

# Compendium of Budget Information for the 2014 General Session

## Business, Economic Development, and Labor Appropriations Subcommittee

### Agency: Insurance

### Line Item: Federal HIPUtah

### Function

As of July 2010 in response to the federal Patient Protection and Affordable Care Act (PPACA), the state entered into a contract with U.S. Health and Human Services to operate the "Pre-Existing Condition Insurance Plan" (PCIP) known as Federal HIPUtah. Federal HIP is a temporary high-risk health insurance pool to provide health insurance coverage to currently uninsured individuals with pre-existing conditions who have been without insurance for at least 6 months. This federal program is run in conjunction with the state program and provides coverage for approximately 1,200 individuals.

Federal HIPUtah will only provide coverage until 2014, when health exchanges become available and pre-existing condition exclusions are prohibited. To date, Federal HIPUtah has been allocated approximately \$460 million to provide coverage for about 2,400 individuals through 2014. No state funds are used to operate the federal high risk pool.

### Funding Detail

Funding for the federal high risk pool is comprised largely of federal dollars and includes dedicated credits from the premiums paid by members of the program.

Sources of Finance	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Federal Funds	\$34,912,500	\$38,407,300	\$0	\$38,407,300	(\$37,248,900)	\$1,158,400
Dedicated Credits Revenue	\$5,406,300	\$4,717,100	\$0	\$4,717,100	(\$4,717,100)	\$0
Beginning Nonlapsing	\$14,700	\$0	\$14,700	\$14,700	(\$14,700)	\$0
Closing Nonlapsing	(\$14,700)	\$0	\$0	\$0	\$0	\$0
<b>Total</b>	<b>\$40,318,800</b>	<b>\$43,124,400</b>	<b>\$14,700</b>	<b>\$43,139,100</b>	<b>(\$41,980,700)</b>	<b>\$1,158,400</b>

Programs	2013	2014	2014	2014	2015	2015

	Actual	Approp	Change	Revised	Change	Approp
Federal HIPUtah	\$40,318,800	\$43,124,400	\$14,700	\$43,139,100	(\$41,980,700)	\$1,158,400
Total	\$40,318,800	\$43,124,400	\$14,700	\$43,139,100	(\$41,980,700)	\$1,158,400

Categories of Expenditure	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Out-of-state Travel	\$0	\$800	\$0	\$800	(\$800)	\$0
Current Expense	\$40,318,800	\$43,123,500	\$14,800	\$43,138,300	(\$41,979,900)	\$1,158,400
DP Current Expense	\$0	\$100	(\$100)	\$0	\$0	\$0
Total	\$40,318,800	\$43,124,400	\$14,700	\$43,139,100	(\$41,980,700)	\$1,158,400

COBI contains unaudited data as presented to the Legislature by state agencies at the time of publication. For audited financial data see the State of Utah's Comprehensive Annual Financial Reports.