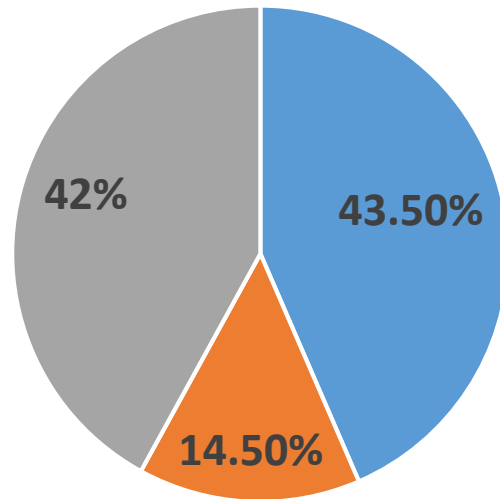


Impact of Reduction in Federal Medicaid Funding on Wisconsin's State Budget

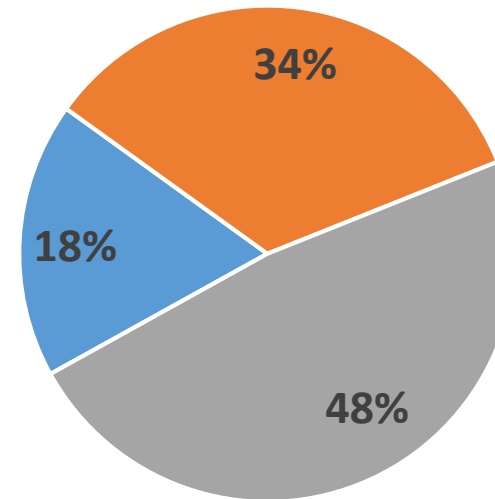
The federal government and Wisconsin jointly pay for Wisconsin's Medicaid program. Medicaid accounts for 43% of federal funds received by Wisconsin, adding almost \$5 billion to our state budget. State spending on Medicaid (General Purpose Revenue – or GPR) does not equal even half of federal funds. If Congress approves Medicaid per capita caps, the amount of federal Medicaid funding received by Wisconsin could be cut by up to 25% over 10 years. With cuts of this size, Wisconsin would need to find other revenue, such as state GPR dollars, to maintain current Medicaid programs and benefits or institute cost-savings measures like reducing provider reimbursement rates, limiting services and benefits, or re-instating waiting lists for programs.

Federal Funding Received by Wisconsin



■ Medicaid ■ K-12 Education ■ All Other

State GPR Spending



■ Medicaid ■ K-12 Education ■ All Other



Up to 25% cut
in federal
funds