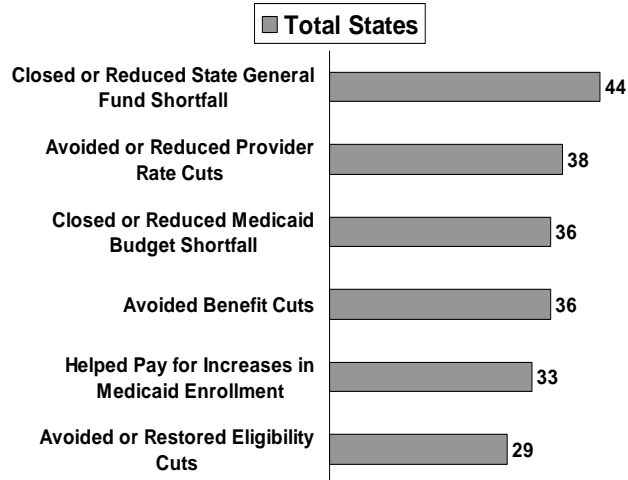


Figure 8

How States Used ARRA Enhanced Medicaid Funding in FY 2009

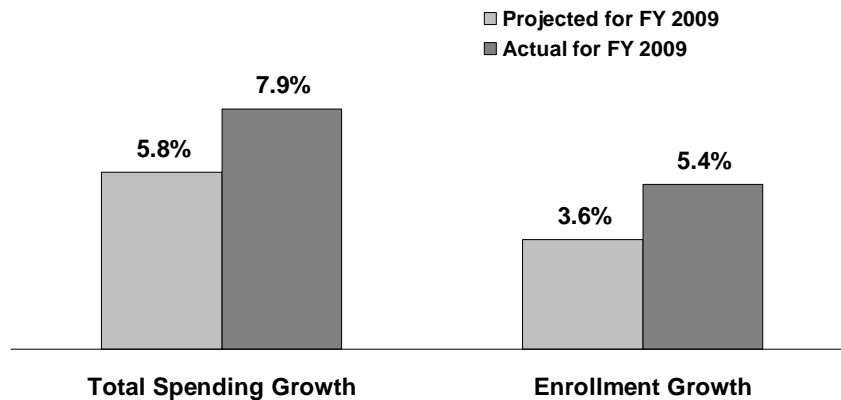


SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2009.

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Figure 9

Projected and Actual Total Medicaid Spending and Enrollment Growth for FY 2009

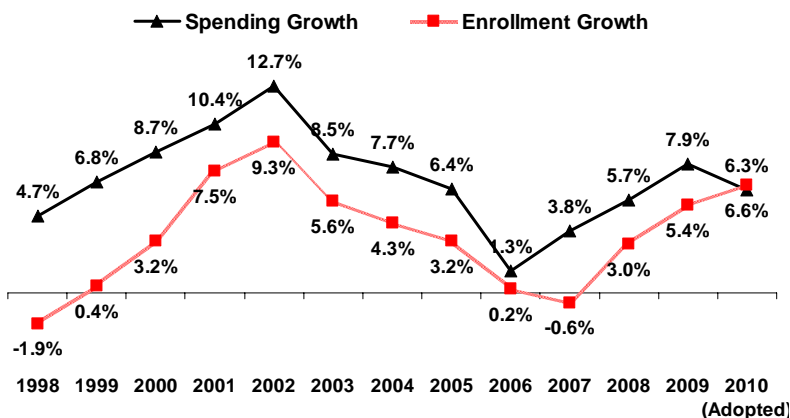


SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2008 and September 2009.

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Figure 10

Percent Change in Total Medicaid Spending and Enrollment, FY 1998- FY 2010



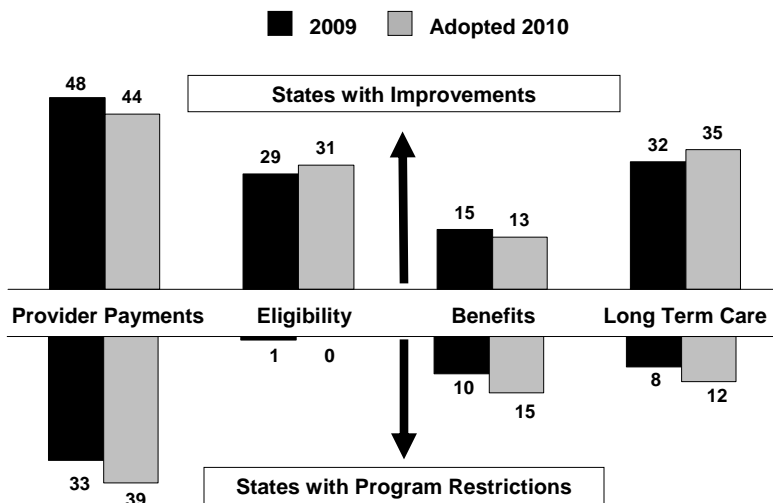
NOTE: Enrollment percentage changes from June to June of each year. Spending growth percentage changes in state fiscal year.

SOURCE: Enrollment Data for 1998-2008: *Medicaid Enrollment in 50 States*, KCMU. Spending Data from KCMU Analysis of CMS Form 64 Data for Historic Medicaid Growth Rates. FY 2009 and FY 2010 data based on KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2009.

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Figure 11

State Policy Actions, FY 2009 – FY 2010

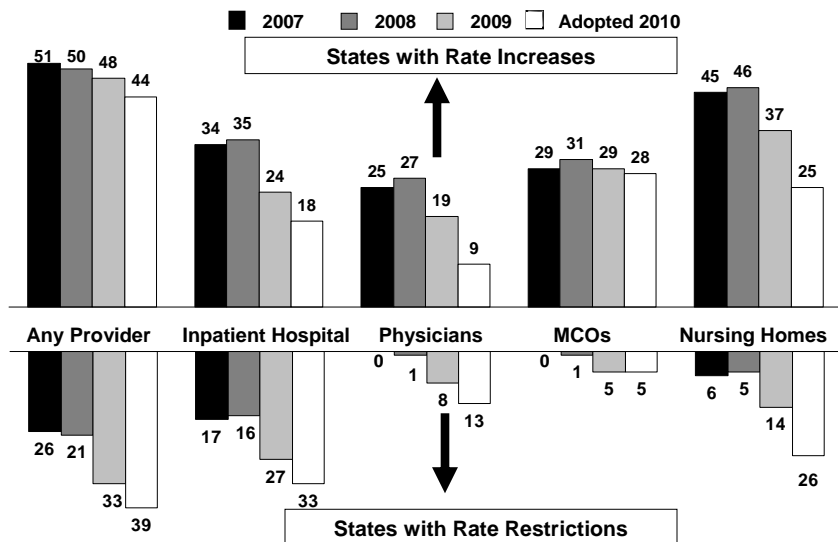


NOTE: Past survey results indicate not all adopted actions are implemented. Provider payment restrictions include rate cuts for any provider or freezes for nursing facilities or hospitals. Eligibility includes eligibility and application expansions/restrictions.
SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2009.

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Figure 12

States with Provider Rate Changes, FY 2007 – FY 2010

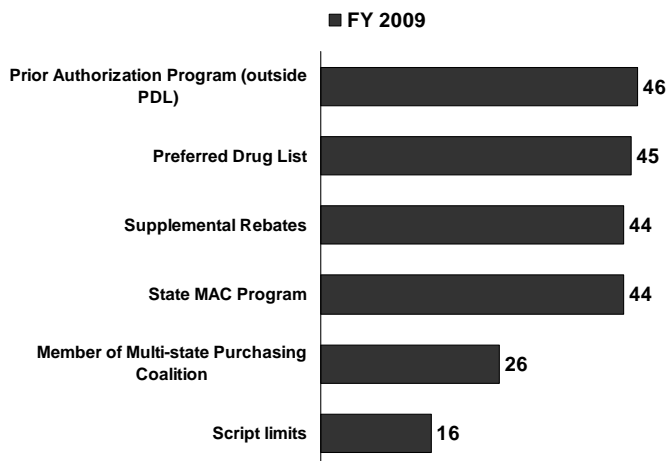


NOTE: Past survey results indicate adopted actions are not always implemented. Any provider also includes outpatient hospital, dentist, home health, and home and community service providers. Rate restrictions include rate cuts for any provider and also frozen rates for inpatient hospitals and nursing homes.
 SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2008 2009. Data from 50 states.

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Figure 13

Medicaid Pharmacy Cost Containment Measures in Place by FY 2009

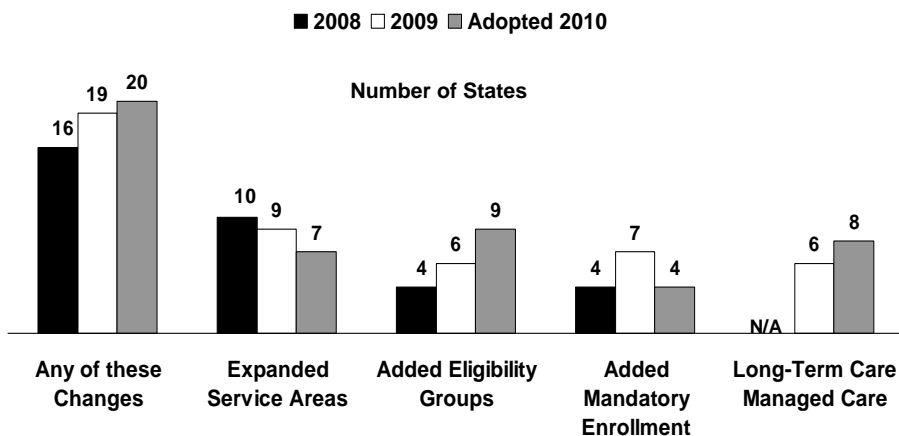


SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2009.

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Figure 14

Medicaid Managed Care Changes FY 2008 - FY 2010



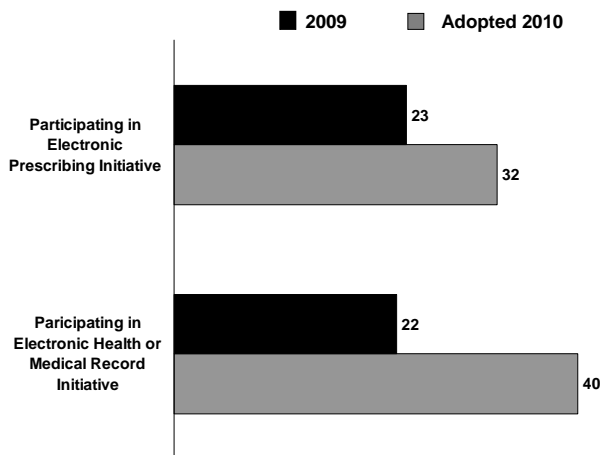
Note: Changes to long-term care managed care not asked in 2008 survey.

SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, 2008 and 2009.

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Figure 15

Medicaid Participation in E-Prescribing or Electronic Health or Medical Record Initiatives FY 2009 - FY 2010



SOURCE: KCMU survey of Medicaid officials in 50 states and DC conducted by Health Management Associates, September 2008.

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Figure 16

Outlook for FY 2010 and Beyond

- Effects of the recession will persist for states after the recession is officially over
- Few options left for significant Medicaid savings
- Major concerns about the end of ARRA funds at the start of 2011
- Support for health reform but concerns about new fiscal and administrative challenges
 - Impact of any Medicaid changes will vary across states (south and west have the highest uninsured rates but the fewest resources)
 - State will continue to shoulder costs for long-term care, dual eligibles, and the safety net

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