

Date: June 23, 2003

Health Care Access Fund
END OF SESSION, JUNE 2003

FINAL

Figures in \$ Thousands

NOTE: During the 2003 session, the Legislature increased revenue and reduced expenditures as follows¹:

	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
<i>Legislative Changes to Revenues²</i>	3,071	8,974	10,304	11,493
<i>Legislative Changes to Expenditures</i>	(51,562)	(99,852)	(119,903)	(142,626)

The numbers below reflect these changes. The attachment provides details of the changes.

	Closing FY 02	Budgeted FY 03	Base FY 04	Base FY 05	Projected FY 06	Projected FY 07
<u>Actual and Estimated Resources</u>						
Balance forward from prior year	288,008	246,819	157,560	125,113	0	0
Prior year adjustments	(872)					
Adjusted balance forward	287,136	246,819	157,560	125,113	0	0
Revenues:						
2% Provider Tax ³	190,067	204,666	261,473	366,253	400,892	436,723
1% Gross Premium Tax ⁴	0	0	23,932	61,653	66,210	70,772
State share of MnCare enrollee premiums	27,700	23,292	29,568	41,966	49,336	52,369
Investment income	9,912	4,913	5,047	7,909	0	0
Federal match on administrative costs	4,548	3,175	2,637	2,691	2,691	2,691
Revenue refunds	(16,144)	(10,900)	(10,400)	(11,800)	(12,000)	(12,000)
Total Revenues	216,083	225,146	312,257	468,672	507,129	550,555
Total Resources Available	503,219	471,965	469,817	593,785	507,129	550,555
<u>Actual and Estimated Uses</u>						
Expenditures:						
MinnesotaCare direct appropriation	194,624	253,009	267,401	281,856	324,320	355,305
State share of MnCare enrollee premiums ⁵	27,700	23,292	29,568	41,966	49,336	52,369
Federal Medicaid and S-CHIP offsets (non-add):	[117,549]	[138,312]	[166,482]	[179,304]	[196,925]	[212,877]
Department of Human Services	14,984	18,413	20,352	20,333	20,305	20,305
Interest on tax refunds	526	550	520	590	600	600
University of MN (TR out)	2,537	2,537	2,157	2,157	2,157	2,157
Department of Health	10,196	10,133	6,273	6,273	6,273	6,273
Board of Dentistry	0	75	64	64	0	0
Legislature	150	150	128	128	128	128
Department of Revenue	1,343	2,152	1,654	1,654	1,654	1,654
Total Expenditures	252,060	310,311	328,117	355,021	404,773	438,791
Transfers Out:						
Special Revenue Fund: MAXIS/MMIS	4,340	4,094	0	0	0	0
General Fund: Balance at end of fiscal year ⁶	0	0	0	192,442	52,943	59,105
General Fund: Provider & premium tax expansion			16,587	46,322	49,413	52,659
Total Transfers Out	4,340	4,094	16,587	238,764	102,356	111,764

Total Uses	256,400	314,405	344,704	593,785	507,129	550,555
Annual Structural Surplus/(Deficit)	(40,317)	(89,259)	(32,447)	(125,113)	0	0
Balance Including Reserves	246,819	157,560	125,113	0	0	0

¹ These numbers do not reflect anticipated new federal Medicaid dollars provided through the Jobs & Growth Tax Relief Reconciliation Act of 2003. To the extent they are available, these additional dollars will be recognized in the November forecast.

² Net figures.

³ Provider tax is 1.5% through December 31, 2003 and increases under current law to a rate of 2% effective January 1, 2004.

⁴ Gross premium tax is 0% through December 31, 2003 and increases under current law to a rate of 1% effective January 1, 2004.

⁵ Actual contributions made by enrollees include both federal and state share of premiums.

⁶ At the end of each of fiscal years 2005, 2006, and 2007, any remaining HCAF balances will be transferred to the general fund.