

Economic Impact Alabama Medicaid FY 2010

prepared for the Alabama Medicaid Agency
by the AUM Center for Government
November, 2011



Notes:

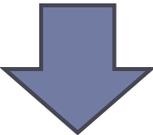
Complete references and footnotes are listed at the conclusion of the presentation.

Important note: Medicaid's federal matching rate is typically about 68% federal and 32% state. However, FY2010 data reflect the impact of federal stimulus funds which is represented by the enhanced matching rate.



Alabama Medicaid's Economic Impact

MEDICAID DOLLAR



For each Medicaid dollar spent in FY 2010,
22.47 cents is provided by the State and 77.53 cents by the Federal Government*.



22.47%

State Contribution



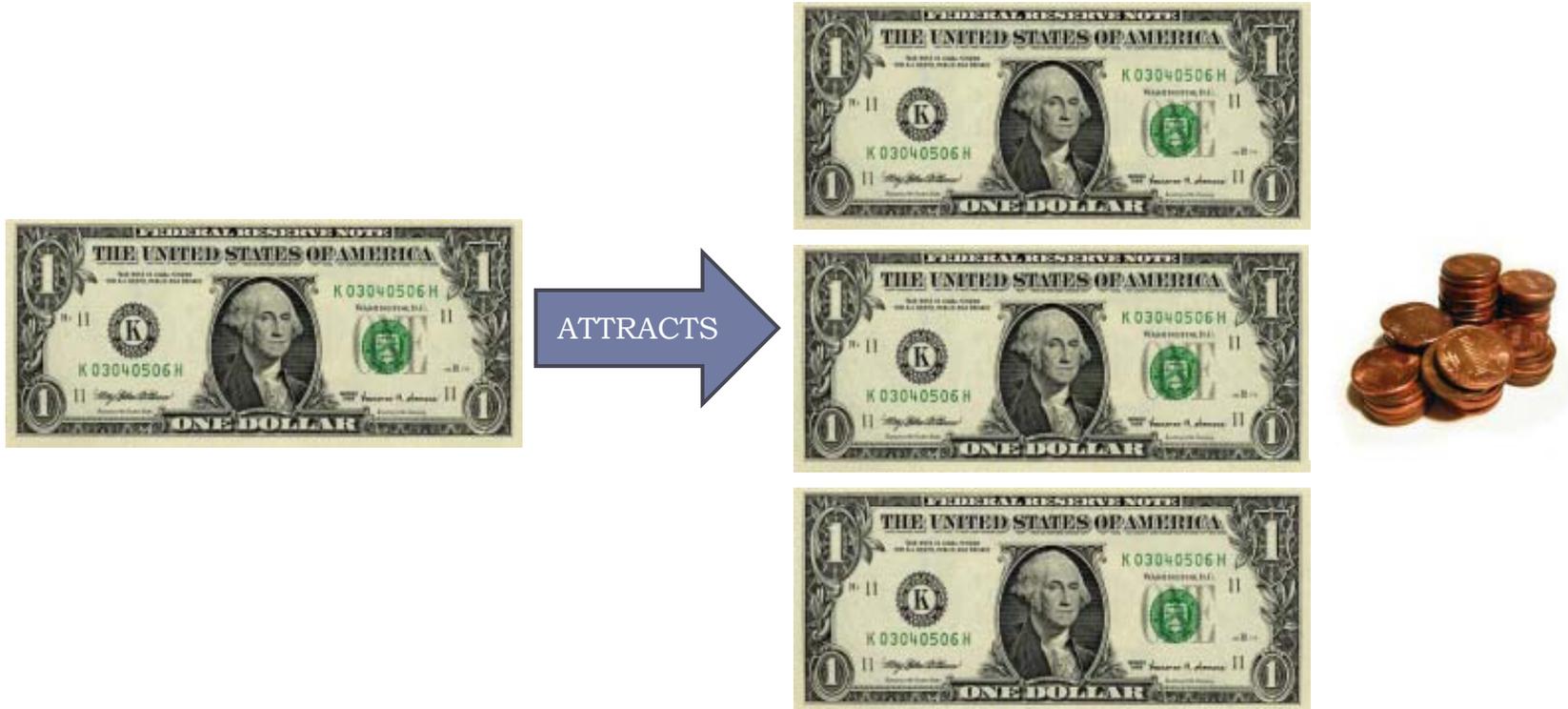
77.53%

Federal Government Contribution

*Federal matching rate is normally about 68%/32%; however FY2010 data reflect the impact of federal stimulus funds.

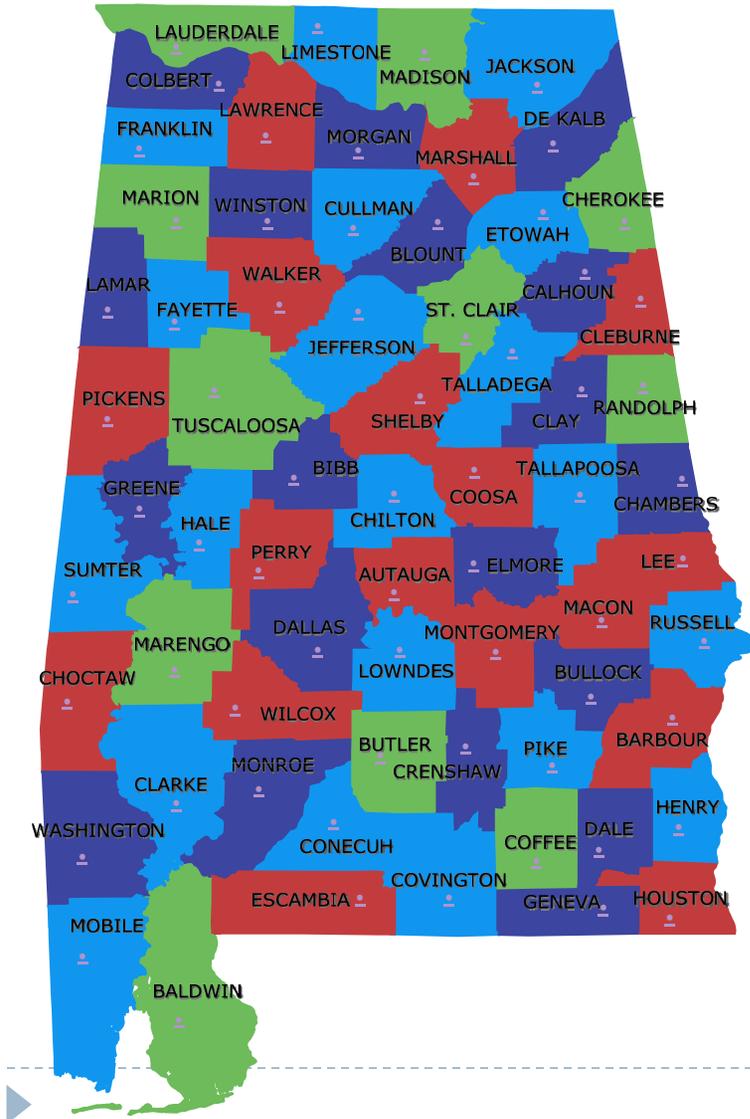
The Economic Impact of the Medicaid Program in Alabama

Each dollar the State allocates to Medicaid attracts \$3.45 in Federal dollars.



based on 77.53 % match rate

State of Alabama



Medicaid Payments to Healthcare Providers in 2010	
State share	\$ 1,132,263,300
Federal share	\$ 3,906,736,700
Total	\$ 5,039,000,000
Jobs Created or Supported	146,983
Taxes generated	\$ 592,451,427
Total Monetary Impact	\$ 8,938,710,227
For every \$1.00 Alabama invests in Medicaid the state gets \$7.89 in return.	

Jobs created or supported is based on
Alabama Department of Industrial Relations Labor Employment Statistics

Autauga County



Medicaid Payments in 2010	
State share	\$ 6,718,530
Federal share	\$23,181,470
Total	\$29,900,000
Jobs Created or Supported	687
Taxes generated	\$3,503,556
Total Monetary Impact	\$52,808,656
For every \$1 the state invests Autauga County receives \$7.86 in return	



Baldwin County



Medicaid Payments in 2010	
State share	\$27,143,760
Federal share	\$93,656,240
Total	\$120,800,000
Jobs Created or Supported	4,851
Taxes generated	\$14,272,689
Total Monetary Impact	\$215,646,289
For every \$1 the state invests Baldwin County receives \$7.94 in return	



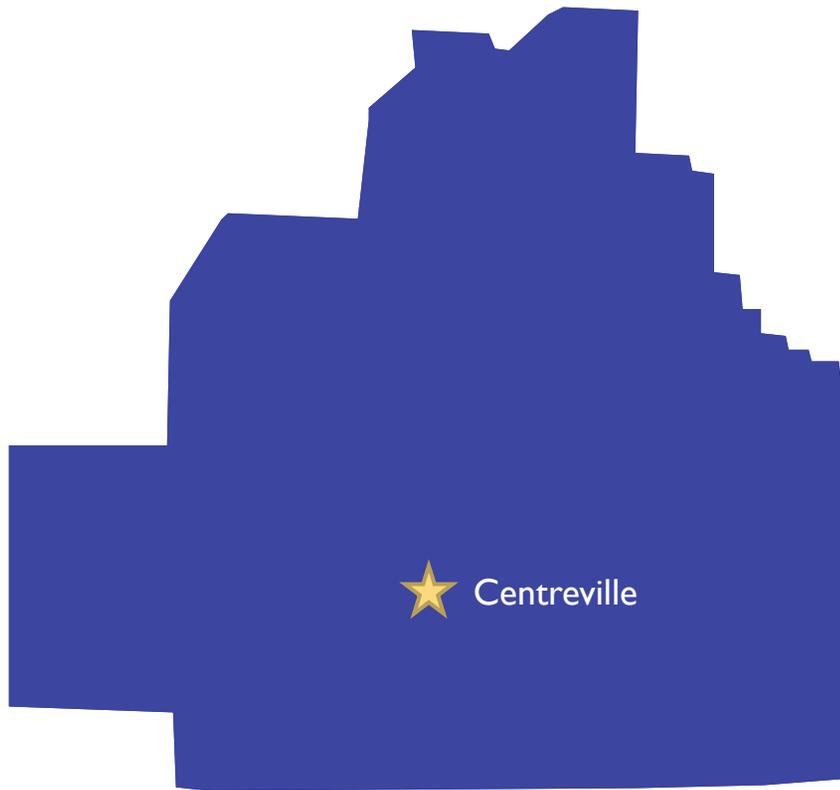
Barbour County



Medicaid Payments in 2010	
State share	\$5,257,980
Federal share	\$18,142,020
Total	\$23,400,000
Jobs Created or Supported	467
Taxes generated	\$2,698,792
Total Monetary Impact	\$40,489,792
For every \$1 the state invests Barbour County receives \$7.70 in return	



Bibb County



Medicaid Payments in 2010	
State share	\$4,067,070
Federal share	\$14,032,930
Total	\$18,100,000
Jobs Created or Supported	325
Taxes generated	\$2,080,660
Total Monetary Impact	\$31,185,460
For every \$1 the state invests Bibb County receives \$7.67 in return	



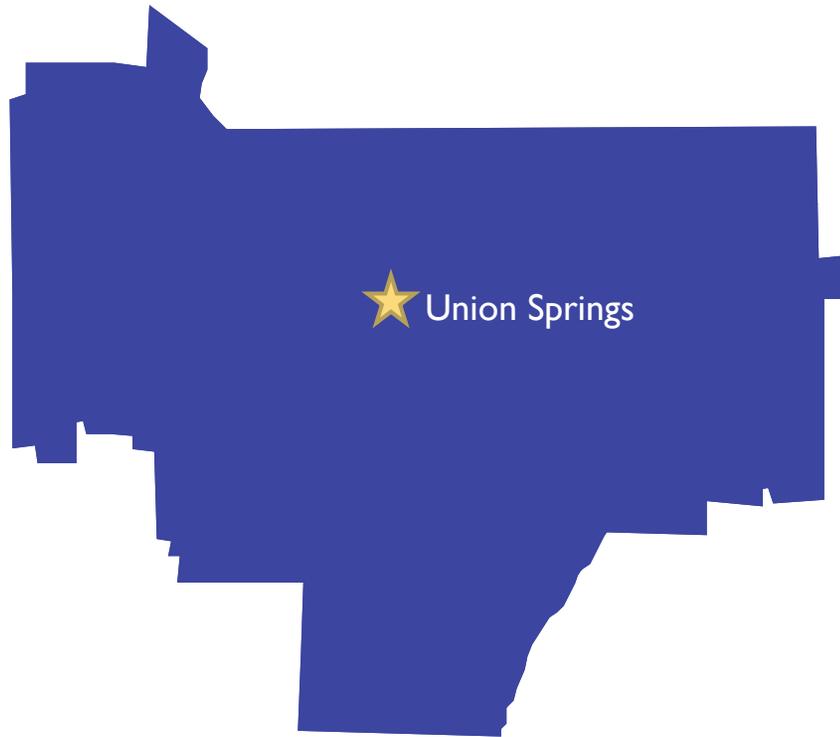
Blount County



Medicaid Payments in 2010	
State share	\$5,527,620
Federal share	\$19,072,380
Total	\$24,600,000
Jobs Created or Supported	486
Taxes generated	\$2,846,525
Total Monetary Impact	\$42,747,725
For every \$1 the state invests Blount County receives \$7.73 in return	



Bullock County



Medicaid Payments in 2010	
State share	\$3,437,910
Federal share	\$11,862,090
Total	\$15,300,000
Jobs Created or Supported	188
Taxes generated	\$1,759,619
Total Monetary Impact	\$26,377,319
For every \$1 the state invests Bullock County receives \$7.67 in return	



Butler County



Medicaid Payments in 2010	
State share	\$6,291,600
Federal share	\$21,708,400
Total	\$28,000,000
Jobs Created or Supported	498
Taxes generated	\$3,233,877
Total Monetary Impact	\$48,537,877
For every \$1 the state invests Butler County receives \$7.71 in return	



Calhoun County



Medicaid Payments in 2010	
State share	\$25,570,860
Federal share	\$88,229,140
Total	\$113,800,000
Jobs Created or Supported	3,423
Taxes generated	\$13,383,950
Total Monetary Impact	\$201,950,550
For every \$1 the state invests Calhoun County receives \$7.90 in return	



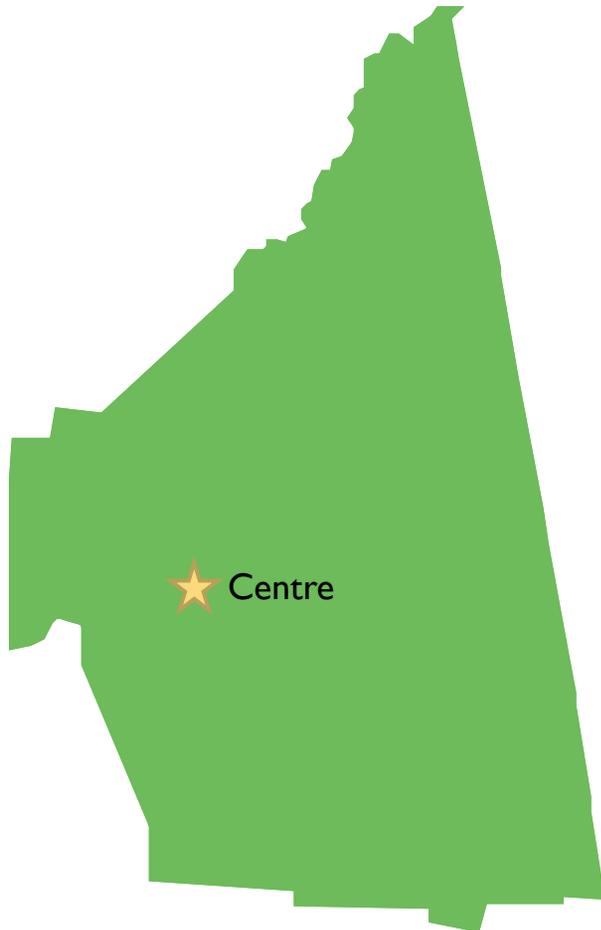
Chambers County



Medicaid Payments in 2010	
State share	\$8,134,140
Federal share	\$28,065,860
Total	\$36,200,000
Jobs Created or Supported	640
Taxes generated	\$4,188,789
Total Monetary Impact	\$62,905,189
For every \$1 the state invests Chambers County receives \$7.73 in return	



Cherokee County



Medicaid Payments in 2010	
State share	\$4,853,520
Federal share	\$16,746,480
Total	\$21,600,000
Jobs Created or Supported	340
Taxes generated	\$2,488,851
Total Monetary Impact	\$37,329,651
For every \$1 the state invests Cherokee County receives \$7.69 in return	



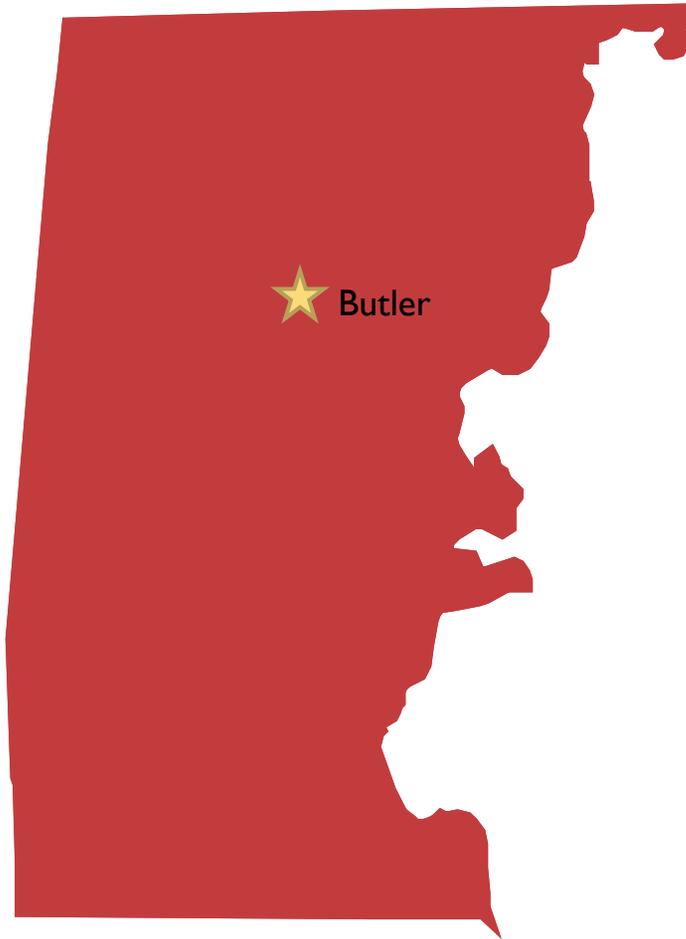
Chilton County



Medicaid Payments in 2010	
State share	\$4,920,930
Federal share	\$16,979,070
Total	\$21,900,000
Jobs Created or Supported	463
Taxes generated	\$2,524,606
Total Monetary Impact	\$37,871,206
For every \$1 the state invests Chilton County receives \$7.70 in return	



Choctaw County



Medicaid Payments in 2010	
State share	\$3,213,210
Federal share	\$11,086,790
Total	\$14,300,000
Jobs Created or Supported	145
Taxes generated	\$1,646,937
Total Monetary Impact	\$24,698,537
For every \$1 the state invests Choctaw County receives \$7.69 in return	



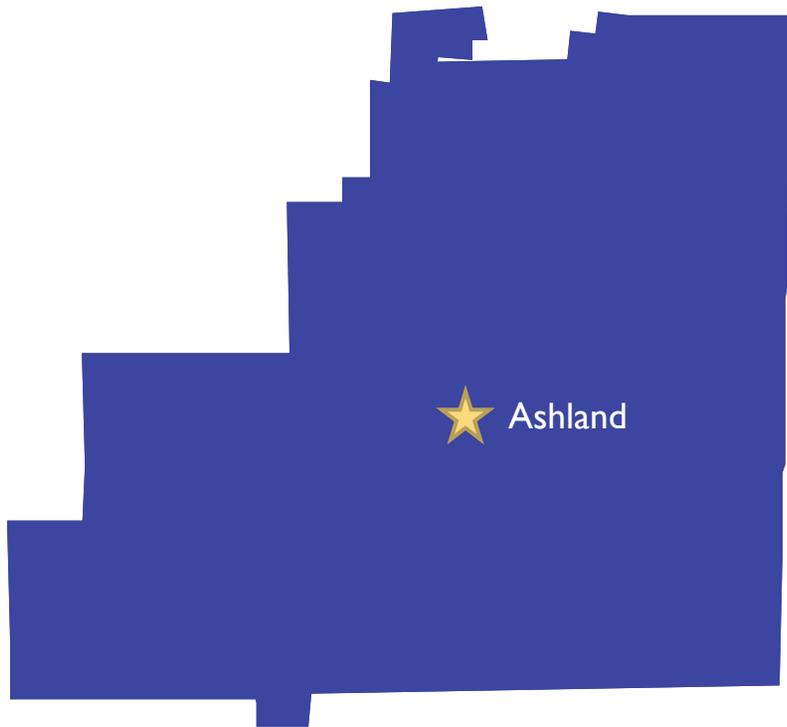
Clarke County



Medicaid Payments in 2010	
State share	\$6,516,300
Federal share	\$22,483,700
Total	\$29,000,000
Jobs Created or Supported	623
Taxes generated	\$3,350,944
Total Monetary Impact	\$50,301,944
For every \$1 the state invests Clarke County receives \$7.72 in return	



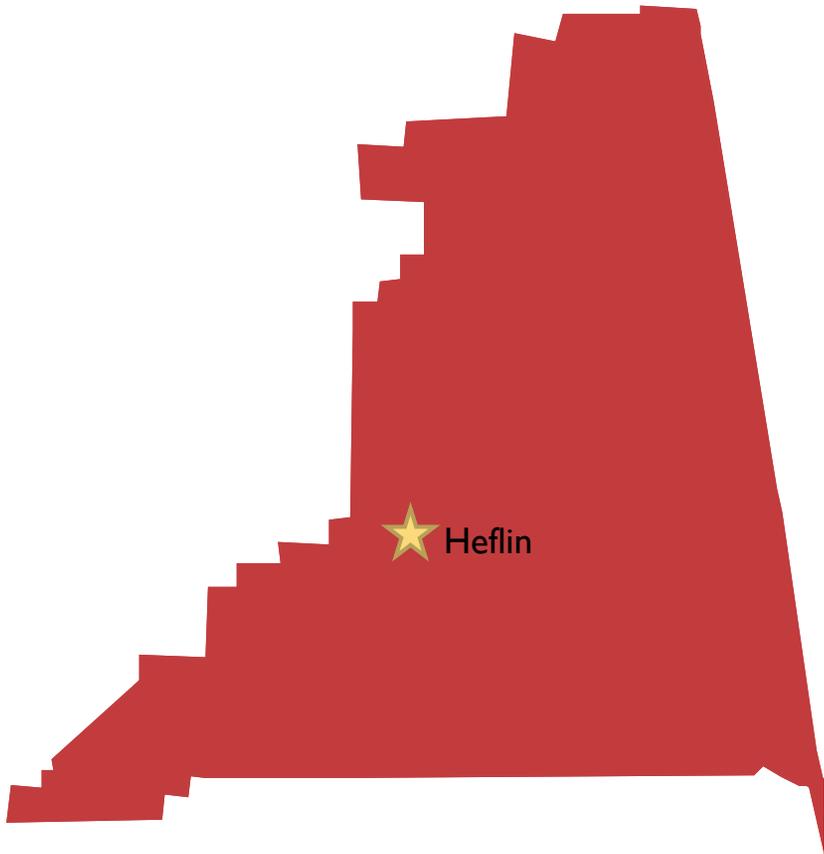
Clay County



Medicaid Payments in 2010	
State share	\$3,887,310
Federal share	\$13,412,690
Total	\$17,300,000
Jobs Created or Supported	327
Taxes generated	\$1,993,386
Total Monetary Impact	\$29,898,286
For every \$1 the state invests Clay County receives \$7.69 in return	



Cleburne County



Medicaid Payments in 2010	
State share	\$1,932,420
Federal share	\$6,667,580
Total	\$8,600,000
Jobs Created or Supported	96
Taxes generated	\$988,601
Total Monetary Impact	\$14,817,401
For every \$1 the state invests Cleburne County receives \$7.67 in return	



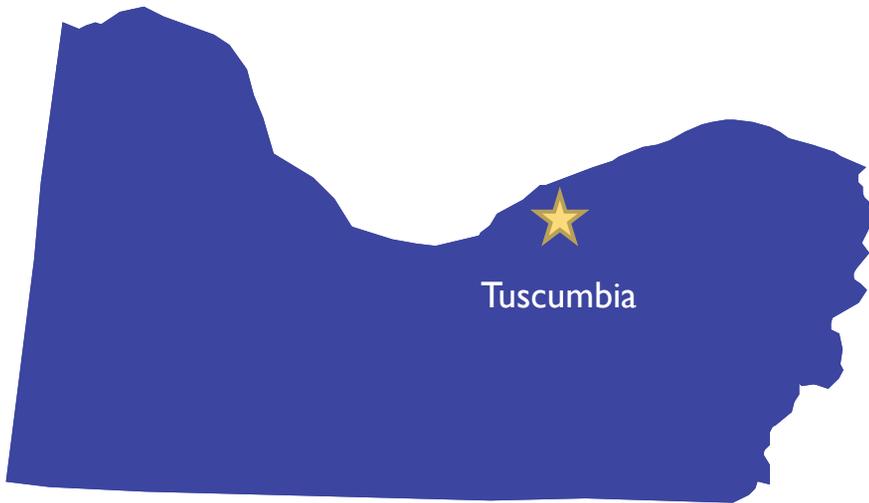
Coffee County



Medicaid Payments in 2010	
State share	\$11,504,640
Federal share	\$39,695,360
Total	\$51,200,000
Jobs Created or Supported	1,034
Taxes generated	\$5,977,201
Total Monetary Impact	\$89,996,401
For every \$1 the state invests Coffee County receives \$7.82 in return	



Colbert County



Medicaid Payments in 2010	
State share	\$11,392,290
Federal share	\$39,307,710
Total	\$50,700,000
Jobs Created or Supported	1,722
Taxes generated	\$5,907,838
Total Monetary Impact	\$88,903,738
For every \$1 the state invests Colbert County receives \$7.80 in return	



Conecuh County



Medicaid Payments in 2010	
State share	\$2,808,750
Federal share	\$9,691,250
Total	\$12,500,000
Jobs Created or Supported	214
Taxes generated	\$1,439,630
Total Monetary Impact	\$21,589,630
For every \$1 the state invests Conecuh County receives \$7.69 in return	



Coosa County



Medicaid Payments in 2010	
State share	\$1,505,490
Federal share	\$5,194,510
Total	\$6,700,000
Jobs Created or Supported	57
Taxes generated	\$771,279
Total Monetary Impact	\$11,564,979
For every \$1 the state invests Coosa County receives \$7.68 in return	



Covington County



Medicaid Payments in 2010	
State share	\$11,235,000
Federal share	\$38,765,000
Total	\$50,000,000
Jobs Created or Supported	1,021
Taxes generated	\$5,812,720
Total Monetary Impact	\$87,412,720
For every \$1 the state invests Covington County receives \$7.78 in return	



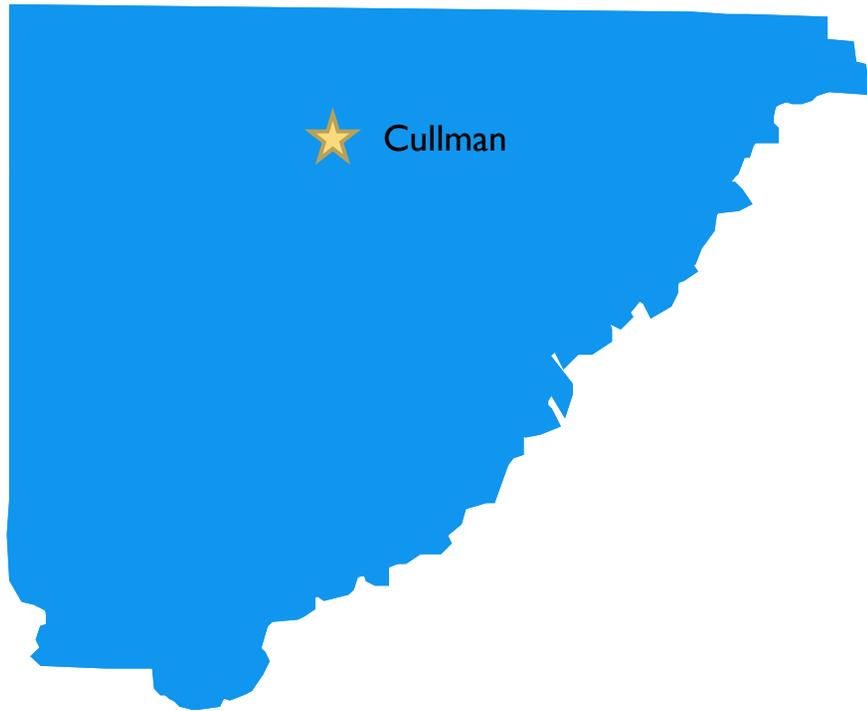
Crenshaw County



Medicaid Payments in 2010	
State share	\$3,572,730
Federal share	\$12,327,270
Total	\$15,900,000
Jobs Created or Supported	272
Taxes generated	\$1,832,071
Total Monetary Impact	\$27,478,771
For every \$1 the state invests Crenshaw County receives \$7.69 in return	



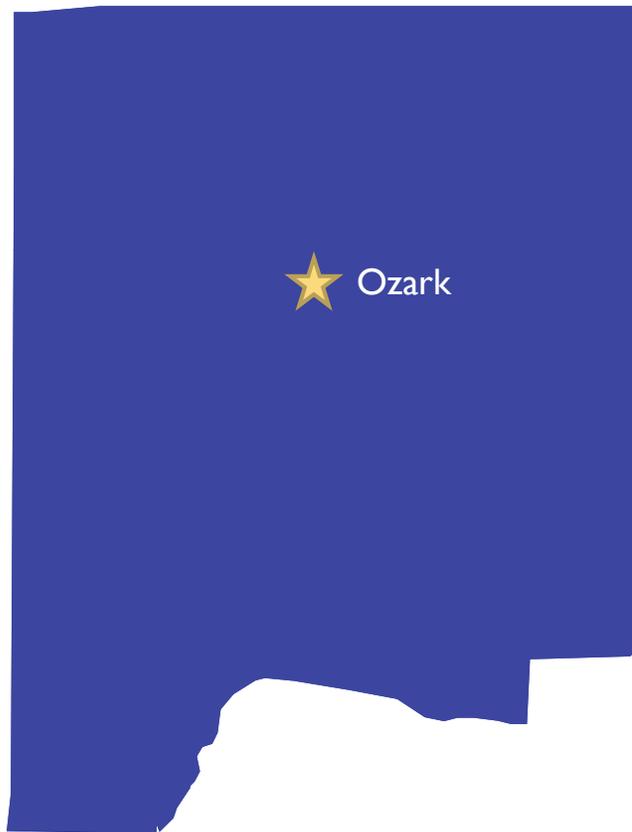
Cullman County



Medicaid Payments in 2010	
State share	\$16,650,270
Federal share	\$57,449,730
Total	\$74,100,000
Jobs Created or Supported	2,011
Taxes generated	\$8,622,483
Total Monetary Impact	\$129,701,883
For every \$1 the state invests Cullman County receives \$7.79 in return	



Dale County



Medicaid Payments in 2010	
State share	\$7,549,920
Federal share	\$26,050,080
Total	\$33,600,000
Jobs Created or Supported	654
Taxes generated	\$3,877,010
Total Monetary Impact	\$58,174,610
For every \$1 the state invests Dale County receives \$7.71 in return	



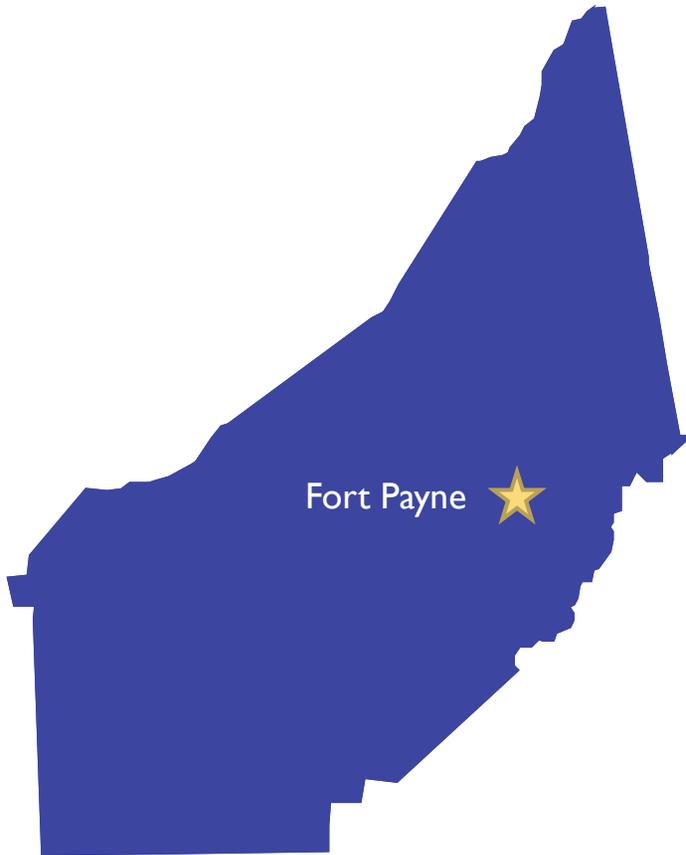
Dallas County



Medicaid Payments in 2010	
State share	\$18,560,220
Federal share	\$64,039,780
Total	\$82,600,000
Jobs Created or Supported	1,248
Taxes generated	\$9,638,429
Total Monetary Impact	\$145,102,429
For every \$1 the state invests Dallas County receives \$7.82 in return	



DeKalb County



Medicaid Payments in 2010	
State share	\$14,717,850
Federal share	\$50,782,150
Total	\$65,500,000
Jobs Created or Supported	1,217
Taxes generated	\$7,582,712
Total Monetary Impact	\$113,889,212
For every \$1 the state invests DeKalb County receives \$7.74 in return	



Elmore County



Medicaid Payments in 2010	
State share	\$11,572,050
Federal share	\$39,927,950
Total	\$51,500,000
Jobs Created or Supported	1,132
Taxes generated	\$6,015,015
Total Monetary Impact	\$90,578,015
For every \$1 the state invests Elmore County receives \$7.83 in return	



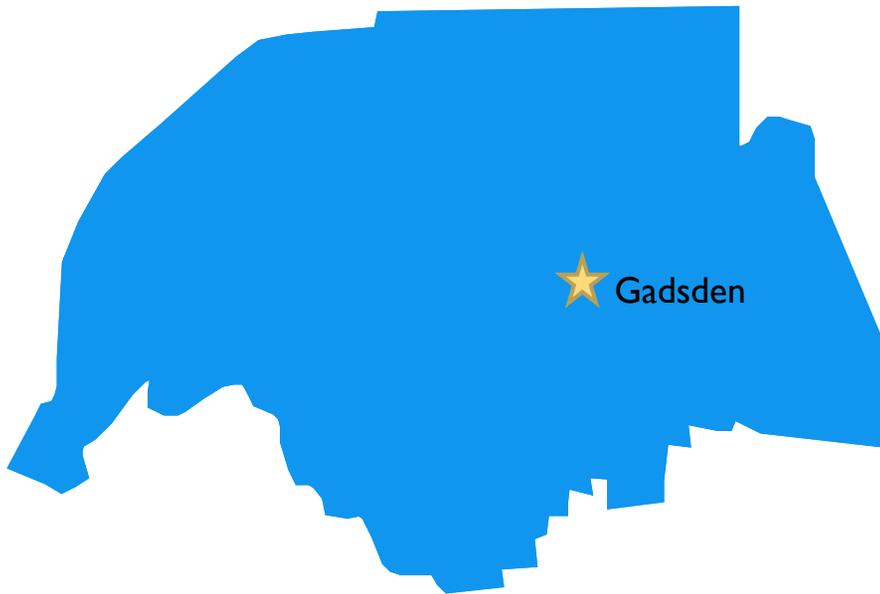
Escambia County



Medicaid Payments in 2010	
State share	\$7,482,510
Federal share	\$25,817,490
Total	\$33,300,000
Jobs Created or Supported	699
Taxes generated	\$3,846,003
Total Monetary Impact	\$57,725,403
For every \$1 the state invests Escambia County receives \$7.71 in return	



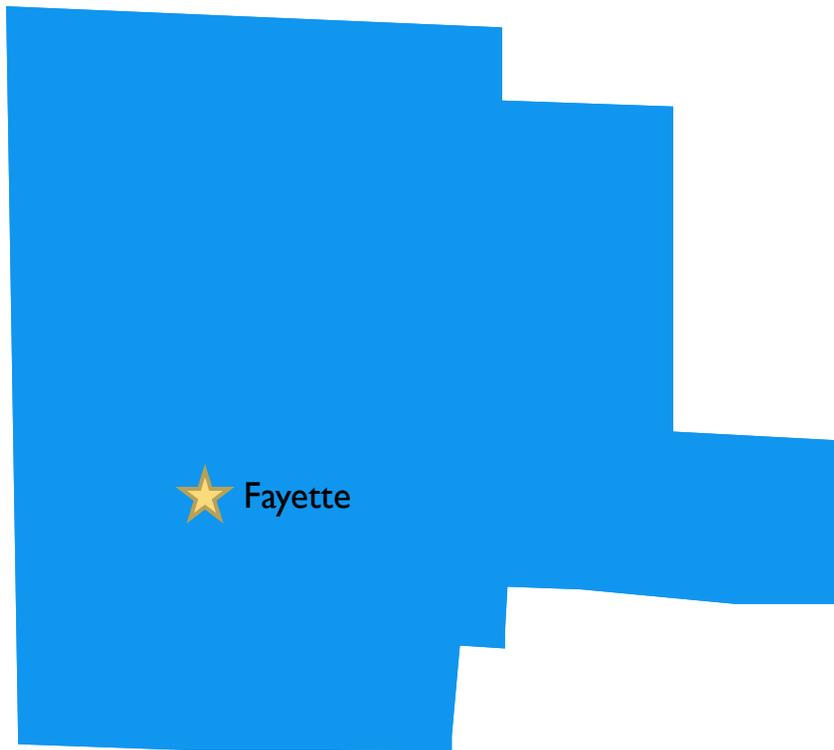
Etowah County



Medicaid Payments in 2010	
State share	\$37,727,130
Federal share	\$130,172,870
Total	\$167,900,000
Jobs Created or Supported	3,996
Taxes generated	\$19,619,216
Total Monetary Impact	\$295,478,916
For every \$1 the state invests Etowah County receives \$7.83 in return	



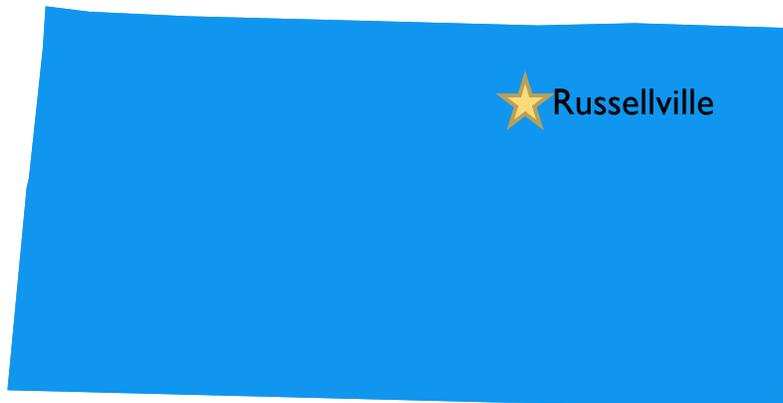
Fayette County



Medicaid Payments in 2010	
State share	\$3,123,330
Federal share	\$10,776,670
Total	\$13,900,000
Jobs Created or Supported	387
Taxes generated	\$1,600,869
Total Monetary Impact	\$24,007,669
For every \$1 the state invests Fayette County receives \$7.69 in return	



Franklin County



Medicaid Payments in 2010		
State share		\$7,504,980
Federal share		\$25,895,020
	Total	\$33,400,000
Jobs Created or Supported		684
Taxes generated		\$3,877,466
Total Monetary Impact		\$58,286,066
For every \$1 the state invests Franklin County receives \$7.77 in return		



Geneva County



Medicaid Payments in 2010	
State share	\$3,999,660
Federal share	\$13,800,340
Total	\$17,800,000
Jobs Created or Supported	345
Taxes generated	\$2,054,857
Total Monetary Impact	\$30,837,457
For every \$1 the state invests Geneva County receives \$7.71 in return	



Greene County



Medicaid Payments in 2010	
State share	\$1,572,900
Federal share	\$5,427,100
Total	\$7,000,000
Jobs Created or Supported	107
Taxes generated	\$805,813
Total Monetary Impact	\$12,082,813
For every \$1 the state invests Greene County receives \$7.68 in return	



Hale County



Medicaid Payments in 2010	
State share	\$3,662,610
Federal share	\$12,637,390
Total	\$16,300,000
Jobs Created or Supported	209
Taxes generated	\$1,883,462
Total Monetary Impact	\$28,273,162
For every \$1 the state invests Hale County receives \$7.72 in return	



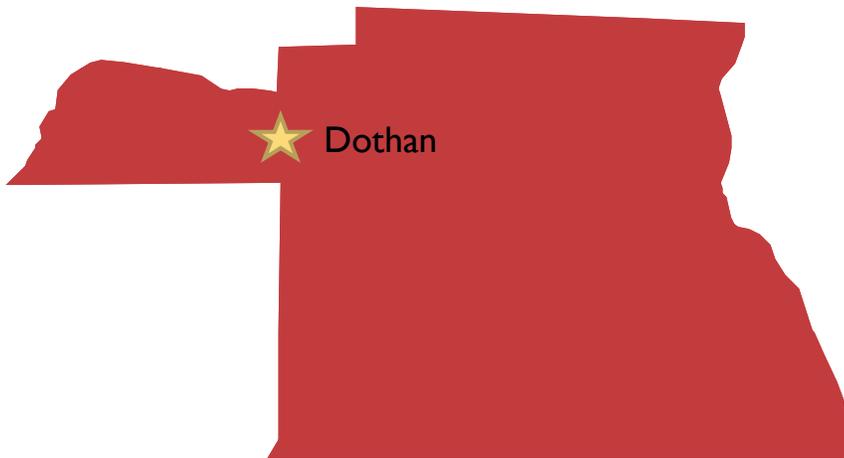
Henry County



Medicaid Payments in 2010	
State share	\$2,763,810
Federal share	\$9,536,190
Total	\$12,300,000
Jobs Created or Supported	221
Taxes generated	\$1,421,263
Total Monetary Impact	\$21,334,963
For every \$1 the state invests Henry County receives \$7.72 in return	



Houston County



Medicaid Payments in 2010	
State share	\$33,390,420
Federal share	\$115,209,580
Total	\$148,600,000
Jobs Created or Supported	5,694
Taxes generated	\$17,428,432
Total Monetary Impact	\$262,767,032
For every \$1 the state invests Houston County receives \$7.87 in return	



Jackson County



Medicaid Payments in 2010	
State share	\$9,909,270
Federal share	\$34,190,730
Total	\$44,100,000
Jobs Created or Supported	968
Taxes generated	\$5,098,136
Total Monetary Impact	\$76,540,136
For every \$1 the state invests Jackson County receives \$7.72 in return	



Jefferson County



Medicaid Payments in 2010	
State share	\$182,433,930
Federal share	\$629,466,070
Total	\$811,900,000
Jobs Created or Supported	37,855
Taxes generated	\$96,983,241
Total Monetary Impact	\$1,469,906,141
For every \$1 the state invests Jefferson County receives \$8.06 in return	



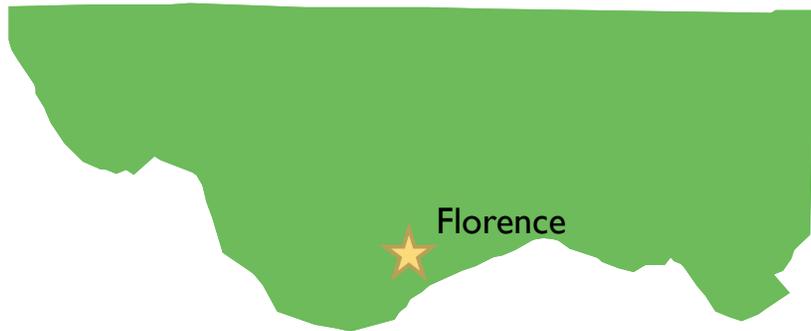
Lamar County



Medicaid Payments in 2010	
State share	\$3,909,780
Federal share	\$13,490,220
Total	\$17,400,000
Jobs Created or Supported	187
Taxes generated	\$2,009,623
Total Monetary Impact	\$30,162,823
For every \$1 the state invests Lamar County receives \$7.71 in return	



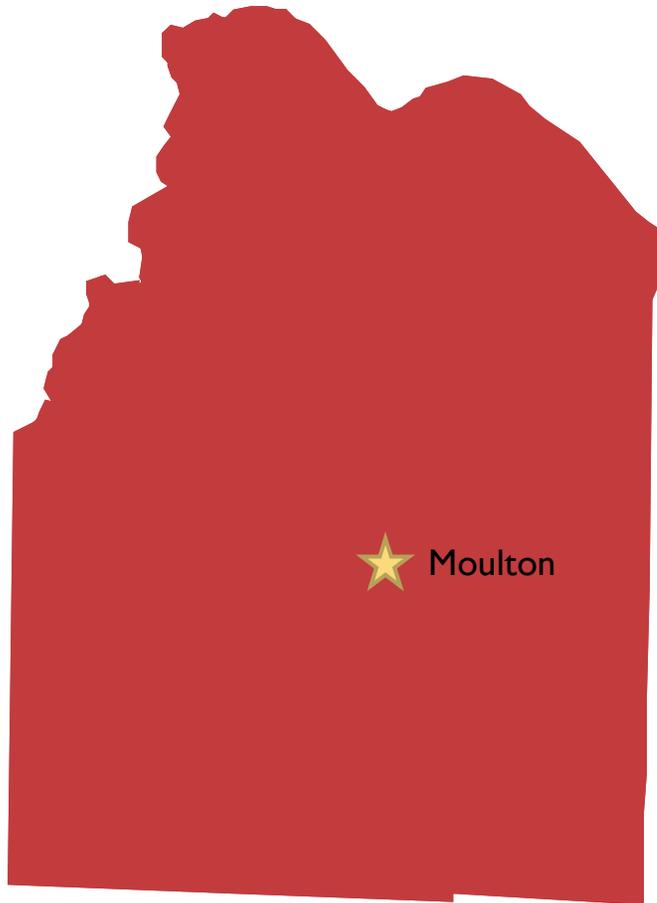
Lauderdale County



Medicaid Payments in 2010	
State share	\$18,650,100
Federal share	\$64,349,900
Total	\$83,000,000
Jobs Created or Supported	2,214
Taxes generated	\$9,698,600
Total Monetary Impact	\$146,067,600
For every \$1 the state invests Lauderdale County receives \$7.83 in return	



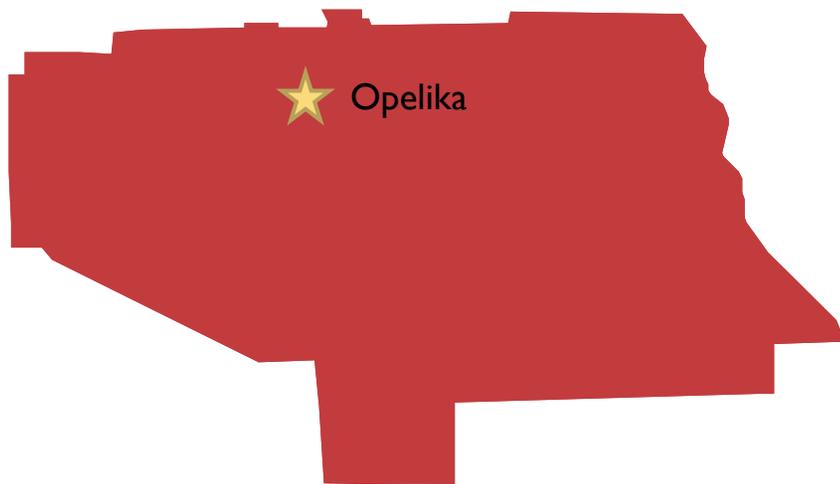
Lawrence County



Medicaid Payments in 2010	
State share	\$4,673,760
Federal share	\$16,126,240
Total	\$20,800,000
Jobs Created or Supported	407
Taxes generated	\$2,416,964
Total Monetary Impact	\$36,341,764
For every \$1 the state invests Lawrence County receives \$7.78 in return	



Lee County



Medicaid Payments in 2010	
State share	\$21,750,960
Federal share	\$75,049,040
Total	\$96,800,000
Jobs Created or Supported	3,243
Taxes generated	\$11,410,823
Total Monetary Impact	\$172,292,423
For every \$1 the state invests Lee County receives \$7.92 in return	



Limestone County



Medicaid Payments in 2010	
State share	\$9,145,290
Federal share	\$31,554,710
Total	\$40,700,000
Jobs Created or Supported	1,091
Taxes generated	\$4,758,025
Total Monetary Impact	\$71,668,825
For every \$1 the state invests Limestone County receives \$7.84 in return	



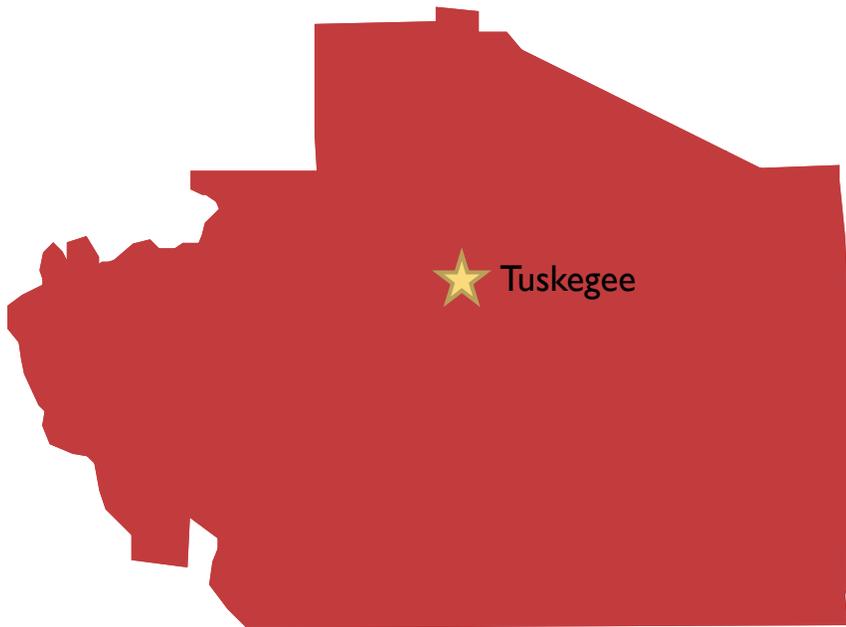
Lowndes County



Medicaid Payments in 2010	
State share	\$1,954,890
Federal share	\$6,745,110
Total	\$8,700,000
Jobs Created or Supported	62
Taxes generated	\$1,004,340
Total Monetary Impact	\$15,072,240
For every \$1 the state invests Lowndes County receives \$7.71 in return	



Macon County



Medicaid Payments in 2010	
State share	\$4,449,060
Federal share	\$15,350,940
Total	\$19,800,000
Jobs Created or Supported	197
Taxes generated	\$2,291,106
Total Monetary Impact	\$34,406,706
For every \$1 the state invests Macon County receives \$7.73 in return	



Madison County



Medicaid Payments in 2010	
State share	\$56,287,350
Federal share	\$194,212,650
Total	\$250,500,000
Jobs Created or Supported	11,557
Taxes generated	\$29,624,080
Total Monetary Impact	\$447,708,580
For every \$1 the state invests Madison County receives \$7.95 in return	



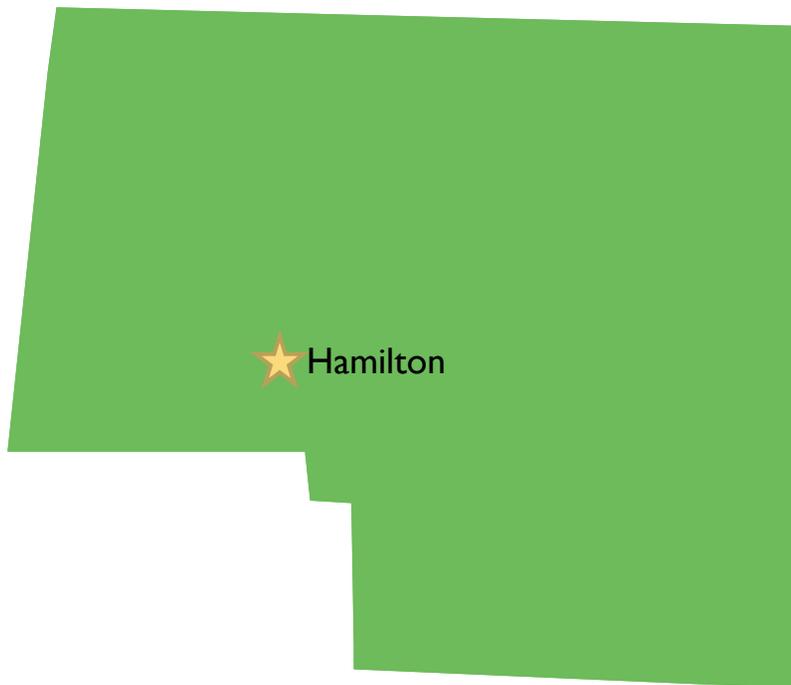
Marengo County



Medicaid Payments in 2010	
State share	\$8,943,060
Federal share	\$30,856,940
Total	\$39,800,000
Jobs Created or Supported	626
Taxes generated	\$4,585,939
Total Monetary Impact	\$68,783,339
For every \$1 the state invests Marengo County receives \$7.69 in return	



Marion County



Medicaid Payments in 2010	
State share	\$7,549,920
Federal share	\$26,050,080
Total	\$33,600,000
Jobs Created or Supported	708
Taxes generated	\$3,875,189
Total Monetary Impact	\$58,139,189
For every \$1 the state invests Marion County receives \$7.70 in return	



Marshall County



Medicaid Payments in 2010	
State share	\$25,121,460
Federal share	\$86,678,540
Total	\$111,800,000
Jobs Created or Supported	2,027
Taxes generated	\$12,997,242
Total Monetary Impact	\$195,454,842
For every \$1 the state invests Marshall County receives \$7.78 in return	



Mobile County



Medicaid Payments in 2010	
State share	\$107,743,650
Federal share	\$371,756,350
Total	\$479,500,000
Jobs Created or Supported	15,765
Taxes generated	\$57,043,430
Total Monetary Impact	\$863,562,430
For every \$1 the state invests Mobile County receives \$8.01 in return	



Monroe County



Medicaid Payments in 2010	
State share	\$6,381,480
Federal share	\$22,018,520
Total	\$28,400,000
Jobs Created or Supported	452
Taxes generated	\$3,267,761
Total Monetary Impact	\$48,991,761
For every \$1 the state invests Monroe County receives \$7.68 in return	



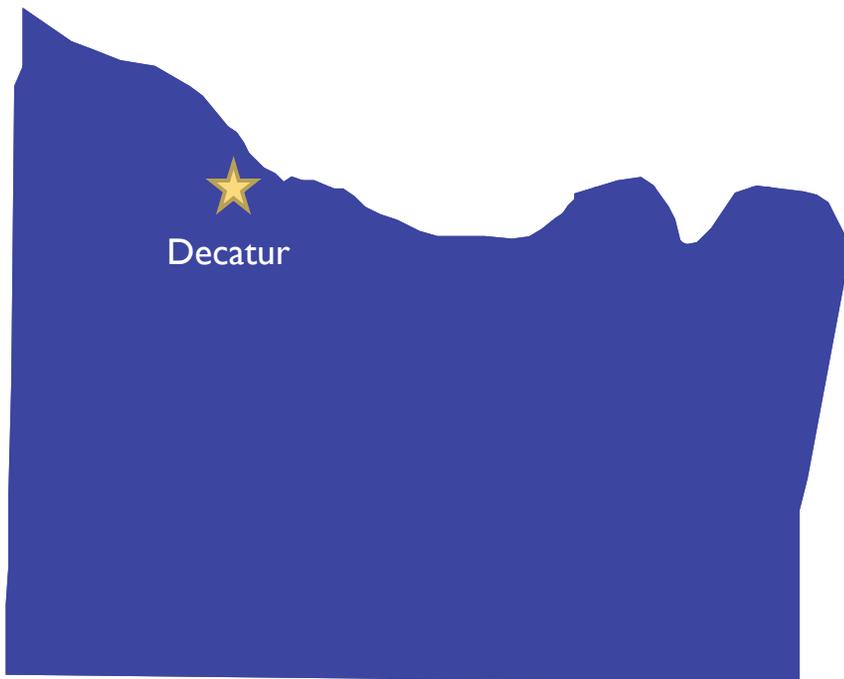
Montgomery County



Medicaid Payments in 2010	
State share	\$101,699,220
Federal share	\$350,900,780
Total	\$452,600,000
Jobs Created or Supported	9,209
Taxes generated	\$53,573,447
Total Monetary Impact	\$809,868,047
For every \$1 the state invests Montgomery County receives \$7.96 in return	



Morgan County



Medicaid Payments in 2010	
State share	\$27,053,880
Federal share	\$93,346,120
Total	\$120,400,000
Jobs Created or Supported	3,025
Taxes generated	\$14,107,966
Total Monetary Impact	\$212,647,566
For every \$1 the state invests Morgan County receives \$7.86 in return	



Perry County



Medicaid Payments in 2010	
State share	\$3,482,850
Federal share	\$12,017,150
Total	\$15,500,000
Jobs Created or Supported	180
Taxes generated	\$1,785,141
Total Monetary Impact	\$26,771,141
For every \$1 the state invests Perry County receives \$7.69 in return	



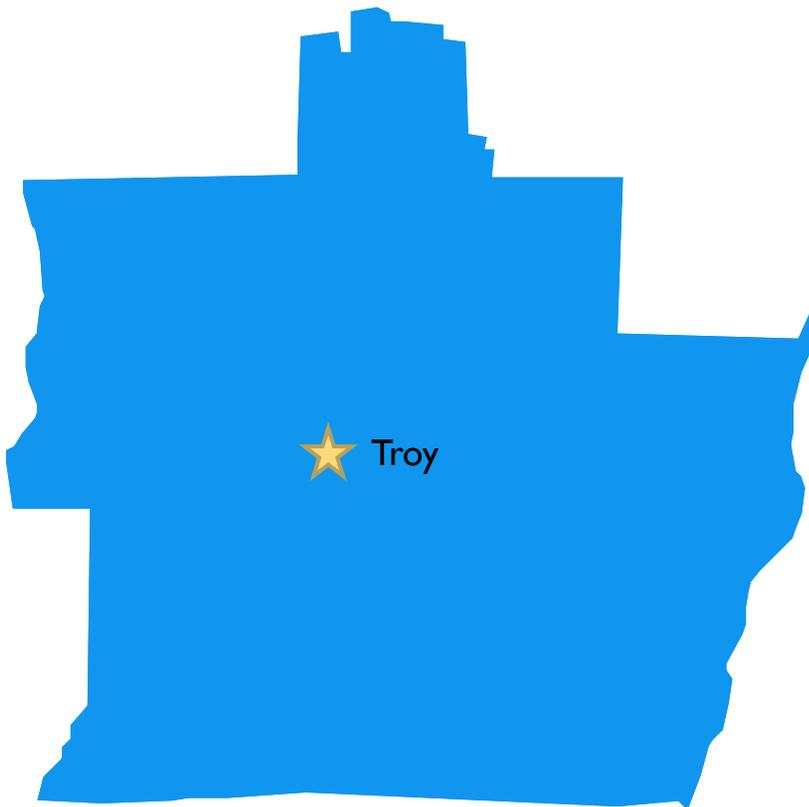
Pickens County



Medicaid Payments in 2010	
State share	\$4,494,000
Federal share	\$15,506,000
Total	\$20,000,000
Jobs Created or Supported	336
Taxes generated	\$2,304,492
Total Monetary Impact	\$34,564,492
For every \$1 the state invests Pickens County receives \$7.69 in return	



Pike County



Medicaid Payments in 2010	
State share	\$9,392,460
Federal share	\$32,407,540
Total	\$41,800,000
Jobs Created or Supported	681
Taxes generated	\$4,818,654
Total Monetary Impact	\$72,283,854
For every \$1 the state invests Pike County receives \$7.70 in return	



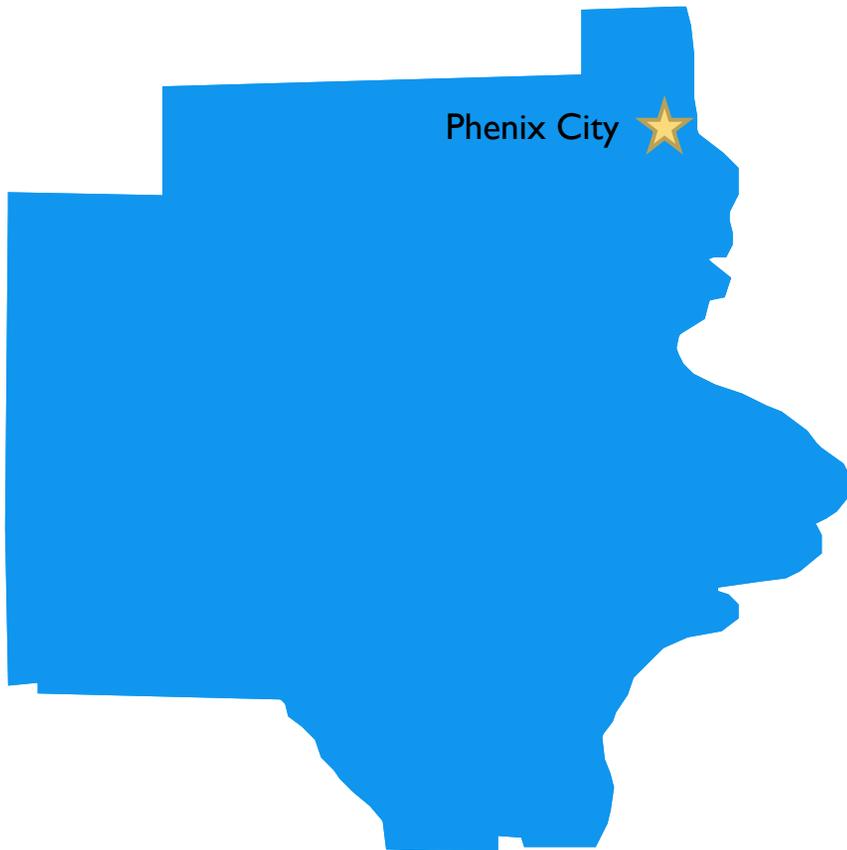
Randolph County



Medicaid Payments in 2010	
State share	\$4,875,990
Federal share	\$16,824,010
Total	\$21,700,000
Jobs Created or Supported	428
Taxes generated	\$2,496,845
Total Monetary Impact	\$37,433,845
For every \$1 the state invests Randolph County receives \$7.68 in return	



Russell County



Medicaid Payments in 2010	
State share	\$8,448,720
Federal share	\$29,151,280
Total	\$37,600,000
Jobs Created or Supported	681
Taxes generated	\$4,350,786
Total Monetary Impact	\$65,337,986
For every \$1 the state invests Russell County receives \$7.73 in return	



St. Clair County



Medicaid Payments in 2010	
State share	\$9,437,400
Federal share	\$32,562,600
Total	\$42,000,000
Jobs Created or Supported	808
Taxes generated	\$4,891,790
Total Monetary Impact	\$73,603,790
For every \$1 the state invests St. Clair County receives \$7.80 in return	



Shelby County



Medicaid Payments in 2010	
State share	\$17,414,250
Federal share	\$60,085,750
Total	\$77,500,000
Jobs Created or Supported	3,109
Taxes generated	\$9,110,528
Total Monetary Impact	\$137,450,528
For every \$1 the state invests Shelby County receives \$7.89 in return	



Sumter County



Medicaid Payments in 2010	
State share	\$3,415,440
Federal share	\$11,784,560
Total	\$15,200,000
Jobs Created or Supported	179
Taxes generated	\$1,750,590
Total Monetary Impact	\$26,252,990
For every \$1 the state invests Sumter County receives \$7.69 in return	



Talladega County



Medicaid Payments in 2010	
State share	\$42,917,700
Federal share	\$148,082,300
Total	\$191,000,000
Jobs Created or Supported	1,636
Taxes generated	\$22,473,748
Total Monetary Impact	\$339,151,748
For every \$1 the state invests Talladega County receives \$7.90 in return	



Tallapoosa County



Medicaid Payments in 2010	
State share	\$11,032,770
Federal share	\$38,067,230
Total	\$49,100,000
Jobs Created or Supported	1,337
Taxes generated	\$5,689,463
Total Monetary Impact	\$85,476,963
For every \$1 the state invests Tallapoosa County receives \$7.75 in return	



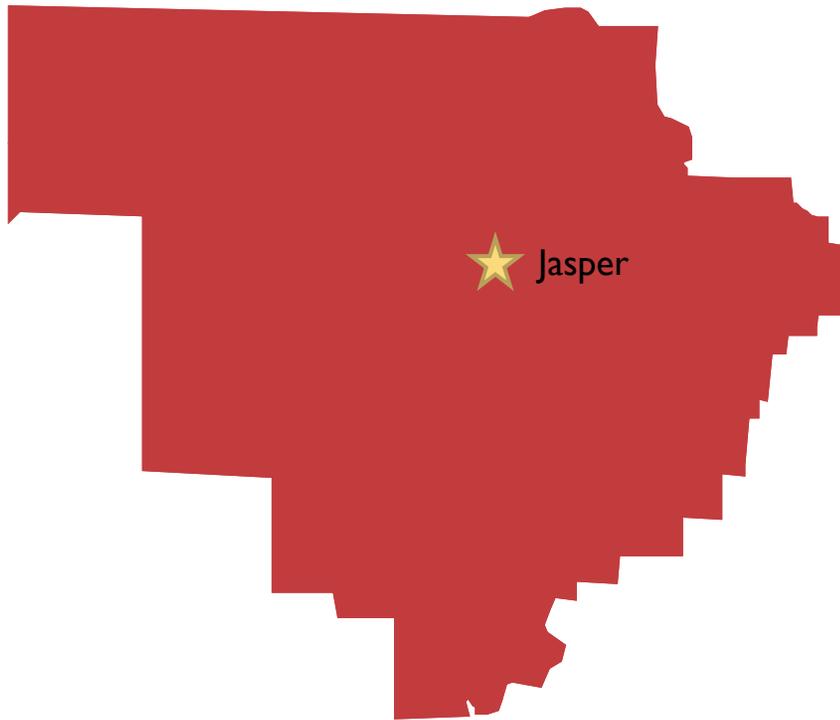
Tuscaloosa County



Medicaid Payments in 2010	
State share	\$53,613,420
Federal share	\$184,986,580
Total	\$238,600,000
Jobs Created or Supported	8,827
Taxes generated	\$28,255,585
Total Monetary Impact	\$427,194,785
For every \$1 the state invests Tuscaloosa County receives \$7.97 in return	



Walker County



Medicaid Payments in 2010	
State share	\$21,099,330
Federal share	\$72,800,670
Total	\$93,900,000
Jobs Created or Supported	1,934
Taxes generated	\$10,997,718
Total Monetary Impact	\$165,744,918
For every \$1 the state invests Walker County receives \$7.86 in return	



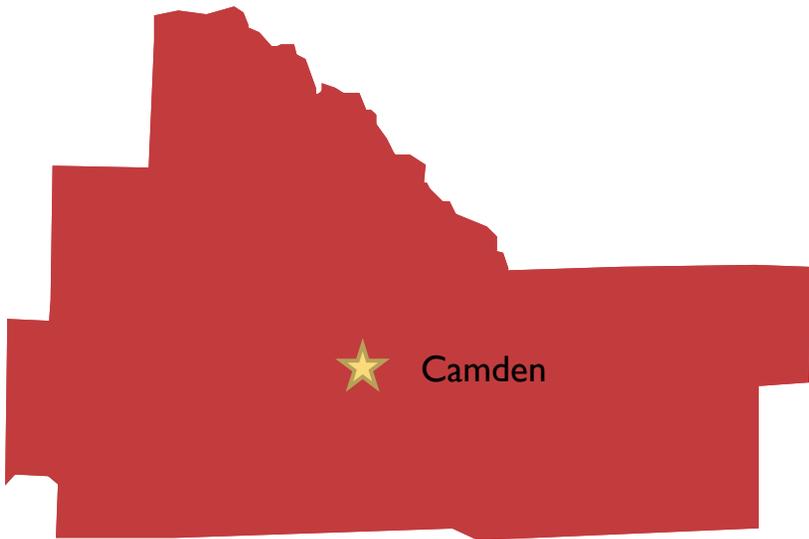
Washington County



Medicaid Payments in 2010	
State share	\$4,538,940
Federal share	\$15,661,060
Total	\$20,200,000
Jobs Created or Supported	132
Taxes generated	\$2,326,442
Total Monetary Impact	\$34,888,842
For every \$1 the state invests Washington County receives \$7.69 in return	



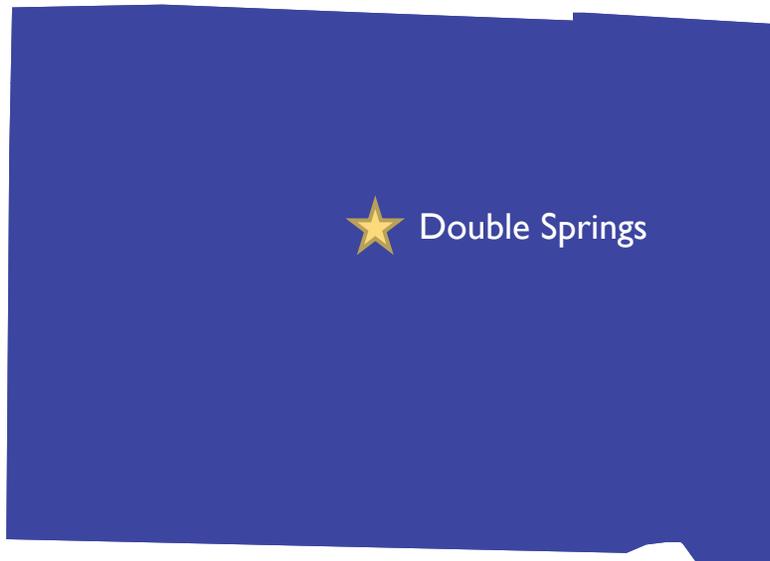
Wilcox County



Medicaid Payments in 2010	
State share	\$2,247,000
Federal share	\$7,753,000
Total	\$10,000,000
Jobs Created or Supported	156
Taxes generated	\$1,151,162
Total Monetary Impact	\$17,261,162
For every \$1 the state invests Wilcox County receives \$7.68 in return	



Winston County



Medicaid Payments in 2010	
State share	\$8,426,250
Federal share	\$29,073,750
Total	\$37,500,000
Jobs Created or Supported	448
Taxes generated	\$4,327,020
Total Monetary Impact	\$64,927,020
For every \$1 the state invests Winston County receives \$7.71 in return	



References – Employment

- ▶ **2010 Average Annual Non-Federal Healthcare Employment**
 - ▶ Healthcare employment by County – Private, State and Local Government
 - ▶ Source: Alabama Department of Industrial Relations. Custom report provided by Alabama Medicaid, January 4, 2012.
 - ▶ Notes:
 - ▶ Excludes Federal employment, V.A., Military Hospitals.
 - ▶ Represents health care jobs minus social assistance jobs.



References – Employment

- ▶ **2010 Medicaid Supported Employment**

- ▶ Based on employment statistics computed in 2009 for each county using the IMPlan System tool for Economic Forecasting.

- ▶ **Secondary Jobs**

- ▶ Multiplier factor (IMPlan) times the Medicaid Supported Jobs.
- ▶ Secondary Job – jobs created by the expenditure of funds spent by the provider in the community.
- ▶ For example, a job with a office supply firm who sells to a provider.

- ▶ **Total Jobs Created**

- ▶ 2010 Medicaid Supported Jobs plus Secondary Jobs
-



References – Multipliers Factors

▶ Multiplier Factors

- ▶ Calculated using the IMPlan System tool for Economic Forecasting; based on each county's economic and demographic structure

▶ Secondary Supported Income

- ▶ Multiplier factor times the Medicaid Supported Income
- ▶ Secondary Income– income created by the expenditure of funds spent by the provider in the community.
- ▶ For example, income received by an office supply firm who sells to a provider.



References – Payments

▶ Medicaid Payments

- ▶ Medicaid payments for 2010 for each county; source, Alabama Medicaid Statistics 2010, www.medicaid.alabama.gov/statistics

▶ Federal/State Share of Payment

- ▶ 2010 FMAP; Fed Share 77.53%; State Share is 22.47%
- ▶ Medicaid's federal matching rate (FMAP) is normally about 68% federal and 32% state. FY2010 data reflect the impact of federal stimulus funds which is represented by the enhanced matching rate.



References – Tax

- ▶ **Direct State Sales Tax**
 - ▶ Based on 4% of Medicaid Payments. State collects 4% tax when payments are spent at retail.
- ▶ **Direct State Income Tax**
 - ▶ Based on 4.2% of Medicaid Payments. State collects 4.2% tax when payments are claimed as income.
- ▶ **Secondary Sales Tax**
 - ▶ Based on a rate of 2.65%. The rate is lower because a reduced portion of the dollars are recirculated at retail.
- ▶ **Secondary Income Tax**
 - ▶ Based on a rate of 2.77%. The rate is lower because a reduced portion of the dollars are taxed as personal income.
- ▶ **Total Sales and Income Taxes**
 - ▶ Sales and Income taxes on income from Medicaid payments and Secondary Income.



References – Monetary Impact

- ▶ **Total Monetary Impact**
 - ▶ Monetary impact from Medicaid money spent plus sales and income taxes (primary and secondary money)
- ▶ **\$ Return for Every State Dollar Spent**
 - ▶ Ratio between Total Monetary Impact and State dollars spent

