AHCCCS Update

AHCCCS Issues

- Medicaid Restoration
- HEAplus v. Marketplace
- Budget Update
- Care Coordination
- Integrated RBHA

Medicaid and ACA Populations

- Exchange Subsidies
- Full Expansion
- Healthcare Reform/Marketplace
- Prop 204 Expanded Coverage
- Non-Prop 204 Expanded Coverage
- Federal Trustees

- 100-133% FPL Estimated
- 57,000 to enroll
- Percentage of costs paid by federal government

*Currently frozen

*Readings across Arizona to provide comprehensive quality health care for those in need
Governor Brewer and the Journey to Restoration

- In her 2013 State of the State, Governor Brewer called for the restoration of Prop. 204 childless adult coverage (240,000 Arizonans 0-100% FPL) and new adult coverage (57,000 Arizonans 100-133% FPL).
- Because Arizona expanded early, the State was not eligible for 100% federal funding for childless adults.
- The ACA included transitional enhanced FMAP for expansion states, but Arizona could only access that higher match if it “expanded” to include adults from 100–133% FPL.
- The State could not afford restoration without expansion.
- Arizona’s “expansion” debate was over 57,000 new adults.

Relatively Minor Tweak to Populations Already Covered by Arizona Voters

- If Arizona does not expand, it may have to eliminate 57,000 people.

Medicaid Restoration

- Enrollment Numbers – December - February

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<th>12-1-13</th>
<th>1-1-14</th>
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<td>KidsCare</td>
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<td>AHCCCS for Families &amp; Children (1933)</td>
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<td>655,368</td>
<td>(-16,767)</td>
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<td>All Other</td>
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<td>Total Enrollment</td>
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<td>AHIP Enrollment</td>
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**AHCCCS Combined AIHP Population**

**Hospital Assessment & Litigation**

**Assessment**
- AHCCCS worked with consultant and hospital stakeholders
- Projected need of $75 m in FY 2014
- Model shows no systems negatively impacted
- Have CMS Approval for AHCCCS plan
- Will need new rate for 7-1-14

**Litigation**
- Lawsuit brought by 36 Republican Legislators
- Hearing held on Dec. 13th to determine standing
- Awaiting ruling from Court on standing issue

**Moving Forward**

**Medicaid vs. Marketplace**
Health-e-Arizona Plus (HEAPlus)

- Streamlining Eligibility
- Improving Program Integrity
- Extending the Public/Private Partnership to Eligibility

AHCCCS Eligibility

- AHCCCS Eligibility is determined by DES and AHCCCS
- ACA requires states to change how income is calculated
- Old legacy systems could not accommodate the changes
- HEA could be enhanced to meet the new needs.
Expanding the Public/Private Partnership

- AHCCCS partners with organizations and providers to offer local application assistance to consumers.
- AHCCCS has trained over 1,000 employees known as “community assistors” to assist applicants.
- Many new organizations are signing up to become subscribers to HEAplus.
- Making Eligibility Local. Provide personalized support to your customers in their own community.

Medicaid vs. Marketplace

- What if a HEAplus applicant is over income for AHCCCS?
  - HEAplus will tell you if you are over income for AHCCCS and that your information is being transferred to the Marketplace.
  - For people not AHCCCS eligible, HEAplus will automatically transfer the application to the Marketplace for review.
  - AHCCCS has transferred approximately 31,000 accounts to FFM as of early January.
  - Applicants will need to go to www.healthcare.gov to open an account in the Marketplace.

- What happens if an applicant applies for coverage through the Marketplace but is screened as AHCCCS eligible?
  - FFM will not make AHCCCS eligibility determinations.
  - Marketplace will send the application to AHCCCS without the person having to do anything.
  - AHCCCS will then complete the eligibility determination.
  - AHCCCS has received over 60,000 account transfers from FFM.
  - CMS has identified defects in their data that AHCCCS must work around; AHCCCS still evaluating process to do so.
Medicaid vs. Marketplace

- Are any of the federal Marketplace website issues impacting HEAplus?
  - HEAplus relies on a federal data hub to access certain information.
  - That system is sometimes taken down for maintenance.
  - This means that HEAplus will not be able to verify certain information like citizenship during those off hours.
  - Any unscheduled problems with the federal data hub will also cause delays for HEAplus.

Essential Health Benefits

- Aligning Medicaid package
  - Adding HPV vaccine for adults (21-26) – 1/1/14
  - Restored well visits – 10/1/13
  - Habilitation – separate 15 visit limit under PT
  - 25-day limit going away 10/1/14

IHS/638 Waiver Update

- To date AHCCCS has paid out $150 m
- Looking to complete current waiver payments by 4-1-14
- AHCCCS received approval to continue uncompensated care payments to I.H.S and 638 facilities from January 1, 2014 to December 31, 2014 for services:
  1. What is the effect on service utilization as a result of the uncompensated care payments? Population served?
  2. Are the affected facilities able to maintain and/or increase their current staffing levels?
IHS/638 Waiver Update (ctd)

- Includes those services eliminated during recession (podiatry – IP caps – PT – emergency dental)
- Calculated PMPM of $13.99 – will be adjusted down on 10-1-14 for 25 day IP
- PMPM will be multiplied by AIHP adults enrolled

AHCCCS Budget Update

- JLBC Budget assumes a $50 m GF reduction
- Executive Budget down $75 m GF – slightly lower caseload forecasts
- Both budgets account for growth of ACA and some utilization/cost growth plus impact of hospital assessment
- Budget process plays out over next few months

Care Coordination

- AIHP
  - Continuing to refine care coordination models and data sharing with select facilities
  - Expanding to include behavioral health resource
  - Hosted workgroup discussion with all 3 I.H.S Area staff
- Super Utilizer Efforts
  - RBHA/Health plan coordination
- Correctional Opportunities
RBHA Update

- State prevailed in Magellan Administrative appeal – Magellan has appealed to Superior Court
- Moving forward with 4-1-14 Maricopa implementation with MMIC
- Letters going out to members at end of February
- American Indians retain choice
- Work has started on Greater AZ RFP for RBHA services – 2015 contract term

Questions ??