



Budget Brief: Children's Health Insurance Program

HEALTH AND HUMAN SERVICES APPROPRIATIONS SUBCOMMITTEE

FY 2010

SUMMARY

The 1998 Legislature passed House Bill 137, which established the Children's Health Insurance Program (CHIP) for the State. This program provides health insurance coverage to uninsured children up to age 19 living in families whose income is less than 200 percent of the Federal Poverty Levels. Additionally, eligible children must: (1) not be currently covered by health insurance, (2) not have voluntarily terminated private health insurance within the last 90 days, and (3) be U.S. citizens or legal residents. There is no asset test for CHIP eligibility. For more information please visit

<http://health.utah.gov/chip/howtoapply.htm>. For more

detailed information please visit the online Compendium of Budget Information for the 2009 General Session at http://le.utah.gov/lfa/reports/cobi2009/LI_LPA.htm.

Accountability Detail

The following paragraphs discuss recent appropriations and how they were used by the agency:

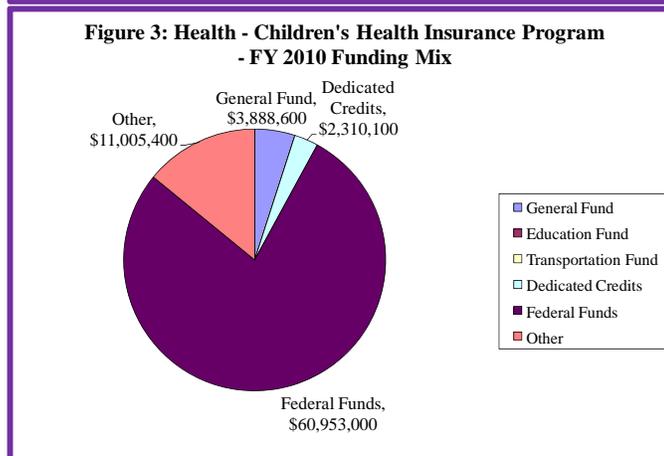
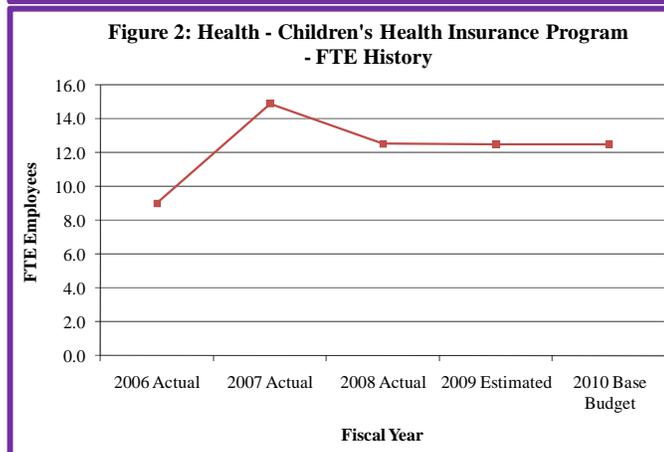
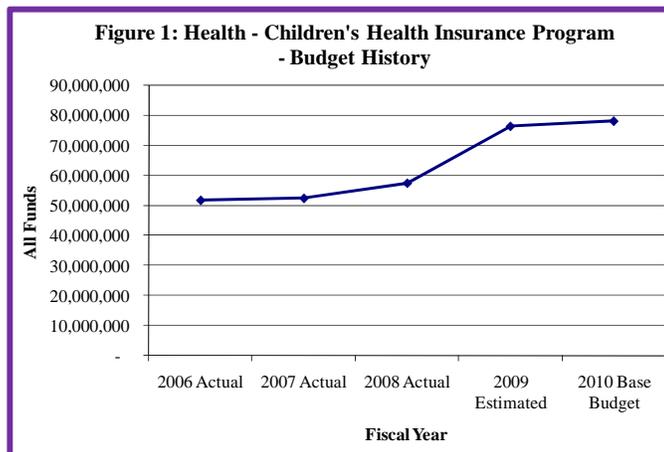
FY 2009 - H.B. 326 "Children's Health Insurance Program - Open Enrollment" provides \$2,700,000 for the FY 2010 base and requires the CHIP program to maintain open enrollment year round and makes the program's appropriations non-lapsing. Prior to this legislation, the CHIP would close the program to new applicants when funding was insufficient for new enrollees. CHIP has had continuous open enrollment since July 2007 and estimates an addition of 6,500 children and estimates lapsing \$500,000 at the close of FY 2009.

FY 2008 – CHIP received \$4,000,000 (\$2,000,000 ongoing) for CHIP enrollment expansion. CHIP has expanded outreach efforts and will have open enrollment through all of FY 2008. Enrollment came in below budgeted levels. The program lapsed \$3.2 million at the end of FY 2008.

BUDGET DETAIL

The budget listed in the table below details the budget allocations in the base budget bill. The base budget includes the following changes:

1. \$(30,000) ongoing General Fund and \$(150,000) total funds reduction for media outreach



2. \$(500,000) ongoing General Fund and \$(2,500,000) total funds reduction from monies for keeping open enrollment that were added in the 2008 General Session
3. \$(276,300) ongoing General Fund backfilled with federal funds to reflect the favorable change in the FMAP (Federal Medical Assistance Percentage) rate effective October 1, 2009.

Health - Children's Health Insurance Program						
Sources of Finance	FY 2008	FY 2009		FY 2009		FY 2010*
	Actual	Appropriated	Changes	Revised	Changes	Base Budget
General Fund	2,000,000	4,702,200	(537,300)	4,164,900	(276,300)	3,888,600
General Fund, One-time	0	(2,700,000)	505,600	(2,194,400)	2,194,400	0
Federal Funds	44,751,200	59,414,600	(47,500)	59,367,100	1,585,900	60,953,000
Dedicated Credits Revenue	1,526,400	1,765,800	134,200	1,900,000	410,100	2,310,100
GFR - Tobacco Settlement	12,333,100	10,340,400	0	10,340,400	0	10,340,400
Transfers - Medicaid	150,100	0	150,100	150,100	(150,100)	0
Transfers - Other Agencies	0	111,200	(111,200)	0	150,100	150,100
Transfers - Within Agency	0	324,700	(324,700)	0	0	0
Beginning Nonlapsing	0	0	3,214,900	3,214,900	(2,700,000)	514,900
Closing Nonlapsing	(3,214,900)	0	(514,900)	(514,900)	514,900	0
Lapsing Balance	0	2,063,000	(2,063,000)	0	0	0
Total	\$57,545,900	\$76,021,900	\$406,200	\$76,428,100	\$1,729,000	\$78,157,100
Programs						
Children's Health Insurance Program	57,545,900	76,021,900	406,200	76,428,100	1,729,000	78,157,100
Total	\$57,545,900	\$76,021,900	\$406,200	\$76,428,100	\$1,729,000	\$78,157,100
Categories of Expenditure						
Personal Services	896,400	1,011,600	16,100	1,027,700	15,600	1,043,300
In-State Travel	13,000	5,100	8,300	13,400	0	13,400
Out of State Travel	2,200	3,000	600	3,600	0	3,600
Current Expense	1,036,900	857,200	21,200	878,400	150,000	1,028,400
DP Current Expense	36,000	49,700	(13,700)	36,000	0	36,000
Other Charges/Pass Thru	55,561,400	74,095,300	373,700	74,469,000	1,563,400	76,032,400
Total	\$57,545,900	\$76,021,900	\$406,200	\$76,428,100	\$1,729,000	\$78,157,100
Other Data						
Budgeted FTE	12.5	12.5	0.0	12.5	0.0	12.5

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

LEGISLATIVE ACTION

The Executive Appropriations Committee requests that the Subcommittee adopt base budgets for each agency under the Subcommittee's purview, fund Subcommittee priorities, to the extent possible reallocating revenue among programs, and provide a prioritized list of desired items for funding. Adoption of this base budget as listed in this document enables the programs to continue for the next fiscal year at relatively the same level as the current fiscal year.

- The Analyst recommends that the Health and Human Services Appropriations Subcommittee approve a base budget for FY 2010 for Children's Health Insurance Program in the amount of \$78,157,100 with funding as listed in the Budget Detail Table.