

Department of Human Services

Prepared by the North Dakota Legislative Council staff

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Federal medical assistance percentage - The Legislative Assembly anticipated the following FMAPs in developing the department's 2009-11 biennium budget:

| Federal Fiscal Year | North Dakota's FMAP | North Dakota's Enhanced FMAP |
|---------------------|---------------------|------------------------------|
| 2009 | 63.15% | 69.95% |
| 2010 | 63.01% | 69.95% |
| 2011 | 60.69% (estimate) | 69.95% (first quarter) |

The FMAP determines the state and federal share of Medicaid, foster care, and other program costs within the department. The Legislative Assembly provided \$19.7 million of additional general fund support as a result of North Dakota's FMAP reductions projected for the 2009-11 biennium and provided a funding source change of \$66.5 million from the general fund to federal funds due to the enhanced FMAP included in the American Recovery and Reinvestment Act of 2009.

Actual FMAPs are:

| Federal Fiscal Year | North Dakota's FMAP | North Dakota's Enhanced FMAP |
|---------------------|---------------------|------------------------------|
| 2009 | 63.15% | 69.95% |
| 2010 | 63.01% | 69.95% |
| 2011 | 60.35% | 69.95% (first quarter) |

As a result of the decreased FMAP for 2011, the department anticipates needing an additional \$1.4 million of funding from the general fund for the 2009-11 biennium if the enhanced FMAP provided for under the American Recovery and Reinvestment Act of 2009 is not extended through June 30, 2011.

In addition, the preliminary estimate for North Dakota's FMAP for 2012 is 56.96 percent. This 3.39 percent reduction would require an additional \$41 million from the general fund for the Medicaid program per year.