

Health Care Access Fund

2025 End of Session

	Actuals	Projected	Projected	Projected	Projected	Projected
<u>Sources</u>	FY 24	FY 25	FY 26	FY 27	FY 28	FY 29
Balance Forward from Prior Year	953,921	868,652	482,891	95,912	20,614	(5,332)
Prior Year Adjustments	3,467					
Adjusted balance forward	957,388	868,652	482,891	95,912	20,614	(5,332)
Revenues:						
2%/1.8% Provider Tax [1.6% in CY 23]	751,121	829,600	875,900	921,400	967,100	1,013,200
1% Gross Premium Tax	137,161	147,260	151,880	157,780	165,350	173,360
Provider and Premium Tax Refunds	(18,597)	(30,630)	(30,610)	(19,800)	(19,830)	(19,860)
MinnesotaCare Enrollee Premiums	493	1,841	19,072	37,735	37,732	37,726
Investment Income	59,004	39,541	15,430	8,410	6,850	7,640
MinnesotaCare: Federal Basic Health Program ¹ [Non-Add]	[582,866]	[597,433]	[592,309]	[548,103]	[579,896]	[612,222]
Federal Match on Administrative Costs	10,997					
Enacted:						
Modify Provider Tax Gross Revenue Definition Relating to Prescription Drug Rebates	-	-	9,900	14,000	14,700	15,400
Total Revenues	940,179	987,612	1,041,572	1,119,525	1,171,902	1,227,466
Total Sources	1,897,567	1,856,265	1,524,462	1,215,437	1,192,516	1,222,134
<u>Uses</u>						
Expenditures:						
MinnesotaCare: Direct Appropriation	79,759	49,624	103,489	169,547	167,906	166,040
MinnesotaCare: Federal Basic Health Program Expenditures[Non-Add]	[582,866]	[597,433]	[592,309]	[548,103]	[579,896]	[612,222]
MinnesotaCare: State Share of Enrollee Premiums	391	1,841	19,072	37,735	37,732	37,726
Medical Assistance	776,054	1,193,661	1,002,715	864,495	864,496	864,495
Department of Human Services ²	40,806	68,379	42,877	42,877	42,877	42,877
Department of Health ²	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 ²	1,674	1,846	1,760	1,760	1,760	1,760
MNsure ²	227	849				
Board of Pharmacy		114				
Interest on Tax Refunds	800	1,080	930	560	560	560
Department of Human Services Federal Reimbursement ³		(17,049)	(17,049)	(17,049)	(17,049)	(17,049)
Enacted:						
Extend Access to Audio-only Telehealth	-	-	1,072	1,326	228	-
Directed Payment for Pharmacy Dispensing Fee	-	-	1,535	2,236	-	-
Health Insurance Plan Formulary Requirements	-	-	329	805	822	839
State Pharmacy Benefit Manager for MA & MinnesotaCare	-	-	-	(3,867)	(8,568)	(8,235)
MA Coverage for Long-Term Electrocardiogram Monitoring	-	-	1	3	3	3
Unexpended Grant Balance Cancellations	-	(800)	-	-	-	-
OT/PT Limit with Prior Authorization	-	-	(85)	(206)	(226)	(232)
Additional Funding for Federally Qualified Health Center	-	-	24,086	1,000	6,800	6,800
Rural EMS Uncompensated Care Pool Payment Program	-	-	-	-	2,721	2,721
Operating Adjustments (Department of Human Services)	-	-	1,084	2,213	2,213	2,213
Operating Adjustments (Department of Health)	-	-	1,411	2,857	2,857	2,857
Public Option Authority & Contingent Appropriation Repeal	-	-	(21,000)	-	-	-
Changes to MinnesotaCare Eligibility for Undocumented Noncitizens	-	-	(13,248)	(43,648)	(45,062)	(46,520)
Increasing the Health Care Access Fund Share of Medical Assistance	-	-	69,450	69,450	75,050	75,050
Total Expenditures	949,190	1,363,764	1,273,940	1,185,213	1,188,239	1,185,024
Transfers Out:						
To General Fund						
M.S. 16A.724 Subd 2(a) ⁴	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: Insulin Safety Net	-	100	100	100	100	100
Special Revenue Fund: Premium Security Plan (Enacted)	-	-	145,000	-	-	-
Total Transfers Out	79,725	9,610	154,610	9,610	9,610	9,610
Total Uses	1,028,915	1,373,374	1,428,550	1,194,823	1,197,849	1,194,634
Structural Balance	(88,736)	(385,762)	(386,978)	(75,298)	(25,947)	32,832
Balance	868,652	482,891	95,912	20,614	(5,332)	27,499

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 FY 2025 figure includes funding carried forward from previous years.

³ Laws 2024, Ch 115 clarified federal reimbursement for administrative costs should be an expenditure reduction, this statement makes this change.

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. 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.



(\$ in thousands)

Minnesota Management and Budget