

Health Care Access Fund

Governor's Revised Supplemental Budget Recommendation
March 2022

<u>Sources</u>	Actual FY 20	Actuals FY 21	Projected FY 22	Projected FY 23	Projected FY 24	Projected FY 25
Balance Forward from Prior Year	636,130	630,769	551,558	559,445	564,512	137,347
Prior Year Adjustments	587	2,841	-	-	-	-
Adjusted balance forward	636,717	633,610	551,558	559,445	564,512	137,347
Revenues:						
2%/1.8% Provider Tax	695,934	667,158	698,704	726,593	758,377	790,630
1% Gross Premium Tax	95,710	106,485	112,076	117,167	122,557	128,195
Provider and Premium Tax Refunds	(14,071)	(31,861)	(12,462)	(13,033)	(13,554)	(14,225)
MinnesotaCare Enrollee Premiums	30,816	33,046	6,636	23,613	34,929	35,374
Investment Income	15,772	3,883	1,710	1,880	1,470	860
MinnesotaCare: Federal Basic Health Program ¹ [Non-Add]	[271,243]	[354,249]	[542,005]	[453,180]	[422,242]	[461,465]
Federal Match on Administrative Costs	15,931	15,371	17,941	17,941	17,941	17,941
Total Revenues	840,092	794,082	824,605	874,161	921,720	958,775
Transfers In: ²						
General Fund: Laws of MN 2017, Special Session, Ch. 1	7,200	-	-	-	-	-
General Fund: Laws of MN 2021, Special Session, Ch. 7			79,101			
Premium Security Plan Acct: Laws of MN 2021, Special Session, Ch. 7			5,948			
Governor's Recommendations:						
Transfer from Premium Security Plan to HCAF	-	-	-	-	-	67,953
Total Sources	1,484,009	1,427,692	1,461,212	1,433,606	1,486,232	1,164,075
Uses						
Expenditures:						
MinnesotaCare: Direct Appropriation	26,248	32,842	69,859	194,441	156,901	134,674
MinnesotaCare: Federal Basic Health Program Expenditures[Non-Add]	[395,613]	[470,292]	[605,178]	[453,180]	[422,242]	[461,465]
MinnesotaCare: State Share of Enrollee Premiums	30,768	32,976	6,636	23,613	34,929	35,374
Medical Assistance	586,959	602,583	602,596	353,265	869,524	612,099
Department of Human Services ³	36,385	34,753	42,702	39,247	39,247	39,247
Department of Health ³	35,180	34,864	41,356	36,832	38,385	40,644
University of Minnesota	2,157	2,157	2,157	2,157	2,157	2,157
Legislature ³	316	-	-	-	-	-
Department of Revenue	1,760	1,757	1,760	1,760	1,760	1,760
MNsure ³	30	124	406	-	-	-
Board of Pharmacy	-	-	76	76	76	38
Interest on Tax Refunds	239	696	146	152	159	165
Governor's Recommendations:						
Increasing Health Care Affordability for Minnesotans				48,033	48,682	50,629
Coverage for Undocumented Children				1,591	2,555	11,408
Revitalize Health Care Workforce				22,000	22,000	22,000
Adjust HCAF Appropriation for Medical Assistance				14,353		
Responding To COVID-19 in Minnesota Health Care Programs			1,936	64	1,000	
Total Expenditures	720,042	742,752	769,630	737,584	1,217,375	950,195
Transfers Out:						
To General Fund						
M.S. 16A.724 Subd 2(a) ⁴	122,000	122,000	122,000	122,000	122,000	122,000
Total General Fund Transfers	122,000	122,000	122,000	122,000	122,000	122,000
Special Revenue Fund: DHS Systems and Other	11,198	10,748	10,137	9,510	9,510	9,510
Special Revenue Fund: MDH ITA Transfers	-	634	-	-	-	-
Total Transfers Out	133,198	133,382	132,137	131,510	131,510	131,510
Total Uses	853,240	876,134	901,767	869,094	1,348,885	1,081,705
Structural Balance	(5,948)	(82,052)	1,939	5,067	(427,165)	(122,930)
Balance	630,769	551,558	559,445	564,512	137,347	82,371

¹ Federal funding for MinnesotaCare is received through the Basic Health Program and is deposited in a Trust Fund within the state's Federal Fund for use for eligible expenditures.

² Laws 2017, chapter 13, article 1, section 15, as amended, requires the balance of the Premium Security Plan Account to be transferred to the HCAF at the end of FY 2024. The Governor's recommendation amends that statute and transfers \$67.953 million in FY25.

³ FY 2022 figure includes funding carried forward from previous years.

⁴ Laws 2021, Special Session 1, chapter 7, article 1, Section 40, paragraph (b) repeals this transfer starting in fiscal year 2026.