# Montana

# .....

#### **Contents**

### **Medicaid and CHIP Overview**

Table 1. Structure of CHIP program

Table 2. Total Medicaid and CHIP enrollment

Table 3. Medicaid and CHIP income eligibility limits

Table 4. Federal matching rate for Medicaid and CHIP

Table 5. Medicaid managed care enrollment

#### Medicaid in Rural Areas

Table 6. Percent of residents enrolled in Medicaid by age and rurality (based on survey data)

Table 7. Medicaid enrollment and expenditures by rurality (based on state administrative data)

Table 8. Critical Access Hospital payment under Medicaid

.....

### **Medicaid and CHIP Overview**

Medicaid is a health insurance program for certain groups of people with low incomes, including children, parents, disabled individuals, and elderly individuals.

The Children's Health Insurance Program (CHIP) provides coverage to low-income uninsured children with incomes that are too high to qualify for Medicaid but are less than or equal to the maximum CHIP income limits.

States can operate their CHIP program as an expansion of their Medicaid program, a separate program, or a combination (i.e., some children are covered through a separate state program, others through Medicaid).

Table 1. Structure of CHIP program, April 23, 2010

| Separate State | Medicaid  | Combination |
|----------------|-----------|-------------|
| Program        | Expansion | Program     |
|                |           | X           |

Source: Centers for Medicare and Medicaid Services

http://www.cms.hhs.gov/LowCostHealthInsFamChild/downloads/CHIPStatePlanActivityMap.pdf

Table 2. Total Medicaid and CHIP enrollment

| Time Period                          | Medicaid<br>Enrollment | CHIP<br>Enrollment | Source  |
|--------------------------------------|------------------------|--------------------|---|
| National Data Sources                |                        |                    |   |
| June 2009                            | 82,500                 | 18,639             | The Kaiser Family Foundation, <a href="http://www.statehealthfacts.org/">http://www.statehealthfacts.org/</a> |
| FY 2007 (Medicaid)<br>FY 2008 (CHIP) | 110,800                | 22,679             | The Kaiser Family Foundation, <a href="http://www.statehealthfacts.org/">http://www.statehealthfacts.org/</a> |
| State Data Sources                   |                        |                    |   |
| March 2010                           | 86,463                 | N/A                | Montana Department of Public<br>Health and Human Services,<br>http://www.dphhs.mt.gov/                        |

*Note*: There are various ways to count the number of individuals enrolled in Medicaid or CHIP; different methods and time periods can result in slightly different counts. Counts from national data sources are included here for comparisons between states. When more recent counts are available on state websites, this information is also included.

Table 3. Medicaid and CHIP income eligibility limits as a percent of Federal Poverty Level,

December 2009

|                                       | % FPL |
|---------------------------------------|-------|
| Medicaid                              |       |
| Infants age 0 – 1                     | 133%  |
| Children ages 1 – 5                   | 133%  |
| Children ages 6 – 19                  | 133%  |
| Parents*                              | 56%   |
| Childless Adults*                     | N/A   |
| Pregnant Women                        | 150%  |
| Aged, Blind and Disabled <sup>+</sup> | 75%   |
| Separate CHIP program                 | 250%  |

Source: The Kaiser Family Foundation, http://www.statehealthfacts.org/

\*Income limits are for working parents and childless adults and are based on a family of three with one earner. This category includes "Medicaid look-alike" programs that are funded with state funds only.

†Income limits for the aged, blind, and disabled category are based on a single adult; limits may be slightly higher for couples.

## Federal matching rate for Medicaid and CHIP

The federal government matches a certain percentage of state Medicaid and CHIP expenditures.

- The Medicaid matching rate (the Federal Medical Assistance Percentage, or FMAP) varies across states and from year to year. Each state's rate is based on the state's per capita income relative to the national average and can be no less than 50%.
- The American Recovery and Reinvestment Act of 2009 (ARRA) temporarily increased the Medicaid matching rate for all states for Fiscal Years 2009 and 2010.
- States receive an enhanced matching rate for CHIP.

Table 4. Federal matching rate for Medicaid and CHIP, FY 2010

| Medicaid  |        | СНІР   |
|---|--------|--------|
| Baseline Estimated actual rate after ARRA adjustments |        | Cim    |
| 67.42%  | 77.99% | 77.19% |

Source: Kaiser Family Foundation, <a href="http://www.statehealthfacts.org/">http://www.statehealthfacts.org/</a>

*Note*: More information on ARRA and the Medicaid matching rate is available at <a href="http://www.statehealthfacts.org/">http://www.statehealthfacts.org/</a> under the Temporary Federal Medicaid Relief section.

Table 5. Medicaid managed care enrollment as a percent of total Medicaid enrollment, June 30, 2008

| Comprehensive      | Any managed care |
|--------------------|------------------|
| managed care plans | plan             |
| 0.0%               | 36.0%            |

Source: Kaiser Family Foundation, <a href="http://www.statehealthfacts.org/">http://www.statehealthfacts.org/</a>

*Note*: Percentages based on unduplicated counts of enrollees. Comprehensive managed care plans include commercial or Medicaid-only managed care organizations that provide comprehensive services to enrollees. Any managed care plans includes individuals receiving comprehensive or limited benefits from managed care plans and includes individuals enrolled in Primary Care Case Management programs.

## Resources for additional information on Medicaid and CHIP in Montana

- → Montana's Medicaid website: <a href="http://www.dphhs.mt.gov/programsservices/medicaid.shtml">http://www.dphhs.mt.gov/programsservices/medicaid.shtml</a>
- → Kaiser Family Foundation's State Health Facts website: http://www.statehealthfacts.org/

### Medicaid in Rural Areas

The information below defines "Rural" as residing in a non-metropolitan county and "Urban" as residing in a metropolitan county. These definitions are based on the Core Based Statistical Area (CBSA) designations from the Office of Management and Budget. Non-metropolitan counties include micropolitan counties and counties not in a CBSA.

Table 6. Percent of residents enrolled in Medicaid by age and rurality, 2008-2009 (based on survey data)

| Age         | Urban % on Medicaid | Rural % on Medicaid |
|-------------|---------------------|---------------------|
| 0-18        | 24.6                | 31.3                |
| 19-64       | 7.2                 | 7.4                 |
| 65 and Over | 3.8                 | 6.2                 |

Source: Current Population Survey, 2008 - 2009

*Note*: Figures are the percent of rural and urban residents who reported that were ever enrolled in Medicaid during 2008 and 2009. The Current Population Survey is the most commonly used source of state-level health insurance coverage information. These data may vary from the administrative data collected from state websites in Table 7. Estimates from the Current Population Survey of the number of people covered by Medicaid are usually lower than those from other surveys and administrative data.

Table 7. Medicaid enrollment and expenditures by rurality (based on administrative data from the state's Medicaid website)

|   | Urban        | Rural        |
|---|--------------|--------------|
| I. Total Medicaid Recipients (March 2010)               | 29,605       | 56,728       |
| II. Recipients as Percent of<br>Population (March 2010) | 9.0%         | 8.5%         |
| III. Dollars Spent (March 2010)                         | \$20,089,644 | \$39,527,765 |
| IV. Dollars Spent per Recipient (March 2010)            | \$678        | \$696        |
| V. Managed Care Enrollees                               | N/A          | N/A          |

Sources and Notes:

I: Statistical Report. Table 5: Medical Assistance by County, Number of Recipients and Amount of Payments by Type of Service. March 2010.

http://www.dphhs.mt.gov/statisticalinformation/tanfstats/tanf052009/index.shtml

II: Figure is Total Recipients/Total Population. Total Population based upon US Census Bureau data.

III: Statistical Report. Table 5: Medical Assistance by County, Number of Recipients and Amount of Payments by Type of Service. March 2010.

 $http://www.dphhs.mt.gov/statisticalinformation/tanfstats/tanf052009/index.shtml\ IV: ""$ 

V: N/A

## Critical Access Hospital payment under Medicaid

Under federal law, Critical Access Hospitals (CAHs) must receive cost-based reimbursement from Medicare. It is up to the individual states whether or not to provide CAHs with cost-based reimbursement for Medicaid. This chart identifies the form of payment a CAH receives from the state Medicaid program as of 2010.

Table 8. Critical Access Hospital payment under Medicaid, 2010

| Care       | Payment Type             |
|------------|--------------------------|
| Inpatient  | Greater than cost (101%) |
| Outpatient | Greater than cost (101%) |

Source: Carol Bischoff, Montana Flex Coordinator

For more information see:

http://www.shepscenter.unc.edu/research\_programs/rural\_program/pubs/finding\_brief/FB94.pdf