

Every state has a MMIS

JFAC INTERIM MEETING, OCTOBER 3-5, 2022

From: Jill Randolph, Budget & Policy Analyst, Idaho Legislative Services Office
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 Subject: MMIS Update

Background:

The Medicaid Management Information System or MMIS are the main computer systems used to manage Medicaid programs around the country. This computer system communicates daily with the federal government to account for expenditures and ensure prompt payment of Idaho medical providers. The federal objectives of having an MMIS is for Medicaid program control and administration costs; services to recipients, providers, and inquiries; operations of claims control and computer capabilities; and management reporting for planning and control.¹ The state of Idaho uses the MMIS to: support payment of claims for services delivered to Medicaid participants; house participant and provider data; support state and federal reporting requirements; support the Medicaid provider enrollment function; and support the pharmacy benefit administrative function.

As system requirements change at the federal level and technology ages, the MMIS must be updated and replaced. As the MMIS is a federal requirement, the federal government will pay for 90% of the associated costs while the states must pay 10%. In Idaho, the MMIS was last replaced in 2009.

The Division of Medicaid has requested a total of \$48,500,000 for FY 2024. This request includes \$17,200,000 from the General Fund to be deposited into a new fund, pending successful legislation. This deposit would cover the entire state share for the five-year implementation plan. The table below shows the projected expenditures of this five-year project. The ongoing costs to maintain the new MMIS are already in the Base, as current MMIS support.

Table 1. Expenditure Plan for Five-year Implementation

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	TOTAL
General Fund	\$2,650,000 OT: \$2,400,000 Ongoing: \$250,000	\$3,550,000 OT: \$3,300,000 Ongoing: \$250,000	\$3,550,000 OT: \$3,200,000 Ongoing: \$350,000	\$2,950,000 OT: \$2,600,000 Ongoing: \$350,000	\$1,150,000 OT: \$800,000 Ongoing: \$350,000	\$13,850,000 OT: \$12,300,000 Ongoing: \$1,550,000
Federal Funds	\$23,850,000 OT: \$21,600,000 Ongoing: \$2,250,000	\$31,950,000 OT: \$29,700,000 Ongoing: \$2,250,000	\$31,950,000 OT: \$28,800,000 Ongoing: \$3,150,000	\$26,550,000 OT: \$23,400,000 Ongoing: \$3,150,000	\$10,350,000 OT: \$7,200,000 Ongoing: \$3,150,000	\$124,650,000 OT: \$110,700,000 Ongoing: \$13,950,000
TOTAL	\$26,500,000 OT: \$24,000,000 Ongoing: \$2,500,000	\$35,500,000 OT: \$33,000,000 Ongoing: \$2,500,000	\$35,500,000 OT: \$32,000,000 Ongoing: \$2,500,000	\$29,500,000 OT: \$26,000,000 Ongoing: \$3,500,000	\$11,500,000 OT: \$8,000,000 Ongoing: \$3,500,000	\$138,500,000 OT: \$123,000,000 Ongoing: \$15,500,000

¹ <https://www.medicaid.gov/medicaid/data-systems/medicaid-management-information-system/index.html>