

Health Care Access Fund

Governor's Recommendations

January 2025

<u>Sources</u>	Actuals FY 24	Projected FY 25	Projected FY 26	Projected FY 27	Projected FY 28	Projected FY 29
Balance Forward from Prior Year	953,921	868,652	459,858	231,846	156,675	135,464
Prior Year Adjustments	3,467	-				
Adjusted balance forward	957,388	868,652	459,858	231,846	156,675	135,464
Revenues:						
2%/1.8% Provider Tax [1.6% in CY 23]	751,121	824,430	860,780	902,560	947,480	993,990
1% Gross Premium Tax	137,161	142,290	146,760	152,450	159,770	167,510
Provider and Premium Tax Refunds	(18,597)	(30,600)	(30,590)	(19,780)	(19,810)	(19,840)
MinnesotaCare Enrollee Premiums	493	1,829	18,847	36,363	36,157	35,897
Investment Income	59,004	26,900	13,200	6,010	5,900	6,790
MinnesotaCare: Federal Basic Health Program ¹ [Non-Add]	[582,866]	[590,872]	[571,341]	[551,653]	[562,304]	[591,217]
Federal Match on Administrative Costs	10,997					
Total Revenues	940,179	964,849	1,008,997	1,077,603	1,129,497	1,184,347
Transfers In: ²						
Cancellation from Odyssey Fund to Health Care Access Fund	-					
Total Sources	1,897,567	1,833,501	1,468,856	1,309,449	1,286,172	1,319,810
<u>Uses</u>						
Expenditures:						
MinnesotaCare: Direct Appropriation	79,759	49,105	86,923	117,753	130,760	126,136
MinnesotaCare: Federal Basic Health Program Expenditures[Non-Add]	[582,866]	[590,872]	[571,341]	[551,653]	[562,304]	[591,217]
MinnesotaCare: State Share of Enrollee Premiums	391	1,829	18,847	36,363	36,157	35,897
Medical Assistance	776,054	1,193,661	1,002,715	864,495	864,495	864,495
Department of Human Services ³	40,806	68,379	42,877	42,877	42,877	42,877
Department of Health ³	47,321	62,062	53,354	50,962	50,962	50,962
University of Minnesota	2,157	2,157	2,157	2,157	2,157	2,157
Legislature	-	-	-	-	-	-
Department of Revenue ³	1,674	1,846	1,760	1,760	1,760	1,760
MNSure ³	227	849	-	-	-	-
Board of Pharmacy	-	114	-	-	-	-
Interest on Tax Refunds	800	1,080	930	560	560	560
Department of Human Services Federal Reimbursement ⁶	-	(17,049)	(17,049)	(17,049)	(17,049)	(17,049)
Governor's Recommendations						
DHS Operating Adjustment	-	-	1,085	2,213	2,213	2,213
MDH Operating Adjustment	-	-	1,411	2,857	2,857	2,857
Pharmacy Carveout	-	-	(8,681)	11,889	(1,879)	(1,896)
Extend Access to Audio-only Telehealth	-	-	1,070	1,327	229	-
Premium Security Plan (Mnsure Costs)	-	-	15,000	-	-	-
Increasing the Health Care Access Fund Share of Medical Assistance	-	-	25,000	25,000	25,000	25,000
Total Expenditures	949,190	1,364,033	1,227,399	1,143,164	1,141,099	1,135,969
Transfers Out:						
To General Fund						
M.S. 16A.724 Subd 2(a) ^{4,5}	70,215	-	-	-	-	-
Total General Fund Transfers	70,215	-	-	-	-	-
Special Revenue Fund: DHS Systems and Other	9,510	9,510	9,510	9,510	9,510	9,510
Special Revenue Fund: MDH ITA Transfers	-	-	-	-	-	-
Special Revenue Fund: Insulin Safety Net	-	100	100	100	100	100
Total Transfers Out	79,725	9,610	9,610	9,610	9,610	9,610
Total Uses	1,028,915	1,373,643	1,237,009	1,152,774	1,150,709	1,145,579
Structural Balance	(88,736)	(408,794)	(228,012)	(75,171)	(21,212)	38,768
Balance	868,652	459,858	231,846	156,675	135,464	174,231

¹ Federal funding for MinnesotaCare is received through the Basic Health Program and is deposited in a Trust Fund within the state's Federal Fund for use for eligible expenditures.

² Laws 2017, chapter 13, article 1, section 15, as amended by Laws 2022, Chapter 44, Section 5 requires, requires the balance of the Premium Security Plan Account to be transferred to the HCAF at the end of FY 2029. The HCAF statement will recognize that transfer if it occurs. Laws 2023, Chapter 57 transfers \$276 million from the

³ FY 2025 figure includes funding carried forward from previous years.

⁴ Laws 2021, Special Session 1, chapter 7, article 1, Sec. 40, paragraph (b) as amended by Laws 2022, Chapter 44, Sec. 6, repeals this transfer starting in FY 2025.

⁵ Laws 2022, Chapter 44, Section 1 limits the amount to be transferred from the HCAF to the general fund at \$70.215 million in fiscal year 2024.

