

Update from the Med-QUEST Division

November 19-20, 2014



Kaiser

- New beneficiaries are auto-assigned then given option to change health plan
 - Choice notice
 - Newsletter
- Kaiser continued to opt out of receiving autoenrollment
- Effective July 1, 2014, Kaiser increased statewide enrollment limit from 25,000 to 30,000

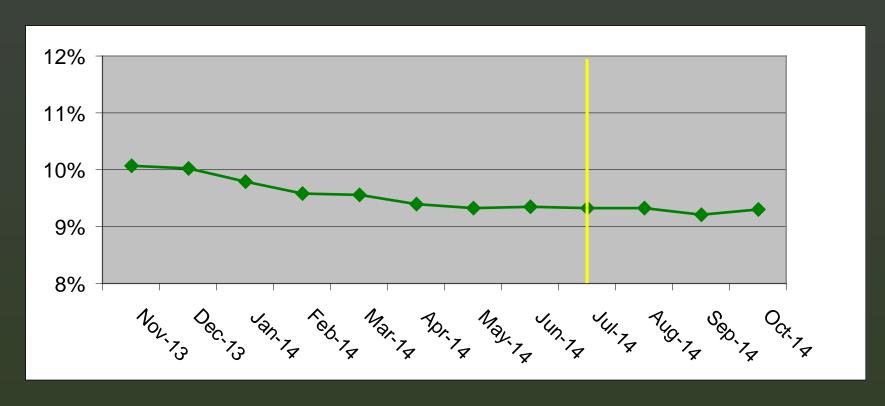


Kaiser

- MQD mailed conflicting information to new QUEST beneficiaries from July 1 through early November
 - Correct choice notice
 - Incorrect newsletter (stated Kaiser still had enrollment cap)
- July through October 2014
 - 50,961 new beneficiaries on Oahu and Maui
 - 3,983 enrolled in Kaiser



Kaiser's % QUEST Enrollment



Projected to increase to 10.1% of non-ABD members January 1, 2015 based on selections made through October 2014



Kaiser

- MQD mailed correct information for the QUEST Integration initial enrollment period Sept 2-30 and weekly thereafter for coverage to begin January 1, 2015
- All beneficiaries will have received correct information and opportunity to switch to Kaiser QI
- Kaiser will receive 2630 new members January 1, 2015
 - 772 QUEST beneficiaries eligible on or after July 1, 2014
 - 1394 QUEST beneficiaries eligible before July 1, 2014
 - 464 QExA beneficiaries
- This does not undo the impact to Kaiser and new beneficiaries from MQD's mistake



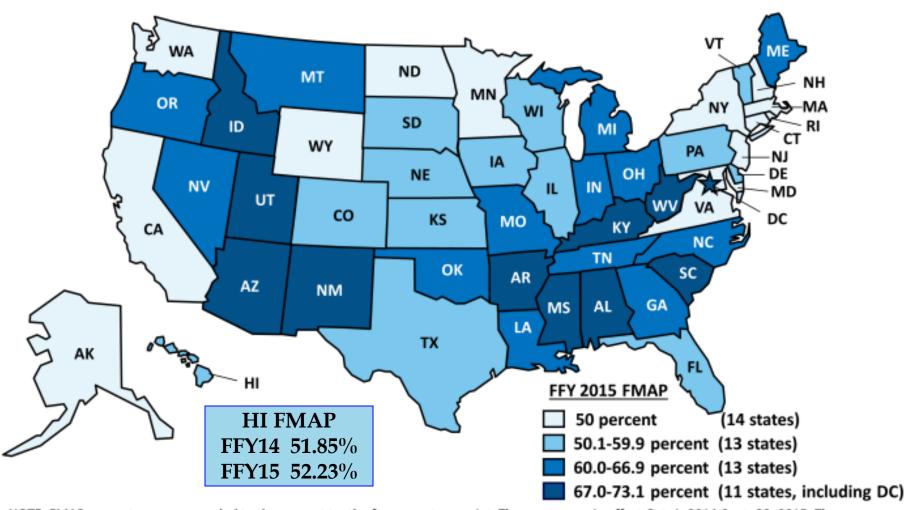
Questions?



Agenda

- Part I
 - Status of Citizens of COFA Nations
 - QUEST Integration
 - Kupuna Care
 - Working Disabled Adults
- Part II
 - KOLEA
 - School-Based Claiming
 - Adult Dental
 - Health Home

Medicaid Costs are Shared by the States and the Federal Government



NOTE: FMAP percentages are rounded to the nearest tenth of a percentage point. These rates are in effect Oct. 1, 2014-Sept. 30, 2015. These FMAPs reflect the state's regular FMAP; they do not reflect the FMAP for newly eligibles in states that adopted the ACA Medicaid expansion. SOURCE: Federal Register, January 21, 2014 (Vol. 79, No. 13), pp 3385-3388, at http://www.gpo.gov/fdsys/pkg/FR-2014-01-21/pdf/2014-00931.pdf.





Status of Citizens of COFA Nations

- The federal Welfare Reform Act of 1996 made many noncitizens, including migrants, ineligible for Medicaid
- The state then began providing Medicaid-like statefunded medical assistance for COFA residents
- In 2009 under CHIPRA, states now had the option to cover certain non-citizen children and pregnant women under Medicaid, which Hawaii opted to do
- In 2010, the Affordable Care Act was passed and made non-citizens eligible for tax credits and cost-share reduction



More Background

- In 2010 during the recession, the state sought to reduce benefits and place an enrollment limit in the statefunded program
- A lawsuit was filed, and an injunction was placed by the Federal District Court
- The Ninth Circuit Court of Appeals ruled in favor of the State, but the injunction remained pending plaintiff's appeal to the U.S. Supreme Court



U.S. Supreme Court Decision

- On November 3, 2014, the U.S. Supreme Court rejected plaintiffs' appeal, which leaves intact the Ninth Circuit Court of Appeals decision in favor of the state
- The decision by the U.S. Supreme Court validates the state's authority to determine the level of health care coverage provided to noncitizens who are ineligible for the federal Medicaid program
- The injunction under which the state had been operating was lifted



Children and Pregnant Women

 There is no impact to children and pregnant women non-citizens who are eligible under Medicaid



Emergency Rules

- The lifting of the injunction resulted in the Department having to follow the existing Basic Health Hawaii rules
- Beneficiaries prior to the injunction would get a benefit reduction; those who became eligible under the injunction would lose coverage
- To avoid this situation, the Department adopted emergency rules, which will last 120 days



Transition Period

- Non-pregnant adult non-aged, blind, or disabled (non-ABD) non-citizen beneficiaries
 - Will remain eligible and continue to receive their current level of benefits until March 1, 2015, when BHH is terminated
 - Will have information sent to the Connector by end of November 2014 (open enrollment begins November 15, 2014)
 - Will be sent a notice in November, and another in January
 - Need to enroll through the Connector by February 15, 2015 to avoid a gap in coverage
- Non-pregnant adult non-ABD non-citizen applicants
 - Beginning November 15, 2014, no longer eligible and their information is being transferred to the Connector



Non-ABD Non-Citizens and ACA

- Eligible for tax credits and cost-share reduction
- Individuals with income <100% FPL will be treated as if income is at 100% FPL
- Must enroll in Silver level plan to receive cost-share reduction
- Individual's share of premium is 2% of monthly income
 - E.g. \$23 in household of one, \$30 in household of two



Premium Assistance Program (PAP)

- The Department is establishing a new program January
 1, 2015 to pay certain individuals' premium share
- Eligible individual must:
 - Be eligible for tax credits and select Silver level plan
 - Receive maximum cost-share reduction
 - Have income <100% FPL</p>
- Enrollment in PAP will be entirely passive to individual as Connector sends income indicator to health plan
- Health plan will invoice the Department instead of the individual
- Ensures coverage, but does not cover co-payments



ABD Non-Citizens

- ABD individuals have greater healthcare utilization and often need services not included as minimum essential coverage
 - E.g. long-term supports and services
- The Department has announced an open application period and is accepting applications from ABD noncitizens
- On March 1, 2015, when BHH is terminated, ABD non-citizen beneficiaries will be seamlessly transitioned to a new state-funded ABD program
- Will continue to receive Medicaid-like benefits



Fiscal Impact

| Group | Count | Current Annual Cost | Projected Annual Cost | Savings |
|----------------------------|-------|---------------------------|-----------------------------|-----------|
| ABD COFAs | 1046 | \$16.5 M | \$16.5 M | \$0 |
| Non-ABD Non-citizens | 7432 | \$32.5 M | \$0 | \$32.5 M |
| ABD LPRs | 140 | \$0 | \$2.2 | (\$2.2 M) |
| Premium Assistance Program | 8700 | \$0 | \$3.3 | (\$3.3 M) |
| TOTAL | | \$49 M | \$22 M | \$27 M |



Summary

- No change to eligibility or coverage for children and pregnant women non-citizens under Medicaid
- No change to eligibility or coverage for non-citizen beneficiaries through February 28, 2015
 - BHH will end March 1, 2015
- Non-ABD non-citizen beneficiaries will have nearly 3 months to enroll through the Connector
 - Must enroll by February 15, 2015 to avoid coverage gap
- New premium assistance program available
- New state-funded program for ABD non-citizens



Questions?



QUEST Integration (QI)

- Developed in response to requirements of the Affordable Care Act
- Planning process began 2.5 years ago
- Had numerous forums for community input
- Proposal was shaped by the community for the community



Key Points to QI

- A more patient-centric approach
- An individual no longer has to change programs and potentially health plans and providers
 - Upon becoming aged
 - Upon developing a disability
- All family members can now enroll in the same health plan
- More health plan choices for individuals who are aged, blind, or disabled



Other Benefits to QI

- Simplification
- Reduced administrative burden on providers
- Improved access to services
- Service coordination is focused on individuals with Special Health Care Needs, receiving long-term services and supports (LTSS), or dual-eligible (both Medicare and Medicaid)
- Lower service coordinator ratios
- Face-to-face service coordination (minimize telephonic)



QI Health Plans

- AlohaCare
- HMSA
- Kaiser (Oahu and Maui only)
- 'Ohana
- UnitedHealthcare



QI Initial Enrollment

- All individuals could choose of the five QI health plans
- Individuals who wanted to change health plan could:
 - Mail the completed plan change form
 - Call the MQD enrollment call center at 800-316-8005
 - Fax the completed plan change form to 800-576-5504
- Individuals who did not choose a different plan will remain with their current plan
- Health plan changes will become effective January 1, 2015
 - Individuals will have 60 days to change
 - Can change by calling enrollment call center (# above)



APC Initial Enrollment Results

| | Non-ABD | ABD | Total |
|---------|---------|-------|--------|
| Oahu | 4,300 | 1,883 | 6,183 |
| Kauai | 431 | 119 | 550 |
| Hawaii | 1,366 | 453 | 1,819 |
| Maui | 1,293 | 260 | 1,553 |
| Molokai | 173 | 42 | 215 |
| Lanai | 19 | 9 | 28 |
| Total | 7,582 | 2,766 | 10,348 |



Readiness Review

- Five primary area of readiness:
 - Mandatory desk review items- completed
 - Documents reviewed/approved by MQD
 - Provider Network adequacy- completed
 - Complete provider networks across State
 - On-site readiness- in process
 - Two day on-site performed by MQD with corrective action for all health plans
 - Information Technology- in process
 - Able to receive and return files to MQD
 - Claims testing for long-term services and supports (LTSS) providers- in process
 - Able to pay claims to LTSS providers



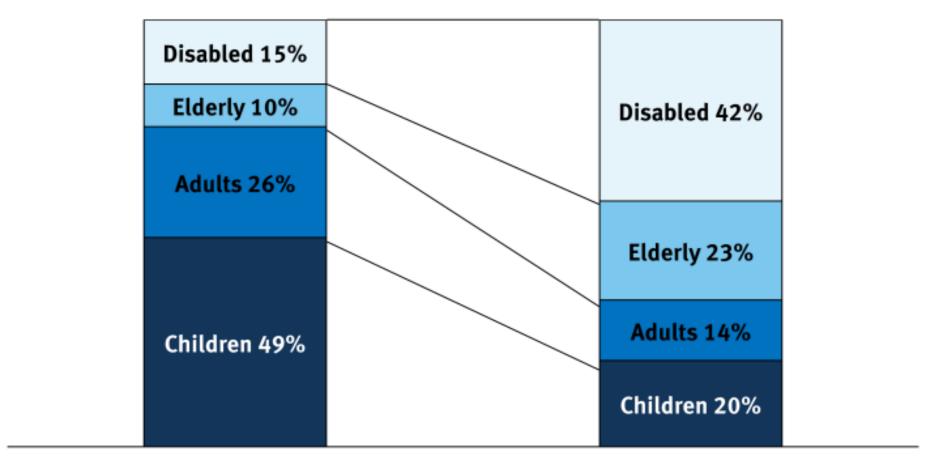
Transition to QI health plan

- MQD will mail health plan confirmation notices in mid-December
- Beneficiaries should keep the health plan confirmation notice
- The health plan confirmation notice can be used until the new health plan ID card arrives
- Health plans will mail new ID cards in January
- MQD will facilitate the transfer of information from the old plan to the new plan



Questions?

Medicaid Enrollees and Expenditures, FFY 2009



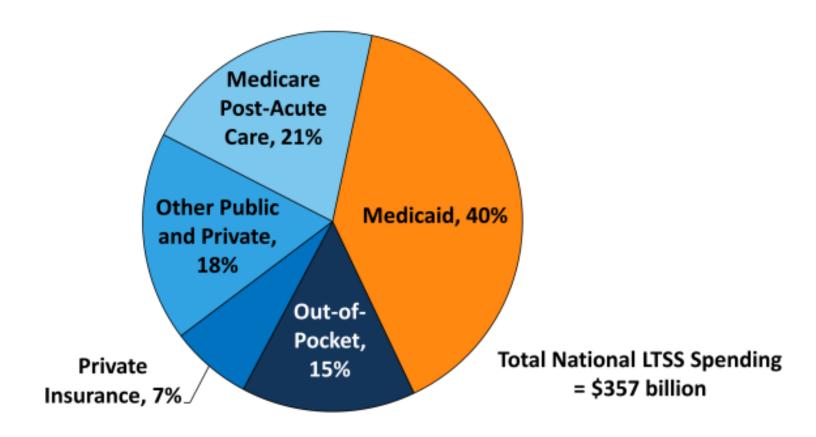
Enrollees Total = 62.7 Milion Expenditures
Total = \$346.5 Billion

NOTE: Percentages may not add up to 100 due to rounding.





Medicaid is the Primary Payer for Long-Term Services and Supports (LTSS), FY 2011



NOTE: Total long-term care expenditures include spending on residential care facilities, nursing homes, home health services, personal care services (government-owned and private home health agencies), and § 1915(c) home and community-based waiver services (including home health). Long-term care expenditures also include spending on ambulance providers. All home and community-based waiver services are attributed to Medicaid.

SOURCE: KCMU estimates based on FY 2011 Centers for Medicare & Medicaid Services (CMS) National Health Expenditure Accounts data.





- Expands access to home and community-based services
- Prevents decline in those at risk of deteriorating to institutional level of care
- Standardizes who has access to services
 - Based on assessment on DHS 1147
 - Specific section for information on IADLs (housekeeping, laundry, meal preparation, and shopping)
- Started January 1, 2014



At-Risk Individuals

- Requires assistance with IADLs, such as house cleaning, laundry, grocery shopping, or meal preparation, because of memory, mental status/behavior, or physical limitations
- Caregiver support system cannot provide 24/7 supervision and individual cannot be left alone
- Requires assistance with tasks (due to memory, mental status/behavior, or physical limitations), such as insulin administration
- Individual may be unsteady/fallen previously



- Adult Day Care
- Adult Day Health
- Home Delivered Meals
- Personal Assistance- Level I and Level II
 - Level I- Chore Services
 - Level II- Activities of Daily Living
- Personal Emergency Response System
- Skilled Nursing



- Services based on needs of the member, regardless of the point score that include: frailty, cognition, and behavioral status.
- Requires additional documentation to support the functional status and needs
- Natural support systems considered when determining services
- Three tiers based on 1147 tool
 - 5-7, 8-10, >10 functional points
 - May be approved <5 five functional points with demonstrated need



| 1 | 5 to 7 functional points | home-delivered meals*PERS |
|------|-----------------------------------|---|
| ll l | 8 to 10 functional points | home-delivered meals ** PERS Personal assistance (level I) |
| III | Greater than 10 functional points | home-delivered meals** PERS personal assistance (both level I and II) adult day care adult day health skilled nursing services |

^{*} If not available in the area use CHORE for meal preparation.

^{**}Not have both CHORE and home-delivered meals (since CHORE includes meal preparation)



QI Projects

- Standardized assessment tools
 - Individuals with Special Health Care Needs
 - Individuals requiring Long-Term Services and Supports (LTSS) including at-risk
- Standardized service plan tools
- Revision of DHS 1147 to be more consistent with tools that EOA is using
- Transition plan for new CMS rules on home and community based services (partnering with DDD, DD Council, OHCA, DD waiver participants, families, and providers)



- Previously MQD beneficiaries were ineligible for EOA
- MQD and EOA both provide HCBS
 - MQD provides full HCBS to those who meet institutional level of care, and at-risk services to eligible individuals who do not
- Use same base assessment tool, but different adaptations
- May use different criteria for developing care plan
- Cover different benefits



- EOA and MQD both cover:
 - Personal Assistance I and II
 - Adult Day Care/ Day Health
 - Home delivered meals
 - Non-emergency medical transportation
 - Case management
 - Skilled nursing
 - Personal emergency response system
 - Respite
 - Home modification



- EOA covers, but MQD does not cover:
 - Non-medical transportation
 - Congregate meals
 - Legal assistance
 - Exercise/Physical fitness
 - Recreation/Leisure
 - Friendly visiting
 - Telephone reassurance
 - Socialization education/training
 - Housing assistance



- MQD and EOA have developed procedures to avoid duplication and ensure Medicaid is first payer
 - EOA to check online if individual is a Medicaid beneficiary
 - EOA will request authorization to receive MQD service plan
- MQD would like to develop an electronic database so EOA service providers can look up QI service plan



Questions?



Working Disabled Adults

- A barrier to disabled adults working is concern that they will lose Medicaid due to the additional income
- Medicaid buy-in task force has been convening for a few years
- Legislation for a buy-in program last session did not pass



Working Disabled Adults

- MQD in partnership with the Medicaid buy-in task force has been pursuing an earned income disregard for disabled adults age 19-65
 - \$2000 disregard per month
 - No premium required
 - To begin April 1, 2015
- MQD included in budget request \$729 K general funds to continue next year; net cost to State is lower



ICF-ID

- Increasing bed hold days from 12 to 24 per year
- Implementing 1.8% inflationary increase for SFY 2015
 - Other ICF, acute care facilities have sustainability fee programs
 - DOH/DDD has made \$75 K state-share available
- Rebasing reimbursement rates per HAR
 - DOH/DDD to make budget request of \$635 K general funds



End Part I