What’s at Stake?

- Jobs
- Strong State Economy
- Essential Federal Funding
- Healthy Communities
Illinois is Getting SHORTCHANGED

Federal Contribution Per Medicaid Beneficiary 2015

- IL receives LESS Federal Funding per Medicaid Beneficiary than ANY other state in the U.S.
- IL has ONE OF THE LOWEST Medicaid matching rates in the country

U.S. Rank (higher is better)

#2 MISSOURI*  
#3 KENTUCKY

#17 OHIO  
#18 MICHIGAN

#21 NEW YORK ($4,904)  
#23 IOWA

#26 PENNSYLVANIA ($4,687)

#29 WISCONSIN*  
#31 INDIANA

#33 TEXAS ($4,437)*  
#35 CALIFORNIA ($4,397)

#48 FLORIDA ($3,629)*  
#50 ILLINOIS

* No Medicaid expansion funds included
Faces of Illinois
MEDICAID

52% Children
17% Individuals with Disabilities
11% Seniors

25% Statewide Total

Source: Department of Healthcare and Family Services, U.S. Census and Kaiser Family Foundation
49th in Average Spending Per Medicaid Enrollee

National Average = $7,316

Substantially lower than EVERY state in the Midwest, and lower than California, Florida, New York, Pennsylvania and Texas.
Our Medicaid Program CANNOT SUSTAIN FURTHER CUTS

LESS
Federal funding per Medicaid beneficiary than ANY OTHER STATE

LOWEST FEDERAL MATCHING RATE—
51.3%
(compared with the highest of 74.6% for Mississippi)

50TH
IN FEDERAL MEDICAID SPENDING per beneficiary
83% of Medicaid Payments Come from Non-state Sources

$1.4b
Hospital Assessment Tax

20%

$1.1b
State GRF Dollars

17%

63%

$4.2b
Federal Match from Hospital Spending

Impact: only 17¢ of every $1 in Medicaid hospital services come from State General Revenue Funds (GRF)
CONSISTENT CREATOR OF JOBS that Bolster the Middle Class

Building Strong Communities Across Illinois

**Total Impact**

$95.3b

Annual amount Illinois hospitals infuse into the state’s economy

**Ripple Effect**

$1.40

For every dollar hospitals spend, an additional $1.40 is generated in spending in state and local economies

**Jobs**

466k

Generated by Illinois hospitals

Source: IHA 2018 Economic Impact Report
IHA: A GOOD PARTNER to the State

IHA Medicaid MCO Issues

1. Denial rates are unacceptably high
2. Reasons for denying claims are numerous
3. Timeframe for denial resolution is lengthy
4. Administrative costs to receive accurate reimbursement are substantial

Promote ongoing MCO transparency and oversight of performance
Illinois hospitals and health systems play a critical and irreplaceable role in building healthy communities and strong state and local economies.

Just as lives depend on our hospitals, our hospitals depend on the support of the government and the public.

It is imperative that state and federal officials ensure funding to strengthen these efforts.

**Action Requested**

1. **Ensure Adequate Funding for Healthcare**
   a. No Medicaid cuts in FY19
   b. Support additional back-bill payment

2. **Ensure Access to Care and Critical Services**
   a. Maintain tax exemption for non-profit hospitals
   b. Reauthorize the tax credit for investor-owned hospitals
   c. Support SB3049, IHA’s telehealth initiative, and request a co-sponsor

3. **Promote MCO Transparency and Performance**

By working together, we will continue to improve health, increase access to care and reduce costs.