

All-State Medicaid & CHIP Call

March 30, 2021



March 30, 2021 Agenda

- Section 9814 of the American Rescue Plan Act (ARPA)
- HHS Office of Civil Rights (OCR) Requirements and Medicaid and CHIP Telehealth Policy
- Open Mic Q and A

Section 9814 of ARPA

- Provides a 5 percentage point increase to the federal medical assistance percentage (FMAP) of a state that newly begins to cover the entire adult group authorized in section 1902(a)(10)(A)(i)(VIII) of the Social Security Act on or after March 11, 2021.
 - Adult group expenditures matched at the “newly eligible” FMAP specified in section 1905(y) and expenditures matched at the “expansion state” FMAP specified in section 1905(z) are not affected by this provision.
- Increased FMAP applies for up to 8 quarters, but ceases to be available if the state ceases to cover the entire 1902(a)(10)(A)(i)(VIII) adult group.
- The statutory provision does not contain an expiration date.

Section 9814 of ARPA

- The FMAP increase only applies to certain Medicaid expenditures covered under the state plan, waiver, or demonstration.
- The FMAP increase applies in addition to the 6.2 percentage point FMAP increase available under the Families First Coronavirus Response Act (FFCRA), and would generally apply to the same expenditures. However, the 5 percentage point increase would not apply to certain other expenditures, such as disproportionate share hospital (DSH) expenditures, and is not taken into account for CHIP enhanced FMAP or territories' caps under 1108(f) and (g).
- CMS intends to provide guidance regarding which matching rates would or would not be added to the 5 percentage point increase.

Section 9814 of ARPA Estimates

- CMS analyzed Form CMS-64 data to generate rough estimates of the magnitude of the impact of ARPA Section 9814. The results are not formal agency projections.
- To do so, CMS used actual expenditures from the first three calendar quarters of 2020 to create an 8-quarter projection, without applying a growth rate. CMS used expenditures that were eligible for the 6.2 percentage point increase under the FFCRA because, with the exception of DSH expenditures, the expenditure categories for the 5 percentage point FMAP increase align with the categories eligible for the 6.2 percentage point increase. CMS made adjustments to exclude DSH.
- Note that states may report additional expenditures applicable to this period for up to two years after the date of original payment, and may increase or decrease reported expenditures through prior period adjustments. Please note the CMS 64 expenditures are reported based on date of payment.

CMS Preliminary Estimates of the Increase in Federal Funds for 8 Quarters for Eligible States

State	Estimate of increase in federal funds if states qualify for the 5 percentage point FMAP increase in ARPA 9814
Alabama	\$560,000,000
American Samoa	\$5,000,000
Florida	\$2,558,000,000
Georgia	\$1,070,000,000
Kansas	\$380,000,000
Mississippi	\$539,000,000
Missouri*	\$968,000,000
N. Mariana Islands	\$5,000,000

*Missouri plans to expand its program to cover the entire adult group authorized in section 1902(a)(10)(A)(i)(VIII) beginning July 2021.

Source: CMS analysis of Form CMS-64 data. The amounts contained in this chart are rough estimates intended to provide a general sense of the magnitude of the impact of ARPA Section 9814.

CMS Preliminary Estimates of the Increase in Federal Funds for 8 Quarters for Eligible States

State	Estimate of increase in federal funds if states qualify for the 5 percentage point FMAP increase in ARPA 9814
North Carolina	\$1,382,000,000
Oklahoma*	\$500,000,000
South Carolina	\$629,000,000
South Dakota	\$87,000,000
Tennessee	\$1,160,000,000
Texas	\$3,903,000,000
Wisconsin	\$1,147,000,000
Wyoming	\$54,000,000

*Oklahoma plans to expand its program to cover the entire adult group authorized in section 1902(a)(10)(A)(i)(VIII) beginning July 2021.

Source: CMS analysis of Form CMS-64 data. The amounts contained in this chart are rough estimates intended to provide a general sense of the magnitude of the impact of ARPA Section 9814.

State Estimates of the Uninsured Population Under Age 65 With Income Under 138% of the Federal Poverty Level (FPL)

State	Estimated Number of Uninsured Individuals Under 65 with Income Under 138% FPL
Alabama	261,800
Florida	1,111,000
Georgia	647,300
Kansas	107,400
Mississippi	229,000
Missouri	304,900
North Carolina	455,500

Source: ASPE analysis of 2019 American Communities Survey data, available at: <https://aspe.hhs.gov/pdf-report/estimates-of-the-qhp-eligible-uninsured>

State Estimates of the Uninsured Population Under Age 65 With Income Under 138% FPL

State	Estimated Number of Uninsured Individuals Under 65 with Income Under 138% FPL
Oklahoma	271,300
South Carolina	252,000
South Dakota	36,500
Tennessee	308,800
Texas	2,056,900
Wisconsin	113,500
Wyoming	20,300

Source: ASPE analysis of 2019 American Communities Survey data, available at: <https://aspe.hhs.gov/pdf-report/estimates-of-the-qhp-eligible-uninsured>

Questions
