

Omnibus Act: Omnibus Bill Impact to Unwinding



Topics

- High Level Changes as a Result of Omnibus Bill
- Federal Participation Rates through Unwinding Period
- Timeline for Redeterminations



Omnibus Act Changes:

- Prior to Omnibus Act end of Continuous Eligibility requirements was tied to end of the Public Health Emergency (PHE):
 - Omnibus bill delinks PHE from ending of continuous eligibility requirements
 - Omnibus bill set March 31, 2023 as the end of continuous eligibility requirements
 - States have 12 months to initiate review of all Medicaid eligibles
 - No terminations of coverage can occur before April 1, 2023
- Increased FMAP funding due to continuous eligibility requirements would continue only through quarter in which PHE ended
 - If PHE ended on January 11, 2023, Kansas would receive increased FMAP until March 31, 2023, and then all increased funding would end
 - Omnibus provides step down approach to ending the increased FMAP to states



Omnibus Act Changes to Federal Medical Assistance Percentage (FMAP)

- Kansas Base FMAP Rate for Federal Fiscal Year 2023 is 59.76%
- Omnibus Bill Changes to Increased FMAP Compared to Previous Guidance for Calendar Year 2023 (assuming April 1, 2023, end date to continuous eligibility requirement)

Quarter	Omnibus Change to Increased FMAP	Previous Guidance to Increased FMAP
January 1 – March 31, 2023	6.2%	6.2%
April 1 – June 30, 2023	5.0%	0%
July 1 – September 30, 2023	2.5%	0%
October 1 – December 31, 2023	1.5%	0%

Omnibus change to a gradual reduction of increased FMAP results in an overall net gain to state in increased FMAP for calendar year 2023 compared to previous guidance



Redetermination Timeline

- Kansas will start the unwinding with the April reviews
- April review notices were mailed on March 13
- Medicaid members have 30 days to return their review
- Members with an April review that are determined no longer eligible or any household who does not return their review notice will no longer be enrolled in Medicaid as of May 1, 2023
- Review notices will be generated on or before the 15th of each month
- Reviews will be generated in chronological order over a 12 month window



Continuous Eligibility Impact to Medicaid Enrollment

- Under current law, during PHE, Kansas Medicaid may not terminate Medicaid eligibility unless (1) the beneficiary moves away from Kansas; (2) the beneficiary dies; or (3) the beneficiary asks to terminate coverage. This means the number of Kansans receiving Medicaid benefits has increased significantly since March 2020:
 - In February 2020, 405,716 individuals were enrolled in Kansas medical assistance programs.
 - As of January 1, 2023, 539,417 individuals were enrolled in Kansas medical assistance programs.
- Estimates are that between 110,000 and 125,000 will no longer be eligible for Medicaid coverage