

STATE OF FLORIDA
Long-Term Financial Outlook Presented to LBC
FY 19-20 Analysis
Millions

Final

Legislative Base Line for FY 18-19	Recurring	Non-Recurring	Total
1. Balance Forward	\$ -	\$ 1,054.3	\$ 1,054.3
2. Medicaid Surplus	\$ -	\$ 170.0	\$ 170.0
3. Revenue estimates	\$ 33,031.1	\$ 429.6	\$ 33,460.7
4. Appropriation Base Budget	\$ (31,809.4)	\$ -	\$ (31,809.4)
5. Reserves	\$ -	\$ (1,000.0)	\$ (1,000.0)
Available Revenue	\$ 1,221.7	\$ 653.9	\$ 1,875.6

Critical Needs over Appropriation Base Budget	Recurring	Non-recurring	Total
6. Pre K-12 - Mandatory enrollment growth - Includes \$480.0m in RLE growth	\$ (374.7)	\$ (103.9)	\$ (478.6)
7. Higher Education - Enrollment Growth Bright Futures	\$ 1.4	\$ -	\$ 1.4
8. Human Services - Mandatory Medicaid, KidCare, and TANIF	\$ 141.4	\$ 41.5	\$ 182.9
9. Criminal Justice - Fewer Prisoners	\$ (13.4)	\$ -	\$ (13.4)
10. DOT & Economic Development - State Disaster GR federal match	\$ -	\$ 152.2	\$ 152.2
11. Natural Resources	\$ -	\$ -	\$ -
12. General Government - Fiscally Constrained Counties	\$ 0.3	\$ 23.6	\$ 23.9
13. Adm. Funds -Risk Management, Employer Paid Benefits, & FRS	\$ 157.7	\$ 9.4	\$ 167.1
14. Transfer Budget Stabilization	\$ -	\$ 89.3	\$ 89.3
Critical Needs	\$ (87.3)	\$ 212.1	\$ 124.8
Available Revenue	\$ 1,309.0	\$ 441.8	\$ 1,750.8

Programs Funded at a Historic 3 year average	Recurring	Non-recurring	Total
15. Pre K-12 - BSA increase 1.17%, RLE freeze,* \$289.2m GR replacement	\$ 555.5	\$ -	\$ 555.5
16. Higher Education - Replace GR NR, 3-year Ave universities & Colleges	\$ 288.0	\$ -	\$ 288.0
17. Education FCO	\$ -	\$ 118.0	\$ 118.0
18. Human Services - 3-year average ACHA, C&F, Vet Affairs, and PWD	\$ 58.3	\$ 67.9	\$ 126.2
19. Criminal Justice - Conflict Cases, Prisoner Health, DDJ Beds	\$ 113.7	\$ 10.0	\$ 123.7
20. DOT & Econ. Development	\$ -	\$ 168.5	\$ 168.5
21. Natural Resources - Everglades Bonds, 3-year average	\$ 4.1	\$ 305.0	\$ 309.1
22. General Government	\$ -	\$ 66.7	\$ 66.7
23. Administered Funds - 3 year average employee pay	\$ 44.6	\$ 29.4	\$ 74.0
Historic Funded	\$ 1,064.2	\$ 765.5	\$ 1,829.7
Available Revenue	\$ 244.8	\$ (323.7)	\$ (78.9)

* RLE Freeze does not apply to new construction - \$190.8

Historic Revenue Adjustments	Recurring	Non-recurring	Total
24. Historic Tax Cuts	\$ (104.8)	\$ 58.5	\$ (46.3)
25. Historic time limited tax cuts	\$ -	\$ (43.9)	\$ (43.9)
26. Trust fund sweeps	\$ -	\$ 392.5	\$ 392.5
Revenue Adjustments	\$ (104.8)	\$ 407.1	\$ 302.3
Available Revenue	\$ 140.0	\$ 83.4	\$ 223.4

Note- FEFP Millage Rollback

Critical Needs - Freeze RLE - \$289.2m from Reappraisal & \$190.8m from new construction

Other High Priority - Freeze RLE for new construction, Rollback RLE for Reappraisal and replace with \$289.2m Recurring GR

Medicaid Caseload

Children ages 0-18, Pregnant Women, Aged and Disabled

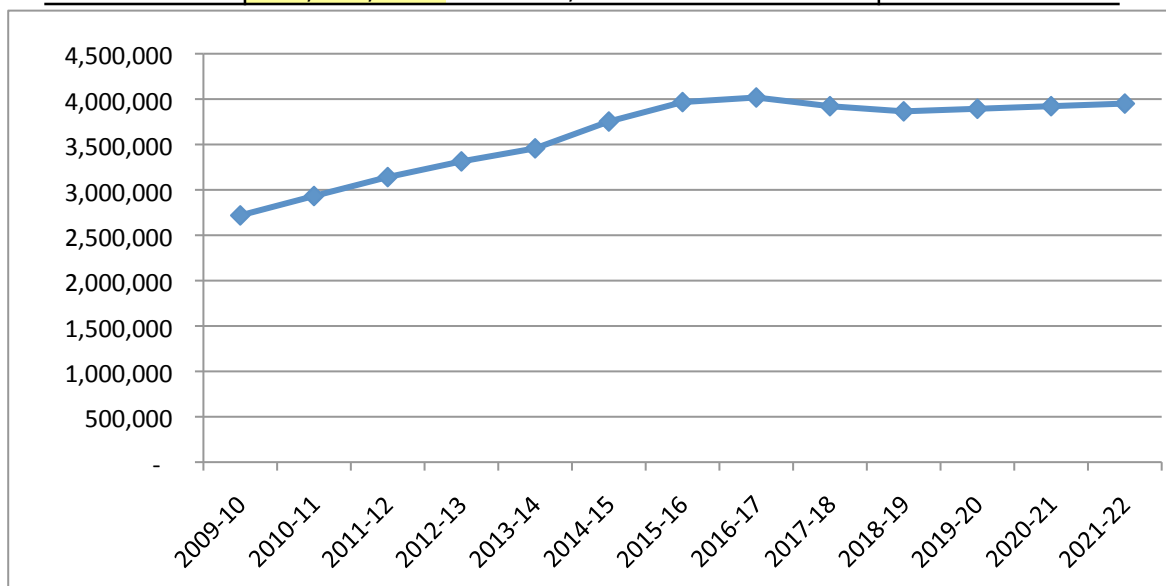
FY 09-10 Thru FY 23-24

Actual

Fiscal Year	Average Level	Change	Percent Change	Total per Capita
2009-10	2,718,523	---	---	0.146
2010-11	2,932,168	213,645	7.9%	0.156
2011-12	3,140,837	208,669	7.1%	0.167
2012-13	3,313,699	172,862	5.5%	0.175
2013-14	3,457,449	143,750	4.3%	0.181
2014-15	3,752,934	295,485	8.5%	0.189
2015-16	3,967,169	214,235	5.7%	0.198
2016-17	4,017,726	50,557	1.3%	0.197

Forecast

Fiscal Year	Average Level	Change	Percent Change	Total per Capita
2017-18	3,921,787	(95,939)	-2.4%	0.190
2018-19	3,865,083	(56,704)	-1.4%	0.183
2019-20	3,893,429	28,346	0.7%	0.182
2020-21	3,922,048	28,619	0.7%	0.181
2021-22	3,950,663	28,615	0.7%	0.180
2022-23	3,979,281	28,618	0.7%	0.178
2023-24	4,007,907	28,626	0.7%	0.177



KidCare Caseload

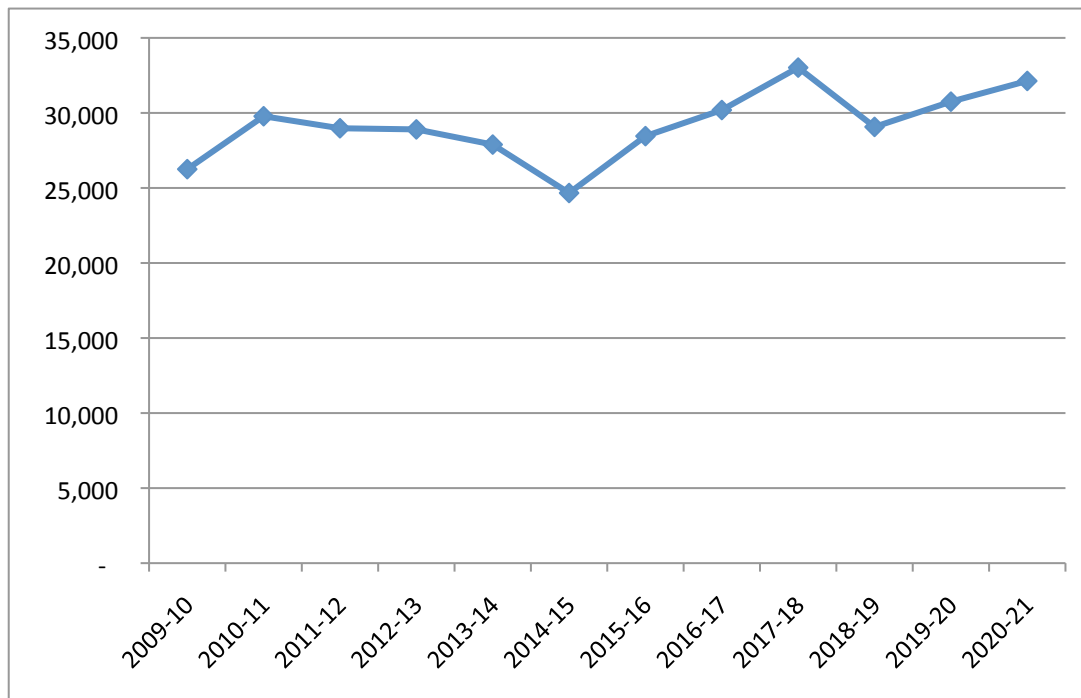
Children ages 0-18, Pregnant Women, Aged and Disabled
FY 09-10 Thru FY 20-21

Actual

	MediKids	Healthy Kids	Children Med Services	Total Kid Care	Annual change
2009-10	26,253	189,113	23,558	238,924	
2010-11	29,779	201,734	24,011	255,524	16,600
2011-12	28,978	200,664	23,907	253,549	(1,975)
2012-13	28,903	206,299	22,904	258,106	4,557
2013-14	27,891	204,014	22,009	253,914	(4,192)
2014-15	24,664	161,393	16,198	202,255	(51,659)
2015-16	28,454	163,108	10,200	201,762	(493)
2016-17	30,193	168,651	9,709	208,553	6,791

Forecast

	MediKids	Healthy Kids	Children Med Services	Total Kid Care	Annual change
2017-18	33,021	180,408	11,314	224,743	16,190
2018-19	29,069	182,187	12,447	223,703	(1,040)
2019-20	30,751	193,206	13,125	237,082	13,379
2020-21	32,131	203,253	13,714	249,098	12,016



Analysis of Medicaid Projections
Recurring General Revenue
FY 2019-20

Medicaid Services - Surplus	Fy 2019-20 Base Budget	Fy 2019-20 Projected Medicaid	Recurring GR Surplus
1. Hospital Inpatient Services	\$ 265,905,098	\$ 245,893,273	\$ 20,011,825
2. Prepaid Health	\$ 3,411,667,279	\$ 3,330,790,991	\$ 80,876,288
	<u>\$ 3,677,572,377</u>	<u>\$ 3,576,684,264</u>	<u>\$ 100,888,113</u>

Medicaid Services - Deficit	Fy 2019-20 Base Budget	Fy 2019-20 Projected Medicaid	Recurring GR Deficit
3. Behavioral Health -Autism	\$ 80,994,680	\$ 170,347,824	\$ (89,353,144)
4. Medicaid co-pay for Mediair	\$ 627,969,486	\$ 706,243,646	\$ (78,274,160)
5. Long Term Care	\$ 1,206,555,753	\$ 1,237,278,517	\$ (30,722,764)
6. Other Medicaid	\$ 1,186,879,001	\$ 1,229,397,354	\$ (42,518,353)
	<u>\$ 3,102,398,920</u>	<u>\$ 3,343,267,341</u>	<u>\$ (240,868,421)</u>

7. Total Medicaid Services	<u>\$ 6,779,971,297</u>	<u>\$ 6,919,951,605</u>	<u>\$ (139,980,308)</u>
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Note: The analysis is based on the Official August 6, 2018 SSEC Medicaid Forecast included in the State of Florida Long-Range Financial Outlook. Fiscal Years 2018-19 through Fiscal Year 2021. The August 6, estimating conference did not include the ongoing rate adjustment currently under negotiation with the managed care companies.

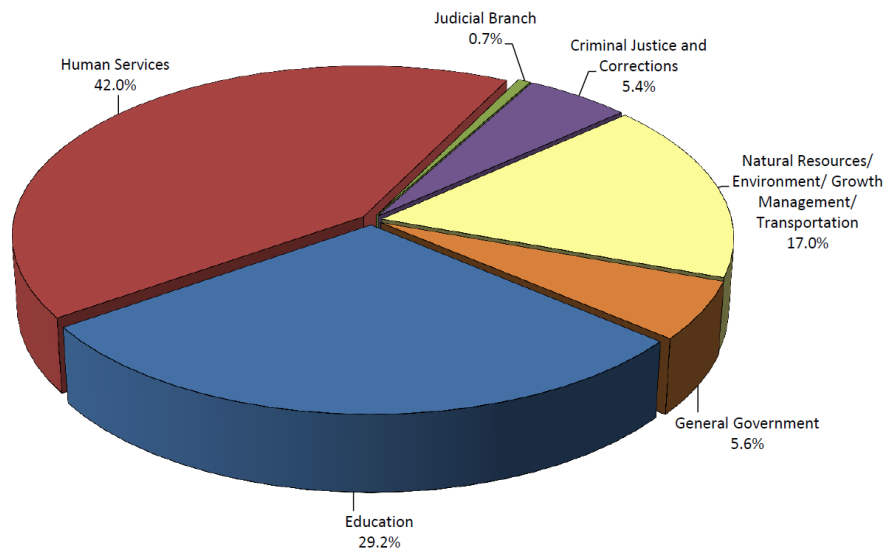
Florida's Long-Range Financial Outlook 2019-20
Medicaid Need Over Base Budget
General Revenue
FY 2019-20

Human Services

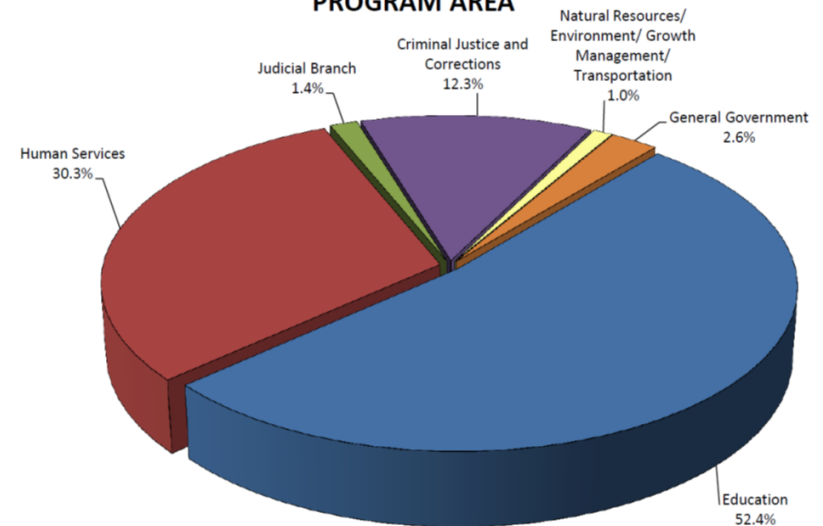
Critical Needs	Recurring	Non-recurring	Total
1. SSEC Medicaid Forecast	\$ (98.5)	\$ (41.5)	\$ (140.0)
2. Kid Care	\$ (50.3)	\$ -	\$ (50.3)
3. Children & Family Surplus	\$ 10.5	\$ -	\$ 10.5
4. Other Human Services	\$ (3.1)	\$ -	\$ (3.1)
Total Critical HS Needs	\$ (141.4)	\$ (41.5)	\$ (182.9)

Fiscal Year 2016/17 - \$82.3 Billion

APPROPRIATIONS BY PROGRAM AREA



GENERAL REVENUE APPROPRIATIONS BY PROGRAM AREA



Safety Net Hospital Alliance of FL



We are...

... 10% of state's hospitals, yet provide almost half of all Medicaid & Charity hospital care.

Statutory Teaching Hospitals	Public Hospitals	Children's Hospitals
Broward Health* Jackson Health System* Mount Sinai Medical Center Orlando Regional Healthcare Tampa General Hospital UF Health Shands Gainesville UF Health Jacksonville	Halifax Medical Center Lee Memorial Health System Memorial Healthcare System Sarasota Memorial Hospital	Johns Hopkins All Children's Hospital Nicklaus Children's Hospital <i>Regional Perinatal Intensive Care Centers</i> Sacred Heart Health System

* Statutory Teaching & Public

Funding Florida's Budget

- * General Revenue fund - 36.8%**
- * Federal Funds - 34.0%**
- * State Trust - 26.5%**
- * Sales & Corporate - 85% of GR**
- * Public Schools - \$8.8b in Property Tax Not in Budget**

FLORIDA EDUCATION FINANCE PROGRAM
2018-2019 FEFP - FINAL CONFERENCE CALCULATION AS FUNDED IN HB 5001 AND CS/SB 7026

Statewide Summary
Comparison to 2017-2018 Third Calculation

	2017-2018 Third Calculation	2018-2019 Final Conference Calculation	Difference	Percentage Difference
MAJOR FEFP FORMULA COMPONENTS				
Unweighted FTE	2,821,037.34	2,847,829.52	26,792.18	0.95%
Weighted FTE	3,072,128.71	3,098,177.31	26,048.60	0.85%
School Taxable Value	1,903,618,856,087	2,029,410,611,154	125,791,755,067	6.61%
 Total RLE Millage	 4.308	 4.091	 (0.217)	 -5.04%
.748 Discretionary Millage	0.748	0.748	0.000	0.00%
Total Millage	5.056	4.839	(0.217)	-4.29%
 Base Student Allocation	 4,203.95	 4,204.42	 0.47	 0.01%
FEFP DETAIL				
WFTE x BSA x DCD (Base FEFP)	12,925,878,447	13,036,844,519	110,966,072	0.86%
Declining Enrollment Supplement	6,164,335	3,118,431	(3,045,904)	-49.41%
Sparsity Supplement	52,800,000	52,800,000	0	0.00%
State Funded Discretionary Contribution	18,697,066	20,918,636	2,221,570	11.88%
.748 Millage Compression	229,709,394	246,327,174	16,617,780	7.23%
Safe Schools Allocation	64,456,019	161,956,019	97,500,000	151.27%
Supplemental Academic Instruction Allocation	711,597,543	717,760,938	6,163,395	0.87%
Reading Instruction Allocation	130,000,000	130,000,000	0	0.00%
ESE Guaranteed Allocation	1,058,993,908	1,067,088,437	8,094,529	0.76%
DJJ Supplemental Allocation	7,631,242	7,890,490	259,248	3.40%
Student Transportation Allocation	438,875,286	443,043,407	4,168,121	0.95%
Instructional Materials Allocation	230,743,258	232,934,691	2,191,433	0.95%
Teachers Classroom Supply Asst Allocation	45,286,750	54,143,375	8,856,625	19.56%
Mental Health Assistance Allocation	0	69,237,286	69,237,286	
Virtual Education Contribution	12,159,087	10,970,823	(1,188,264)	-9.77%
Digital Classrooms Allocation	80,000,000	70,000,000	(10,000,000)	-12.50%
Funding Compression Allocation	0	56,783,293	56,783,293	
Administered Funds Allocation	3,444,000	0	(3,444,000)	-100.00%
Federally-Connected Student Supplement	12,998,722	12,998,722	0	0.00%
TOTAL FEFP	16,029,435,057	16,394,816,241	365,381,184	2.28%
LESS:				
Required Local Effort Taxes	7,605,390,763	7,712,537,754	107,146,991	1.41%
STATE FEFP	8,424,044,294	8,682,278,487	258,234,193	3.07%
STATE CATEGORICAL PROGRAMS				
District Lottery/School Recognition Funds	134,582,877	134,582,877	0	0.00%
Class Size Reduction Allocation	3,081,304,285	3,110,424,650	29,120,365	0.95%
TOTAL STATE CATEGORICAL FUNDING	3,215,887,162	3,245,007,527	29,120,365	0.91%
TOTAL STATE FUNDING	11,639,931,456	11,927,286,014	287,354,558	2.47%
LOCAL FUNDING				
Total Required Local Effort	7,605,390,763	7,712,537,754	107,146,991	1.41%
.748 Discretionary Local Effort	1,366,950,627	1,457,279,176	90,328,549	6.61%
TOTAL LOCAL FUNDING	8,972,341,390	9,169,816,930	197,475,540	2.20%
TOTAL FUNDING (State and Local)	20,612,272,846	21,097,102,944	484,830,098	2.35%
 State Dollars per Unweighted FTE	 4,126.12	 4,188.20	 62.08	 1.50%
Local Dollars per Unweighted FTE	3,180.51	3,219.93	39.42	1.24%
Total Dollars per Unweighted FTE	7,306.63	7,408.13	101.50	1.39%
 State Funds as a Percent of Total	 56.47%	 56.54%	 0.06%	 0.11%
Local Funds as a Percent of Total	43.53%	43.46%	-0.06%	-0.15%

General Revenue	HB 5001	\$10,883,944,062
Educational Enhancement Trust Fund	HB 5001	\$757,604,666
State School Trust Fund	HB 5001	\$119,000,000
General Revenue	CS/SB 7026	\$166,737,286
		<u>\$11,927,286,014</u>