

#### How Medicaid Supports Parents in Crisis, Children in or Aging out of Foster Care, Relative Caregivers, and Adoptive Families

March 4, 2025

#### **Our Speakers**

Zach Laris Boulder Horizons



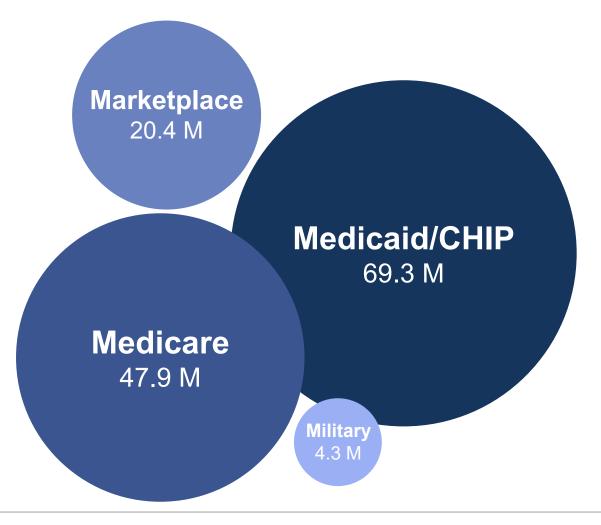
#### Beth Patton generations united

Because we're stronger together®





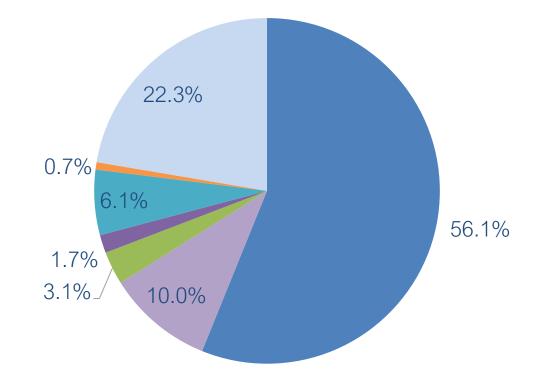
#### Health Insurance Supported by Federal Funding, 2023





Source: KFF, Health Insurance Coverage of the Total Population. Individuals who report more that one type of coverage are classified into one group only; individuals who report Medicaid and another source of coverage, including dual eligibles, are counted in the Medicaid category.

#### **Medicaid Is Largest Source of Federal Funds for States**



■ Medicaid ■ K-12 Education ■ Higher Education ■ Public Assistance ■ Transportation ■ Corrections ■ All Other



Source: CCF analysis of National Association of State Budget Officers (NASBO) data for state fiscal year 2024 (estimated).

### **Medicaid's Many Roles**

- Medicaid is the largest funder of long-term care services
- Medicaid is the largest funder of substance abuse treatment/mental health services
- Medicaid/CHIP covers nearly half of all children, including children in foster care and children with special health care needs
- Medicaid covers 40 to 50 percent of births
- Medicaid plays a key role in pandemics and natural disasters
- Medicaid's role is critical for rural areas



### **Medicaid is a Complex State-Federal Partnership**

- 50 states/DC; Puerto Rico/US territories
- \$951 billion in federal funding in 2024
- Health insurance for 72 million Americans
- Tens of thousands of individual doctors and health care practitioners, hospitals, nursing facilities, other institutional providers
- Hundreds of managed care organizations



### **Congressional Tools**

- Budget Reconciliation
  - Only requires simple majority
  - Budgetary impact provisions only
    - Certain tax, spending, and debt limit legislation
    - Social Security exempt
  - Is not subject to filibuster
- Regular Order Legislation
  - 60 votes in Senate
  - Slim majority in Senate would likely negate this option



#### Inventory of Potential Cuts in House Budget Reductions over 10 Years

- Medicaid per capita caps \$900B
- Equalize FMAP for expansion population - \$561B
- Lower Medicaid matching rate floor \$387B
- Limit Medicaid provider taxes -\$175B
- Repeal eligibility & enrollment Rule
   \$164B
- Repeal access rule \$121B

- Establish mandatory work requirements \$100B
- Block grant GME \$75B
- Standardize Medicaid admin rate -\$69B
- Limit eligibility based on citizenship status - \$35B
- Reverse family glitch fix \$35B
- Repeal nursing home minimum staff final rule - \$22B



## Where Things Stand

- House budget resolution passed along party lines (1 exception)
- Goal = \$1.5-\$2T in spending cuts
- Instructs E&C committee to make \$880B in health cuts
- 1 spending and tax cut bill endorsed by President Trump

- Senate prefers 2 bills, delaying spending cuts
- Senate budget resolution passed with instructions to find AT LEAST \$1B in cuts
- What's next?
  - Joint Budget Resolution
  - Must fund the government past 3/14 (requires majority vote)



## **Strong Medicaid for Strong Families**

## Child Welfare: Trauma & Relationships

- Prevent abuse and neglect.
- Support families, prevent foster care.
- Provide foster care.
- Promote permanency.
- Transition into adulthood



## **Medicaid Strengthens Families Across All**

## Medicaid Strengthens Child Welfare

- Safety
  - 1 coverage, 1 abuse & neglect
- Permanency
  - Coverage keeps connection
- •Wellbeing
  - Access to healing

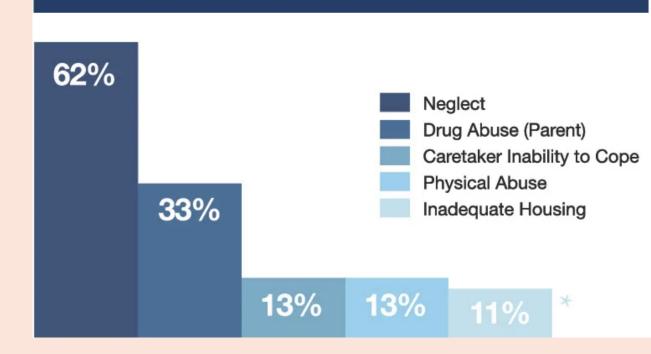


## **Medicaid for Healthy Parents**

SUD drives foster care entries
63,585 (1/3) entered care

• Nearly ½ of kids in care go home

Medicaid= access and stability



REASONS CHILDREN ENTER FOSTER CARE

# Medicaid for Stable Kin and Adoptive Families

- Kinship= gold standard, ~1/3
- Adoption almost 30%- 53,665
- Special needs adoptions get Medicaid coverage
- For both, economic stability



## Medicaid for Thriving Children and Youth

- Unique health needs & trauma
  - 80%- Sig. mental health need
  - 1/3- Chronic condition
- Medicaid & EPSDT cover:
  - 99% of kids in care
  - ~18,000 youth aging to 26
  - Key MH services like TFC



## Resources to Come...

## **Over to Christina for Parent Perspective**