

FY2010 Medicaid Economic Impact Calculator

Monies spent on Medicaid flow through the Utah economy supporting jobs and incomes for Utah workers. This income, in turn, generates economic activity along with tax revenue for state government. The Medicaid Impact Calculator* below illustrates the economic impact of using the American Recovery and Revitalization Act's (ARRA) Medicaid stimulus money to make Utah's Medicaid program whole. For FY2010 Utah's federal Medicaid match rate will increase to at least 79.26%. Thus, for every \$1 invested in Medicaid Utah will receive \$4 in federal funds! It costs \$27.8 million in state funds to restore the Medicaid eligibility, services, and provider rate cuts that have occurred during the past year and providing dental service to adults in Utah's Medicaid program; however the payback is substantial! **This investment brings nearly \$104 million in Federal Medicaid funding into Utah's economy, supporting 2911 Utah jobs paying \$78.9 million in salaries and wages. The economic activity that is generated by these wages return \$11.2 million to the State's coffers. This is real money for Utah's struggling economy, and it doesn't even count the 'cost avoidance' that occurs when we invest in medically necessary services and timely access to care.**

Medicaid Restorations & Enhancements	State General Funds	Federal Funds	Jobs Supported	Salaries / Wages	State Tax Revenue
Medicaid Eligibility					
Restore Eligibility for Age, Blind, Disabled to 100% FPL	\$1,904,987	\$7,277,051			
Restore \$5000 Asset Level for Pregnant Women	\$2,337,541	\$8,929,405			
Presumptive Eligibility for Pregnant Women	\$410,871	\$1,569,527			
Restore Medically Needy program to 100% FPL	\$1,657,136	\$6,330,259			
Foster Child Independent Living (HB288)	\$109,507	\$418,318			
Reopen PCN to new enrollees	\$1,240,060	\$4,737,027			
Medicaid Services					
Vision Services for Adults	\$136,580	\$521,737			
Occupational Therapy	\$4,863	\$18,576			
Physical Therapy	\$71,050	\$271,410			
Speech and Hearing	\$98,297	\$375,493			
Dental Services for Age, Blind, Disabled	\$1,460,096	\$5,577,567			
Dental Services for Adults	\$584,038	\$2,231,027			
Medicaid Provider Rates					
Non-Physician provider reimbursement	\$6,936,974	\$26,499,240			
Pharmacist Reimbursement	\$1,230,131	\$4,699,100			
Physician provider reimbursement	\$313,702	\$1,198,340			
Medicaid HMO Administration	\$1,321,000	\$2,642,000			
Medicaid Hospital Reimbursement	\$8,030,528	\$30,676,617			
Total	\$27,847,360	\$103,972,694	2911	\$78,873,686	\$11,260,243

*Source: Jan Crispin, Senior Economist, Bureau of Economic and Business Research, University of Utah, February 2009

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