



AHCCCS Update



30 Years of Medicaid Innovation
Our first care is your health care
Arizona Health Care Cost Containment System

“Reaching across Arizona to provide comprehensive quality
health care for those in need”



AHCCCS Issues

- ❑ Medicaid Restoration
- ❑ Waiver Update
- ❑ Budget Update
- ❑ Integrated RBHA



Medicaid Restoration

□ Enrollment Numbers – 1/1/14 – Up 1,059

| | <u>12-1-13</u> | <u>1-1-14</u> | <u>Change</u> |
|--|------------------|------------------|---------------|
| Prop 204 Restoration | 67,770 | 96,834 | 29,064 |
| Adult Expansion | - | 1,369 | 1,369 |
| KidsCare | 46,761 | 42,684 | (4,077) |
| Family Planning | 5,105 | - | (5,105) |
| AHCCCS for Families & Children (1931) | 672,135 | 655,368 | (16,767) |
| All Other | 505,379 | 501,954 | (3,425) |
| Total Enrollment | 1,297,150 | 1,298,209 | 1,059 |



KidsCare Update – changes for 2-1

□ KidsCare I

■ 7,000 Kids

- roughly 4,500 to Medicaid
- 2,500 stay in KidsCare

□ KidsCare II

■ 37,000 Kids

- 23,000 Medicaid
- 14,000 to FFM - Marketplace



HEAplus Update

- HEAplus went live to public on 10-19-13
- Sending Account Transfers to FFM – about 31,000 (as of early January)
- FFM to State
 - Testing as of 1-10-14
 - Ongoing challenges
- Next Phase - Roll out to eligibility workers



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



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



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 in 2014 for services
 - i. What is the effect on service utilization as a result of the uncompensated care payments? Population served?
 - ii. Are the affected facilities able to maintain and/or increase their current staffing levels?



Waiver Update

- ❑ 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
- ❑ See Handout for estimates by facility eligible for funds



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 – on to 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 ??



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