



State of Indiana

Mike Braun, Governor

State Budget Agency
212 State House
Indianapolis, IN 46204
317-232-5610

Chad Ranney, Director

MEMORANDUM

DATE: June 30, 2025

TO: Courtney Everett, Deputy Director *CJE*

FROM: Matt Wolf, Division Director *M Wolf*

SUBJECT: Medicaid Contingency and Reserve Account Transfer

Consistent with IC 4-12-1-15.5, please transfer \$139,400,000 from the Medicaid Contingency and Reserve Account to the Family and Social Services Administration's Medicaid Assistance fund effective May 8, 2025. According to 4-12-1-15.5(a):

The Medicaid contingency and reserve account is established within the state general fund for the purpose of providing money for timely payment of Medicaid claims, obligations, and liabilities. Money in the account must be used to pay Medicaid claims, obligations, and liabilities. The account shall be administered by the budget agency.

Increases in program enrollment and services utilization have grown Medicaid program expenditures as well as the subsequent appropriation need of the agency. The FY 2024 Medicaid Assistance General Fund need was \$139.4M less than the funding available for the program as presented during the Medicaid Forecast update at the April 16, 2025, meeting of the State Budget Committee. In order to support FY 24 Medicaid claims, obligations, and liabilities, please transfer \$139,400,000 from the Medicaid Contingency and Reserve Account (17220) to the Medicaid Assistance fund (15050).