

Greenbook
LSC Analysis of Enacted Budget

Joint Medicaid
Oversight Committee

Nicholas J. Blaine, Budget Analyst
Legislative Service Commission

August 2017

TABLE OF CONTENTS

OVERVIEW..... 1
Agency Overview..... 1
Appropriation Overview 1
H.B. 49 Provisions 2
Vetoed Provisions 2
ANALYSIS OF ENACTED BUDGET 3

ATTACHMENT:

Budget Spreadsheet By Line Item

Joint Medicaid Oversight Committee

- Funding is all GRF
- Provides ongoing legislative oversight of the Medicaid Program in Ohio

OVERVIEW

Agency Overview

The Joint Medicaid Oversight Committee (JMOC) provides continuing legislative oversight over the state's Medicaid Program, including the following specific duties: contracting with an actuary before the beginning of each fiscal biennium to determine the projected medical inflation rate for the upcoming biennium, reviewing how the Medicaid Program relates to the public and private provision of health care coverage in Ohio and the United States, and recommending, to the extent JMOC determines appropriate, improvements in statutes and rules concerning the Medicaid Program.

JMOC is a ten-member legislative committee that was created by S.B. 206 of the 130th General Assembly in March of 2014. The House Speaker and Senate President each appoint three members from the majority party and two members from the minority party to serve on the committee. JMOC's daily operations are the responsibility of an executive director and one additional full-time employee. H.B. 49 grants the JMOC Chair, rather than the full committee as under prior law, the authority to hire and terminate JMOC staff with the approval of the Speaker and President.

Appropriation Overview

JMOC received appropriations totaling \$340,814 in FY 2018, a decrease of 28.4% from FY 2017 actual expenditures, and \$502,982 in FY 2019, an increase of 47.6% over FY 2018 appropriations. The appropriations for JMOC are higher in odd-numbered years since JMOC contracts with an actuary to determine the medical inflation rate for the upcoming biennium.

Agency Appropriations by Fund Group, FY 2018-FY 2019 (Am. Sub. H.B. 49)					
Fund Group	FY 2017*	FY 2018	% change, FY 2017-FY 2018	FY 2019	% change, FY 2018-FY 2019
General Revenue	\$475,848	\$340,814	-28.4%	\$502,982	47.6%
TOTAL	\$475,848	\$340,814	-28.4%	\$502,982	47.6%

*FY 2017 figures represent actual expenditures.

H.B. 49 Provisions

H.B. 49 requires JMOC to conduct a study to determine the feasibility of simultaneously implementing a plan that is similar to the Healthy Indiana Plan and a high-risk pool in Ohio. The Healthy Indiana Plan provides health insurance to adults aged 19 to 64 whose incomes are less than 138% of the federal poverty level and who are not eligible for another category of Medicaid; this program initially began in 2008. Additionally, the program requires participants to make monthly contributions based on the participant's income level. A high-risk pool would allow individuals, who would otherwise be uninsurable if insurers could charge increased rates to individuals with pre-existing conditions, to obtain nongroup health insurance.

Vetoed Provisions

The Governor vetoed provisions that would have prohibited increasing the Medicaid payment rate if the Ohio Department of Medicaid, or other responsible agency, failed to submit the proposal to JMOC, if JMOC voted within 30 days of receiving the proposal to prohibit its implementation, or if the General Assembly adopted a concurrent resolution prohibiting the proposal's implementation within 90 days after JMOC's deadline.¹

¹ On July 6, 2017, the House voted to override the Governor's veto of this item. The Senate had not acted on the override when this Greenbook was published.

ANALYSIS OF ENACTED BUDGET

Appropriations for the Joint Medicaid Oversight Committee				
Fund	ALI and Name		FY 2018	FY 2019
General Revenue Fund				
GRF	048321	Operating Expenses	\$340,814	\$502,982
Total Funding: Joint Medicaid Oversight Committee			\$340,814	\$502,982

JMOC pays for all of its expenses through GRF appropriation item 048321, Operating Expenses, appropriated at \$340,814 in FY 2018, a decrease of 28.4% from FY 2017 actual expenditures, and \$502,982 in FY 2019, an increase of 47.6% over FY 2018 appropriations. As previously stated, appropriations for JMOC are higher in odd-numbered years because JMOC contracts with an actuary to determine the medical inflation rate for the upcoming biennium.

H.B. 49, As Enacted, allows the JMOC Director to certify to the Director of Budget and Management the unspent and unencumbered balance of appropriation item 048321 at the end of each fiscal year; any amount certified is reappropriated in the next fiscal year.

JMO.docx/lb

FY 2018 - FY 2019 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			Appropriation	FY 2017 to FY 2018	Appropriation	FY 2018 to FY 2019		
			FY 2016	FY 2017	FY 2018	% Change	FY 2019	% Change
Report For Main Operating Appropriations Bill			Version: As Enacted					
JMO Joint Medicaid Oversight Committee								
GRF	048321	Operating Expenses	\$ 309,906	\$ 475,848	\$ 340,814	-28.38%	\$ 502,982	47.58%
General Revenue Fund Total			\$ 309,906	\$ 475,848	\$ 340,814	-28.38%	\$ 502,982	47.58%
Joint Medicaid Oversight Committee Total			\$ 309,906	\$ 475,848	\$ 340,814	-28.38%	\$ 502,982	47.58%