Medicaid Purchase Plan

Response to Act 207 of the 2003 Regular Session

State Fiscal Year 2022

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Executive Summary

Act 207 (Senate Bill No. 305 of the 2003 Regular Session) requires the Louisiana Department of Health (LDH) to submit certain information on a semi-annual basis regarding the Medicaid buy-in program, the Medicaid Purchase Plan (MPP), to the Joint Legislative Committee on the Budget and to the House and Senate Health and Welfare committees. The report includes the status of MPP, the total annual gross income of the program's participants, and any recommendations for expanding coverage in the program. Revised Statute 24:772 also requires that the report be submitted to the President of the Senate and to the Speaker of the House.

This report contains data for the State Fiscal Year (SFY) 2022.

Program Overview

The MPP is an optional Medicaid program that provides healthcare coverage to individuals with disabilities who are employed and meet specific income requirements. MPP was implemented in January 2004 and provides full medical coverage that includes prescription drugs, hospital care, doctor services, medical equipment and supplies, and medical transportation. Since the inception of MPP, 27,908 individuals have been enrolled in the program. The number of enrollees for SFY 2022 was 6,728 individuals. Expenses for these services to members, which includes capitation and maternity kick payments to Managed Care Entities (MCE) and fee for service claims paid directly to providers, totaled \$52,750,367 for SFY 2022.

The Department has no recommendations for expanding coverage in the buy-in program or any related recommendations at this time.

Positive Impact of MPP

With increased earnings comes increased buying power to Louisiana's economy. MPP enrollees are tax-paying residents, whose reported combined gross annual earned income as of June 30, 2022 totaled \$84,901,937, contributed an estimated \$8,197,243 in federal taxes (includes FICA and federal income tax) and \$1,280,952 in state taxes.

The Department recognizes that work is a fundamental part of adult life for people with and without disabilities. MPP is an essential component of supporting individuals with disabilities as they strive to become self-sufficient.

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