## Medicaid Per Capita Caps = Cuts & Rationing Care

If federal Medicaid funding is changed to a per capita cap system, Illinois will be on the hook for a significantly larger share of Medicaid costs. What this means is that Illinois will have 2 options: **cut Medicaid spending or raise taxes.** 

## There are only 3 ways to cut Medicaid spending:



Cut Payments to Providers



Cut Health
Care Benefits



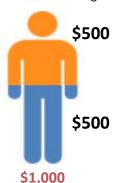
Cut Who is Eligible to Enroll

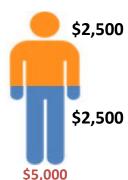
## Current Medicaid funding is a state-federal partnership

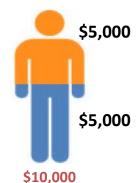
Currently, the amount of federal Medicaid dollars IL gets is based on the amount of dollars IL spends on Medicaid.

State dollars
Federal dollars
50% match

**Total Health Care Costs** 







## Per Capita Cap system limits federal dollars & Illinois pays more

In this system, federal Medicaid dollars are limited to a specific amount per person enrolled in Medicaid, regardless of the actual costs of the health care services they may need, which means IL pays the balance. Urban Institute estimates IL adult cap at \$2,311.

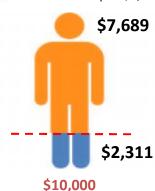


max per person

Total Health Care Costs







Under a per capita cap funding system, Illinois will be forced to dramatically cut Medicaid costs.

Remember, there are only 3 ways to cut Medicaid spending!



This will mean rationing care to vulnerable populations who need the most expensive services, including children with disabilities and the elderly.

