

**Social Services Estimating Conference
Florida KidCare Program
November 17, 2020 and December 2, 2020
Executive Summary**

The Social Services Estimating Conference convened on November 17, 2020 and December 2, 2020, to adopt caseload and expenditure forecasts for the KidCare Program through June 2026.

Beginning in FY 2020-21, the annual caseload projections for the entire KidCare Program are lower than the July 2020 estimates. The losses per year range from a low of 21,312 (FY 2020-21) to a high of 23,680 (FY 2021-22). The decrease in the forecast results from lower projected enrollments for each of the individual programs (including subsidized and full-pay) that are largely a result of the persistent pandemic-induced economic contraction. The program effects are varied, but include a shift of a portion of the previously expected KidCare caseload into Medicaid as the number of unemployed stays high.

On January 22, 2018, Congress passed a six-year extension of the Children’s Health Insurance Program (CHIP) funding as part of a broader continuing resolution to fund the federal government. The Healthy Kids Act (H.R. 195, Division C) provides federal funding for CHIP for six years (through September 30, 2023), as well as an 11.5 percentage point increase to the regular CHIP Enhanced FMAP for October 1, 2019 through September 30, 2020.¹

On December 19, 2019, Congress passed funding legislation to authorize government spending through September 30, 2020. This legislation repealed the Health Insurance Providers Fee (referred to in FHK materials as the “ACA Insurer Fee”) that goes into effect on January 1, 2021. This legislative change will result in a one-time payment to medical carriers for the ACA Insurer Fee Liability for CY 2019 premium revenue payable in CY 2020 (FY 2020-21). The underlying fee has been removed from the projections beginning in FY 2020-21.

For FY 2020-21, a General Revenue surplus of \$52.2 million is expected relative to the current year’s recurring appropriation. For FY 2021-22, a General Revenue surplus of \$2.0 million is expected relative to the current year’s recurring appropriation. In the subsequent years, the need for additional General Revenue rises from \$17.6 million in FY 2022-23 to \$48.6 million in FY 2025-26. The magnitude of the difference between the FY 2020-21 and FY 2021-22 results is related to the expected decline in the Enhanced FMAP rate described above. Further, additional state dollars were budgeted in the current year to offset the beginning of the decline; however, the Families First Coronavirus Response Act (P.L. 116-127), signed into law March 18, 2020, provided states and territories with a temporary 6.2 percentage-point increase in the regular FMAP, affecting the Enhanced FMAP for FY 2020-21. Overall, the Enhanced FMAP is higher than projected in August 2020 for this fiscal year, causing a reduction in the need for state funds that goes beyond the caseload reduction.

The first table that follows provides the new caseload projections for the current and upcoming fiscal years. The second table that follows provides the final expenditure forecast through FY 2025-26.

¹ “Summary of the 2018 CHIP Funding Extension,” <https://www.kff.org/medicaid/fact-sheet/summary-of-the-2018-chip-funding-extension/>, accessed February 9, 2018.

KIDCARE AVERAGE MONTHLY ENROLLMENT PROJECTIONS

FLORIDA HEALTHY KIDS*	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25	FY25-26
July 2020 SSEC	192,579	210,045	225,462	236,033	245,164	252,693
November 2020 SSEC	177,893	194,847	208,945	218,785	227,282	234,292
Change	(14,686)	(15,198)	(16,517)	(17,248)	(17,882)	(18,401)

MEDIKIDS**	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25	FY25-26
July 2020 SSEC	35,149	40,094	42,334	44,114	45,390	46,182
November 2020 SSEC	28,796	31,727	37,043	40,393	42,162	43,085
Change	(6,353)	(8,367)	(5,291)	(3,721)	(3,228)	(3,097)

CHILDREN'S MEDICAL SERVICES	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25	FY25-26
July 2020 SSEC	12,728	14,001	15,466	16,421	17,210	17,759
November 2020 SSEC	12,474	13,902	15,080	16,011	16,780	17,316
Change	(254)	(99)	(386)	(410)	(430)	(443)

BEHAVIORAL HEALTH	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25	FY25-26
July 2020 SSEC	348	385	426	452	474	489
November 2020 SSEC	328	370	401	427	446	461
Change	(20)	(15)	(25)	(25)	(28)	(28)

TOTALS	FY20-21	FY21-22	FY22-23	FY23-24	FY24-25	FY25-26
July 2020 SSEC	240,804	264,526	283,688	297,020	308,237	317,122
November 2020 SSEC	219,492	240,846	261,469	275,616	286,670	295,153
Change	(21,312)	(23,680)	(22,219)	(21,404)	(21,567)	(21,969)

*Averages include Healthy Kids Full Pay enrollment

**Averages include Medikids Full Pay enrollment

	FISCAL YEAR 2020-21	FY 2020-21 Recurring Appropriations	Projected Expenditures	Surplus/(Deficit)
	General Revenue	\$150,709,512	\$98,516,684	\$52,192,828
	General Revenue (Prior Year Exp)	\$0	\$6,736	(\$6,736)
	Tobacco Settlement Trust Fund (State)	\$0	\$0	\$0
FY 20-21	Grants & Donations Trust Fund (State)	\$26,931,489	\$19,430,408	\$7,501,080
	Grants and Donations Trust Fund (Prior Year Exp)	\$0	\$150,155	(\$150,155)
	Medical Care Trust Fund (Federal)	\$482,918,103	\$388,349,540	\$94,568,563
	Medical Care Trust Fund (Prior Year Exp)	\$0	\$11,163,767	(\$11,163,767)
	Total	\$660,559,104	\$517,617,290	\$142,941,813

KIDCARE PROJECTED EXPENDITURES

	FISCAL YEAR20-21	FY 20-21 Recurring Appropriations	Projected Expenditures	Surplus/(Deficit)
	General Revenue	\$150,709,512	\$148,672,101	\$2,037,410
	Tobacco Settlement Trust Fund (State)	\$0	\$0	\$0
FY 21-22	Grants & Donations Trust Fund (State)	\$26,931,489	\$22,027,130	\$4,904,358
	Medical Care Trust Fund (Federal)	\$482,918,103	\$399,359,828	\$83,558,276
	Total	\$660,559,104	\$570,059,059	\$90,500,044
	General Revenue	\$150,709,512	\$168,282,096	(\$17,572,585)
	Tobacco Settlement Trust Fund (State)	\$0	\$0	\$0
FY 22-23	Grants & Donations Trust Fund (State)	\$26,931,489	\$25,011,480	\$1,920,009
	Medical Care Trust Fund (Federal)	\$482,918,103	\$447,733,492	\$35,184,611
	Total	\$660,559,104	\$641,027,068	\$19,532,035
	General Revenue	\$150,709,512	\$181,028,589	(\$30,319,078)
	Tobacco Settlement Trust Fund (State)	\$0	\$0	\$0
FY 23-24	Grants & Donations Trust Fund (State)	\$26,931,489	\$26,508,210	\$423,278
	Medical Care Trust Fund (Federal)	\$482,918,103	\$496,628,156	(\$13,710,052)
	Total	\$660,559,104	\$704,164,955	(\$43,605,852)
	General Revenue	\$150,709,512	\$191,654,149	(\$40,944,637)
	Tobacco Settlement Trust Fund (State)	\$0	\$0	\$0
FY 24-25	Grants & Donations Trust Fund (State)	\$26,931,489	\$27,182,442	(\$250,954)
	Medical Care Trust Fund (Federal)	\$482,918,103	\$545,159,874	(\$62,241,770)
	Total	\$660,559,104	\$763,996,465	(\$103,437,361)
	General Revenue	\$150,709,512	\$199,330,849	(\$48,621,338)
	Tobacco Settlement Trust Fund (State)	\$0	\$0	\$0
FY 25-26	Grants & Donations Trust Fund (State)	\$26,931,489	\$27,612,226	(\$680,738)
	Medical Care Trust Fund (Federal)	\$482,918,103	\$592,451,395	(\$109,533,291)
	Total	\$660,559,104	\$819,394,470	(\$158,835,367)