

FY16 Proposed Budget Summary

MassHealth's proposed FY16 budget is \$15.3B gross, \$6.7B net

5.6% increase over FY15, significantly lower than growth in recent years
Net cost less than 50% due to enhanced federal matching rates (e.g., ACA expansion, CHIP)

EOHHS developed a comprehensive set of budget solutions, focusing on:

Maximizing revenue opportunities
Minimizing impacts on beneficiaries
Identifying opportunities to achieve efficiencies and near-term savings
Laying the groundwork for longer term reforms

We did NOT propose to:

Reduce eligibility standards
Introduce new provider rate reductions
Eliminate services for members, with the one exception of chiropractor services

The MassHealth budget proposal includes:

\$174M in critical investments
\$761M in net savings achieved through a variety of strategies