

JOINT LEGISLATIVE OVERSIGHT COMMITTEE  
ON MEDICAID

NC Department of Health and Human Services

# Medicaid Enrollment & Financial Update

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# Overview

- **Enrollment**

- **Projection for 2023-25 Biennium (State Fiscal Years 2024 and 2025)**
- **Actuals for SFY 2024**
- **Continuous Coverage Unwinding (CCU)**

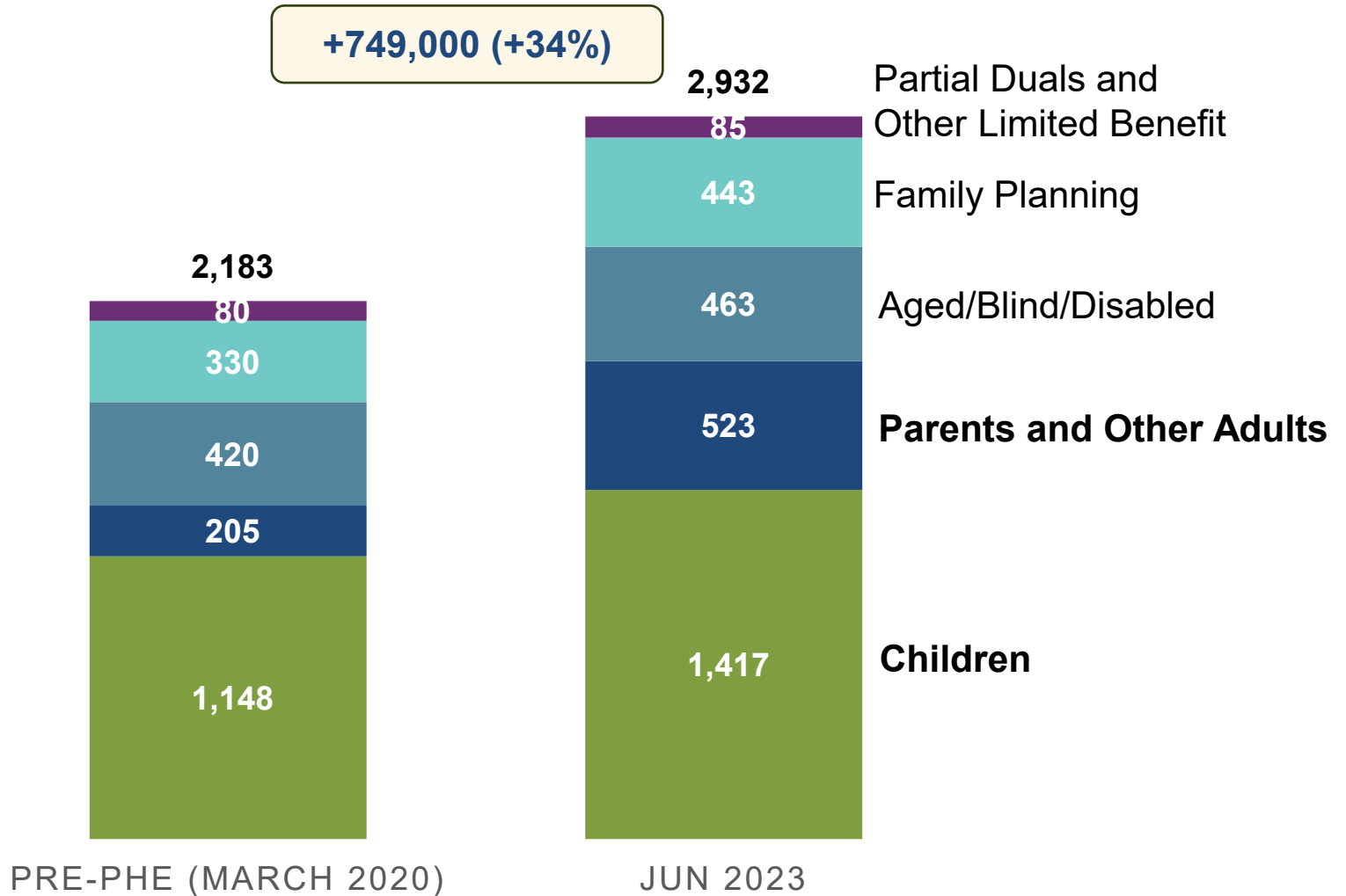
- **Financial Position**

- **Year-to-Date (YTD) Actual Expenditures v Budget and Prior Year**
- **Updated Forecast for Remainder of SFY 2024**
- **Budget Pressures**

# Medicaid Enrollment & Expenditures: Adding Medicaid Expansion

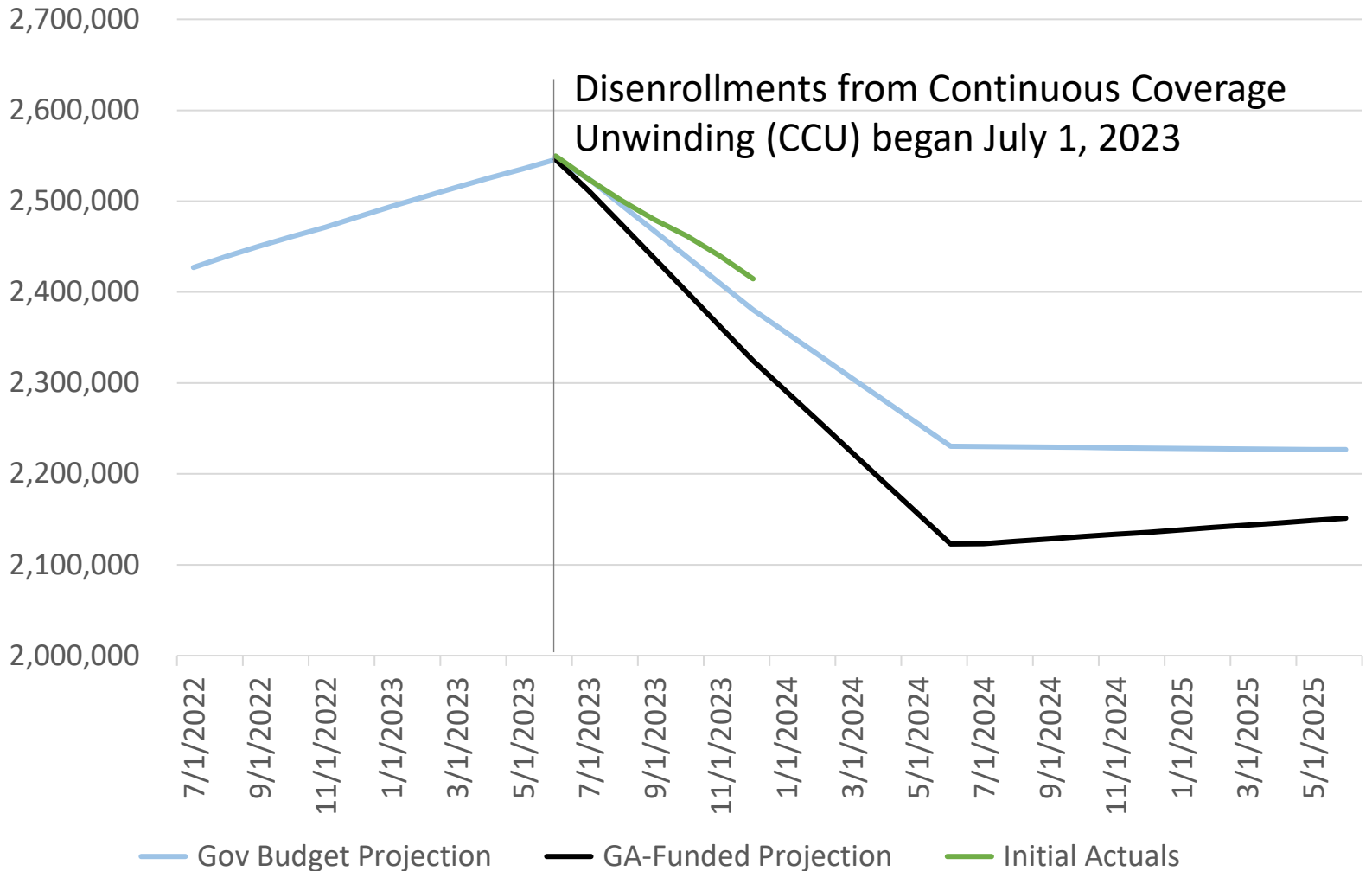
- There was no Expansion enrollment until December 1, 2023.
- Expansion enrollment will be tracked separately – not counted in Rebase enrollment
- Expansion expenditures will be tracked separately and will not affect State General Fund expenditures/Rebase funds
- For clarity, we will refer to “*Non-Expansion (Non-Exp)*” and “*Expansion (Exp)*” Enrollment & Expenditures

# Medicaid Point in Time Enrollment by Category: Change Since Start of COVID-19 PHE (Non-Exp)



Source: Monthly Medicaid Enrollment Report, June 2023

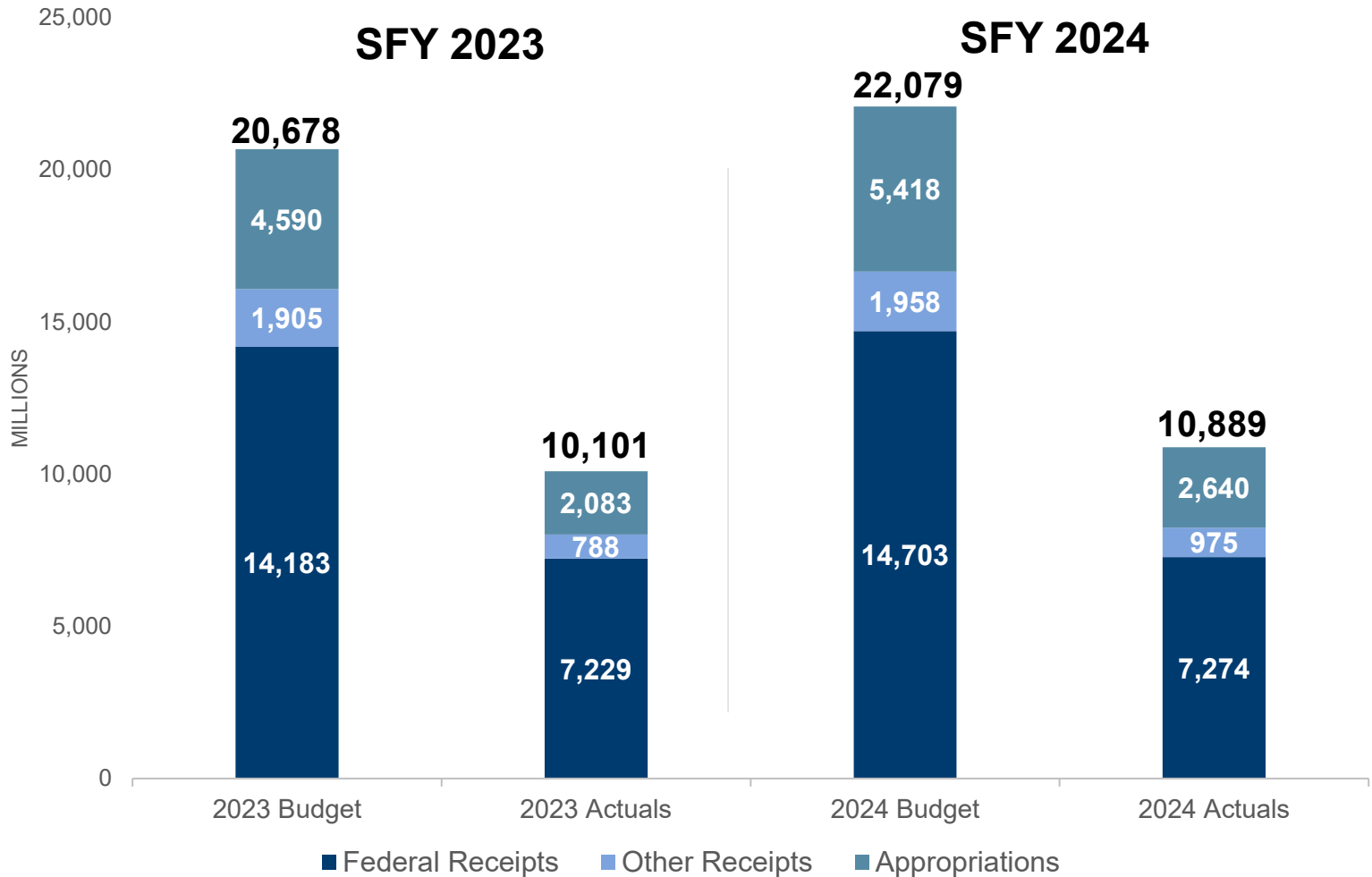
# Non-Exp Medicaid Enrollment by Month (Excluding Family Planning)



Sources: Actuals from Monthly Member Enrollment Report; Projections from 2023 Governor's Recommended Budget (as updated May 2023) and NCGA Funding for Medicaid Rebase in S.L. 2023-134

# Non-Exp Actual Service Expenditures v. Budget

Through December, NC Medicaid has spent approximately 49% of the appropriations budget for Medicaid services.



Source: BD701 budget and actuals as of December 2023 and December 2024 (expenditures adjusted to include amt transferred out in Jan for ARPA Temporary Savings Fund)

# Budget Pressures/Outlook

- **SFY 2024: Uncertainty**

- Pace of adult enrollment decline
- Transformation contract costs, project timelines

- **SFY 2025: Additional Needs**

- Regular FMAP decrease in SFY 2025 (.6591 initial → .6506 final)
- More recurring funding needed to modernize rates for many Medicaid providers whose rates are from 2012-15