

Higher-than-expected Medicaid enrollment concerns states

May 28 2014



(HealthDay)—Unexpectedly high numbers of Americans who were previously eligible for Medicaid but were not enrolled are now signing up, and states are facing unanticipated costs for that coverage.

Part of the reason why millions of these people have now decided to sign up for Medicaid is the widespread publicity about the need to be insured under the federal [health care law](#), according to the *Associated Press*. Under the law, states can expand Medicaid eligibility to people with incomes up to 138 percent of the federal poverty line—about \$16,100 for an individual. The [federal government](#) will pay the entire cost of coverage through 2016. After that, Washington's share will gradually be reduced to 90 percent.

This method of expanding Medicaid coverage has been accepted by

about half the states. In states that don't take this approach, the federal government will pay an average of about 60 percent of the cost of coverage for people who were previously Medicaid-eligible, the *AP* reported. But even states that opposed the health care law have seen significant rises in Medicaid enrollment, the *AP* reported. For example, there have been increases of 10 percent in Montana, 6 percent in Georgia, and 5 percent in South Carolina, according to the market research firm Avalere Health.

"Anyone who didn't budget for this is going to be behind the eight ball," Avalere CEO Dan Mendelson told the *AP*. "It's the kind of thing governors will want to discuss with the White House."

More information: [Health Highlights: May 27, 2014](#)

Copyright © 2014 [HealthDay](#). All rights reserved.

Citation: Higher-than-expected Medicaid enrollment concerns states (2014, May 28) retrieved 19 April 2024 from <https://medicalxpress.com/news/2014-05-higher-than-expected-medicaid-enrollment-states.html>

<p>This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.</p>
--