

FISCAL NOTE

	FY 2022	FY 2023	FY 2024
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
FEDERAL FUNDS (Expansion Match)		\$48,000,000	\$96,000,000
FEDERAL FUNDS (ARPA Incentive)		\$27,000,000	\$27,000,000
	FY 2022	FY 2023	FY 2024
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase/(decrease)			
GENERAL FUND (Expansion Match)		\$6,000,000	\$14,000,000
GENERAL FUND (ARPA Incentive)		(\$27,000,000)	(\$27,000,000)
FEDERAL FUNDS (Expansion Match)		\$48,000,000	\$96,000,000
FEDERAL FUNDS (ARPA Incentive)		\$27,000,000	\$27,000,000

Source of revenue increase and expenditure increase and (decrease):

This bill directs the Wyoming Department of Health (WDH), insurance commissioner, and governor to negotiate with the Centers for Medicare and Medicaid Services (CMS) to amend the state's Medicaid plan to cover all persons eligible under section 1902(a)(10)(A)(i)(VIII) of the Social Security Act, 42 U.S.C. § 1396a(a)(10)(A)(i)(VIII). This bill does not provide for expansion of the Medicaid plan during any time period in which the increased federal medical assistance percentage (FMAP) is less than 90 percent or when the regular FMAP percentage is less than 55 percent.

The WDH estimates a revenue and associated expenditure increase in Federal Funds of \$48 million in FY 2023 and \$96 million FY 2024 from expanding the Medicaid plan. The WDH also estimates an associated expenditure increase of General Funds of \$6 million in FY 2023 and \$14 million FY 2024 from expanding the state's Medicaid plan. Additionally, the WDH estimates a revenue and associated expenditure increase in Federal Funds of \$27 million in FY 2023 and \$27 million FY 2024 from an incentive under the American Rescue Plan Act (ARPA) to expand the Medicaid plan, which provides an additional 5 percent federal match on the traditional match rate. There would be a corresponding General Fund expenditure decrease of \$27 million in FY 2023 and \$27 million in FY 2024 for the time period of the ARPA incentive. The total estimated revenue increase and associated expenditure increase in Federal Funds is \$75 million in FY 2023 and \$123 million in FY 2024. The total estimated net expenditure decrease in General Funds is \$21 million in FY 2023 and \$13 million in FY 2024.

The WDH indicates administrative costs associated with expanding the Medicaid plan would increase. Estimated administrative costs from both General Funds and Federal Funds are \$1.3 million (\$2.6 million total) in FY 2023 and \$2.6 million (\$5.2 million total) in FY 2024. These administrative costs are included in the expenditure table above.

Assumptions:

The WDH uses the following assumptions to arrive at the estimated revenue and expenditure impacts: (i) the Medicaid plan is amended effective FY 2023 and the WDH has the required infrastructure in place; (ii) the FMAP for Medicaid expansion remains at 90 percent; (iii) an estimated 24,000 eligible participants enroll in Medicaid following expansion; and (iv) the ARPA incentive ends after FY 2024.

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