



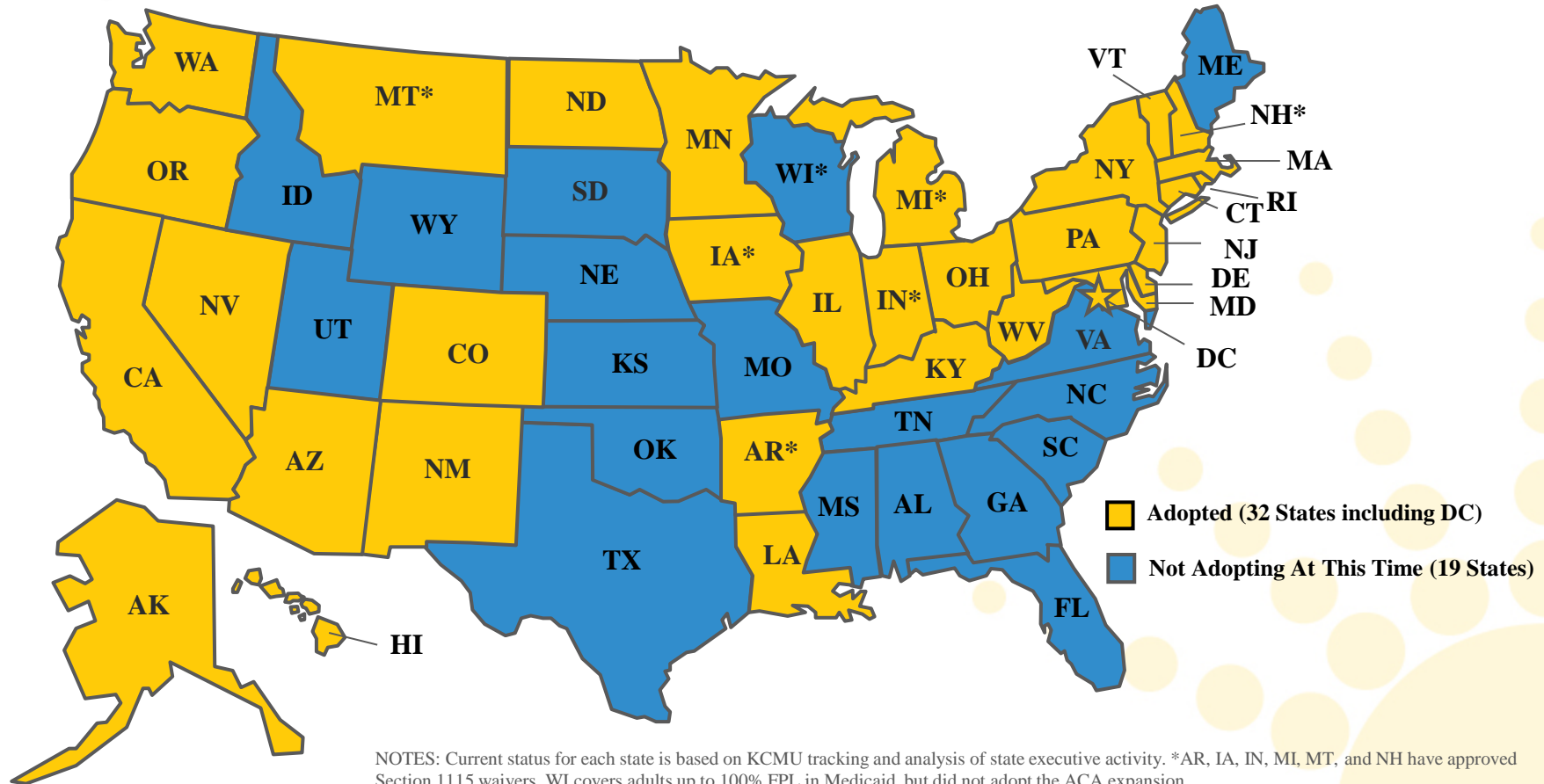
AHCCCS Update



Federal Reform Discussions



Current Status of Medicaid Expansion Decisions



NOTES: Current status for each state is based on KCMU tracking and analysis of state executive activity. *AR, IA, IN, MI, MT, and NH have approved Section 1115 waivers. WI covers adults up to 100% FPL in Medicaid, but did not adopt the ACA expansion.

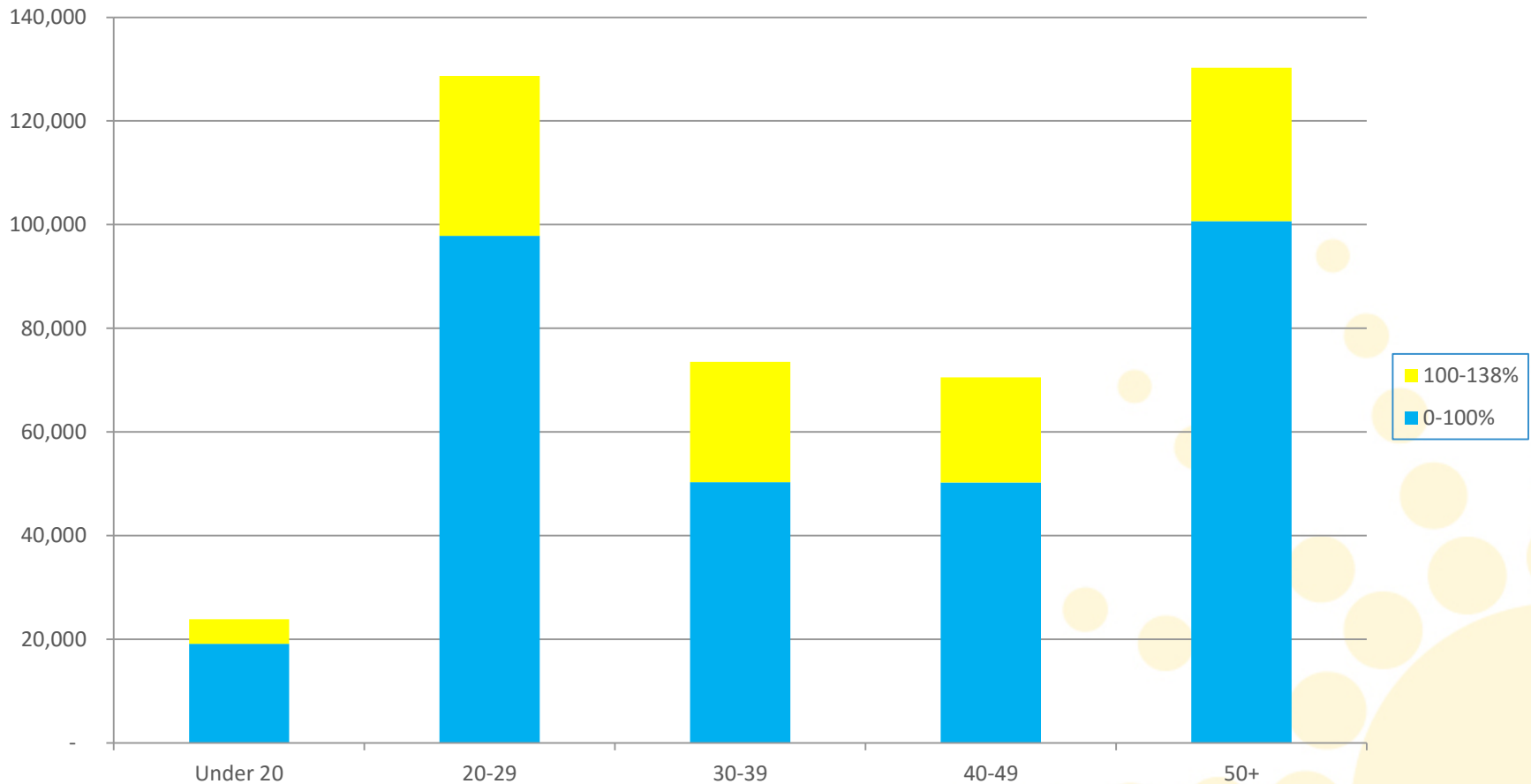
SOURCE: "Status of State Action on the Medicaid Expansion Decision," KFF State Health Facts, updated July 7, 2016.

<http://kff.org/health-reform/state-indicator/state-activity-around-expanding-medicaid-under-the-affordable-care-act/>

AHCCCS by the numbers

- 400,000
- 82,000
- 47,000
- 26,700
- 31% each
- 11,563
- 17.3% to 11.1%
- Expansion Adults
- MH Service
- Substance Use Disorder
- Cancer Treatment
- 20-29 years old - >50
- Individuals with SMI
- Uninsured rate 2013 to 2015

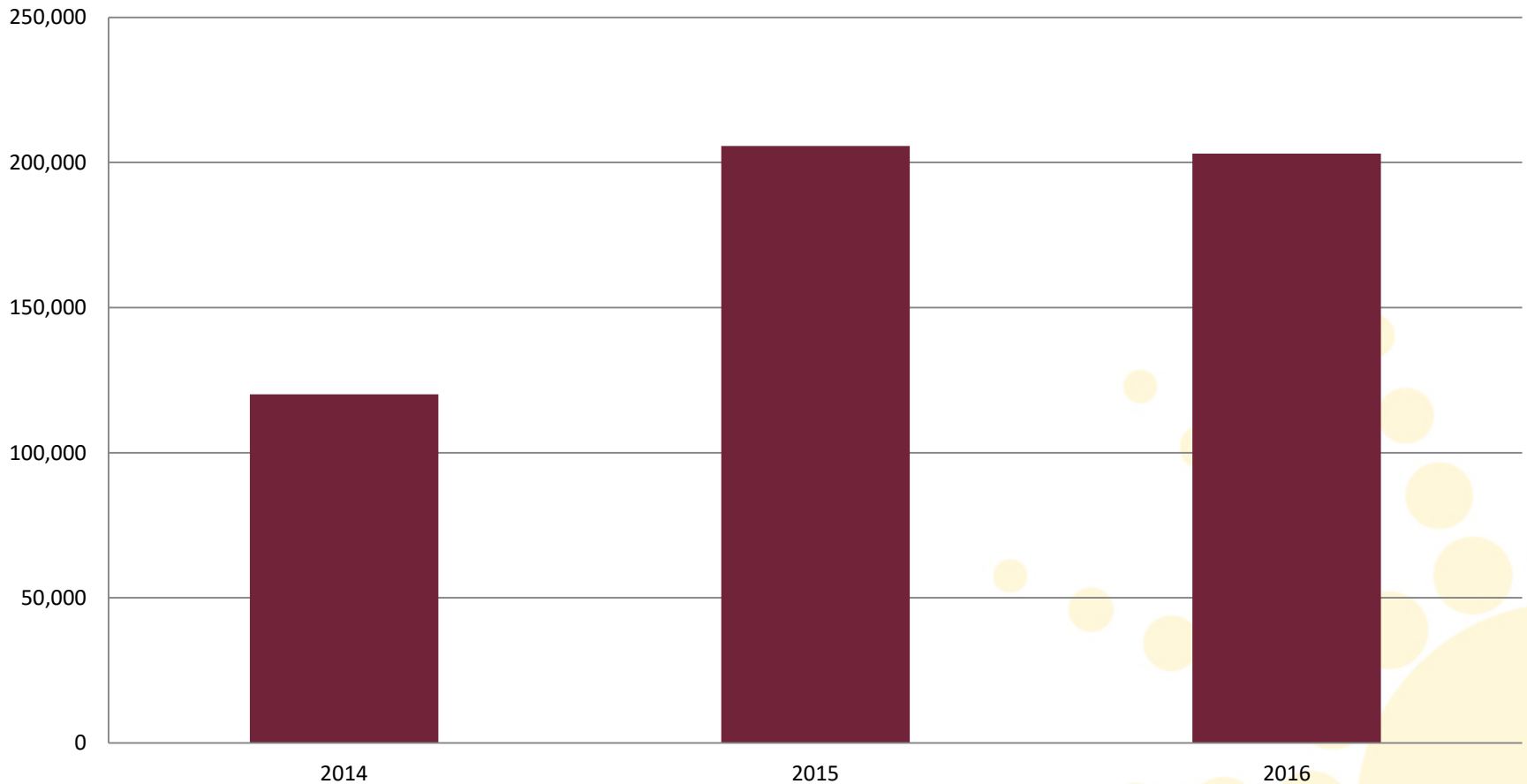
Age Distribution of ACA members



AHCA Impact Snapshot

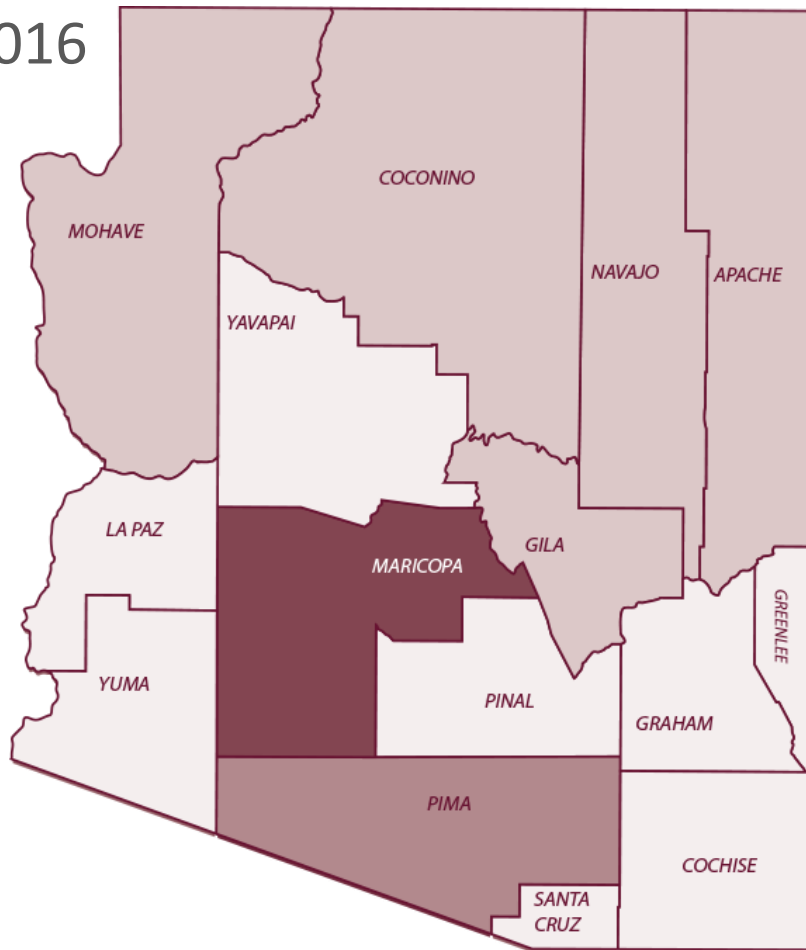
	FY 18	FY 19	FY 20	FY 21	FY 22	FY 23
Freeze coverage losses (June)			134,000	274,000	319,000	383,000
Decrease in Healthcare spending with Freeze			\$118 m	\$1.5 B	\$2.0 B	\$2.5 B
New State Costs +Restore Freeze at 100%	\$30m	\$92 m	\$148 m	\$319 m	\$408 m	\$478 m
State Costs Patient State Stability Fund			\$9.8 m	\$29.4 m	\$49 m	\$68.6 m

Marketplace Enrollment: Arizona



Marketplace Insurers 2014-2017

2016



Counties	2014	2015	2016	2017
Apache	6	7	3	1
Cochise	6	7	2	1
Coconino	6	7	3	1
Gila	6	7	3	1
Graham	6	7	2	1
Greenlee	6	7	2	1
La Paz	6	7	2	1
Maricopa	9	10	8	1
Mohave	6	7	3	1
Navajo	6	7	3	1
Pima	8	9	5	2
Pinal	7	8	2	1
Santa Cruz	7	7	2	1
Yavapai	7	7	2	1
Yuma	6	7	2	1



Secretary Tom Price & Administrator Seema Verma's Letter to Governors

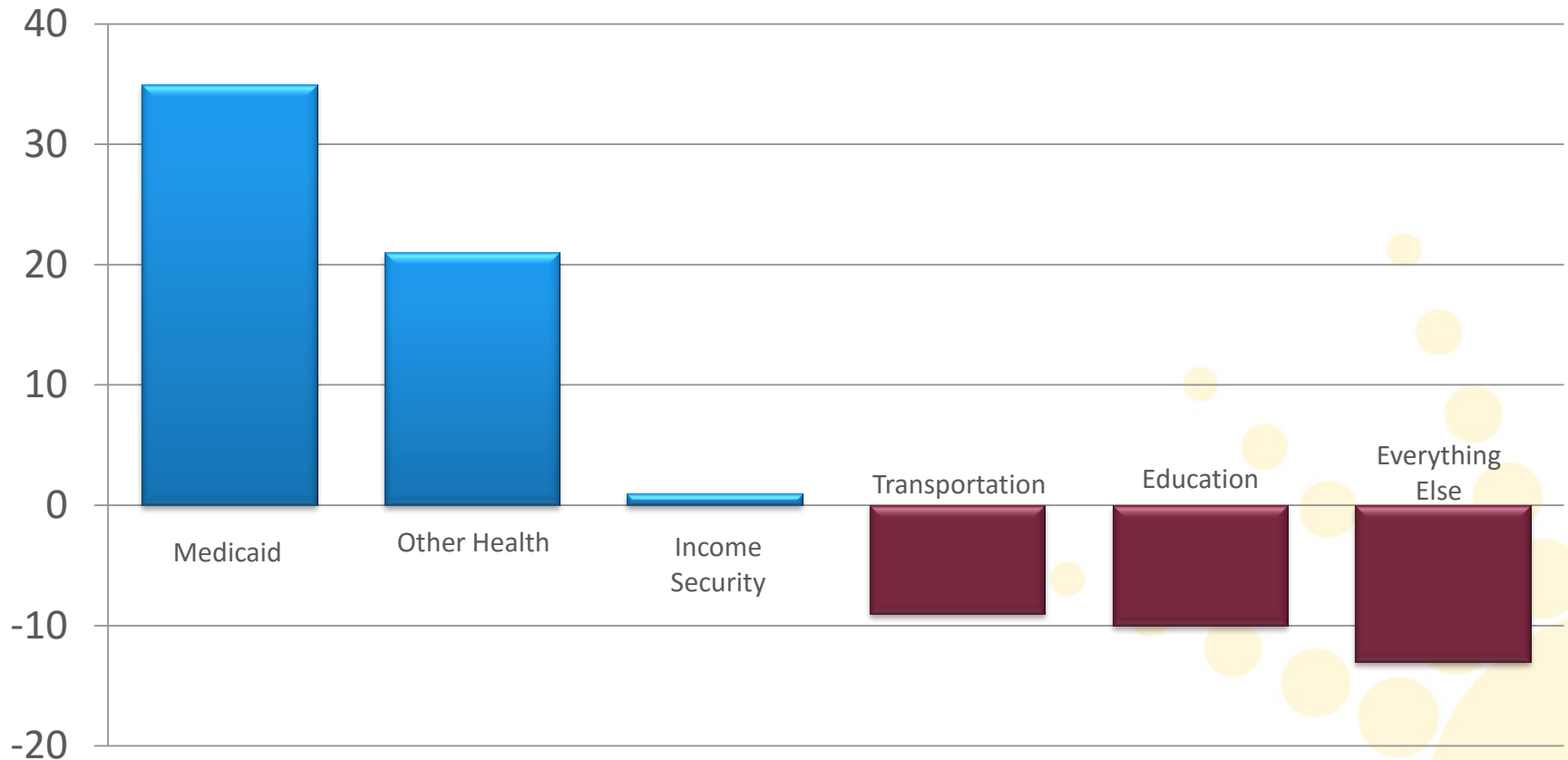
"We commit to ushering in a new era for the federal and state Medicaid partnership where states have more freedom to design programs that meet the spectrum of diverse needs of their Medicaid population."

<https://www.hhs.gov/sites/default/files/sec-price-admin-verma-ltr.pdf>

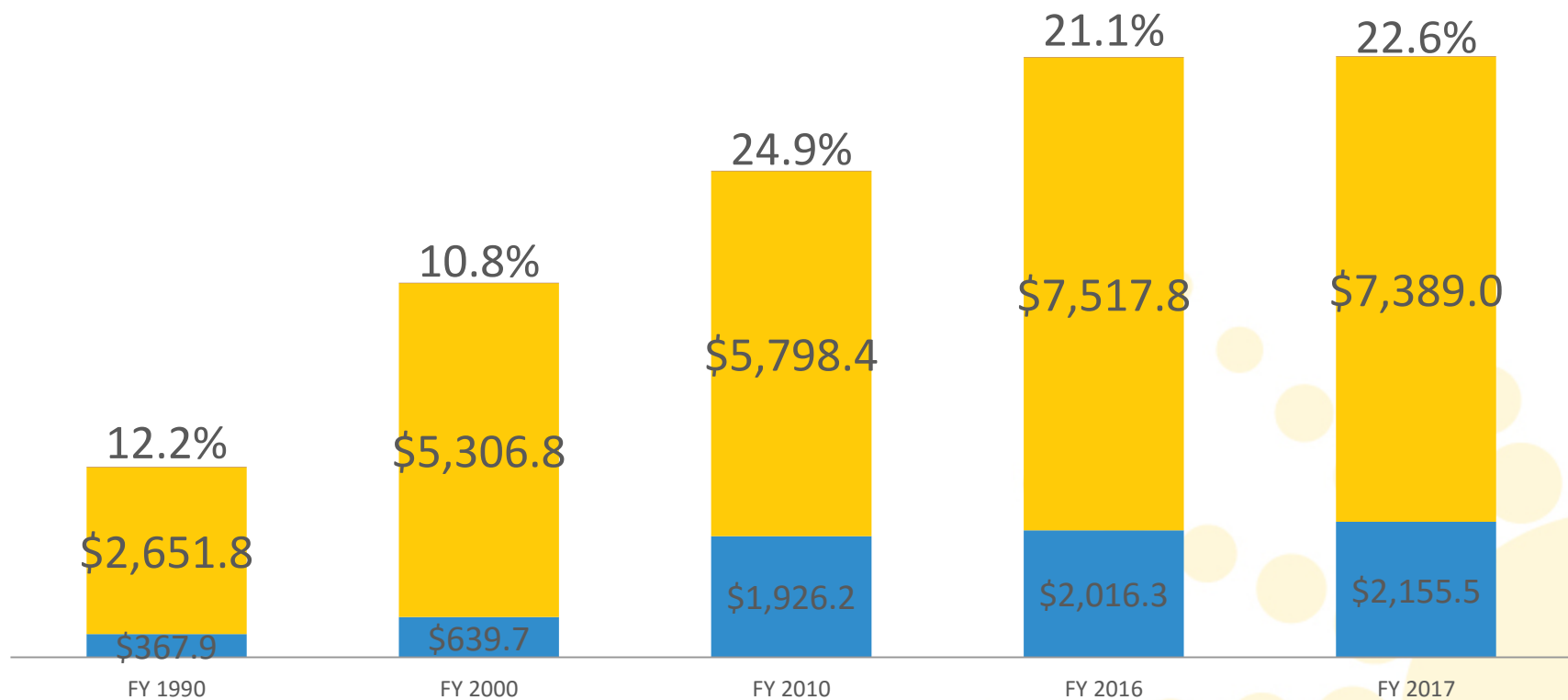
Examples of Flexibility – McCarthy Letter

1. Freeze or cap certain eligibility group–ability to eliminate TMA
2. States should not have to cover all FDA approved drugs
3. Change FQHC reimbursements and statutes
4. Eliminate NEMT for certain populations
5. Increased cost sharing flexibility
6. Eliminate comparability and state-wideness
7. Eliminate Essential Health Benefits requirement
8. Allow more frequent eligibility redeterminations
9. Eliminate and reduce CMS regulatory burden
10. 1115 path to permanency

Percentage Change in Federal Funding (2008-2014)

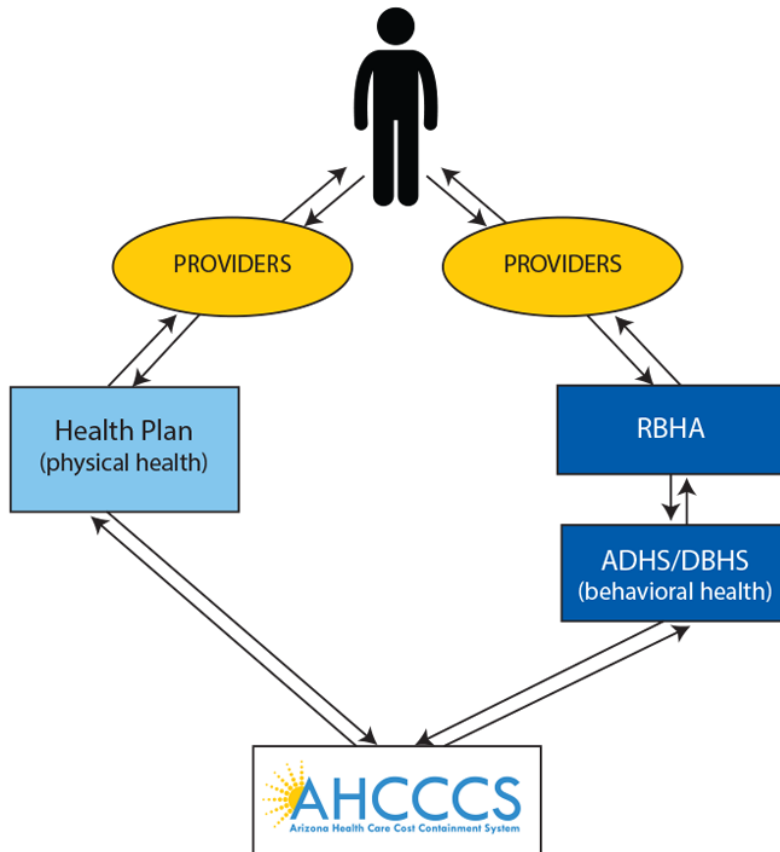


Medicaid Portion of General Fund

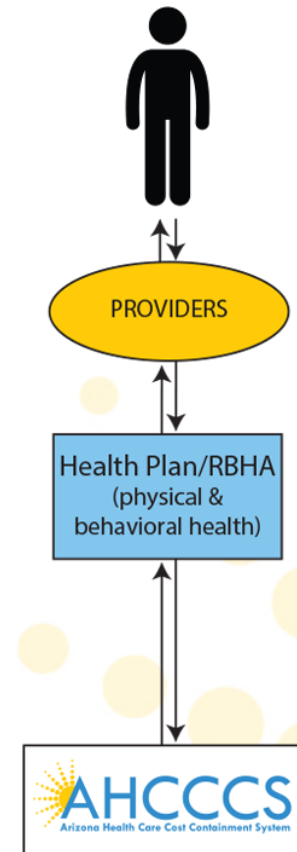


Integration – System Design Matters

CURRENT CONFIGURATION



STREAMLINED CONFIGURATION

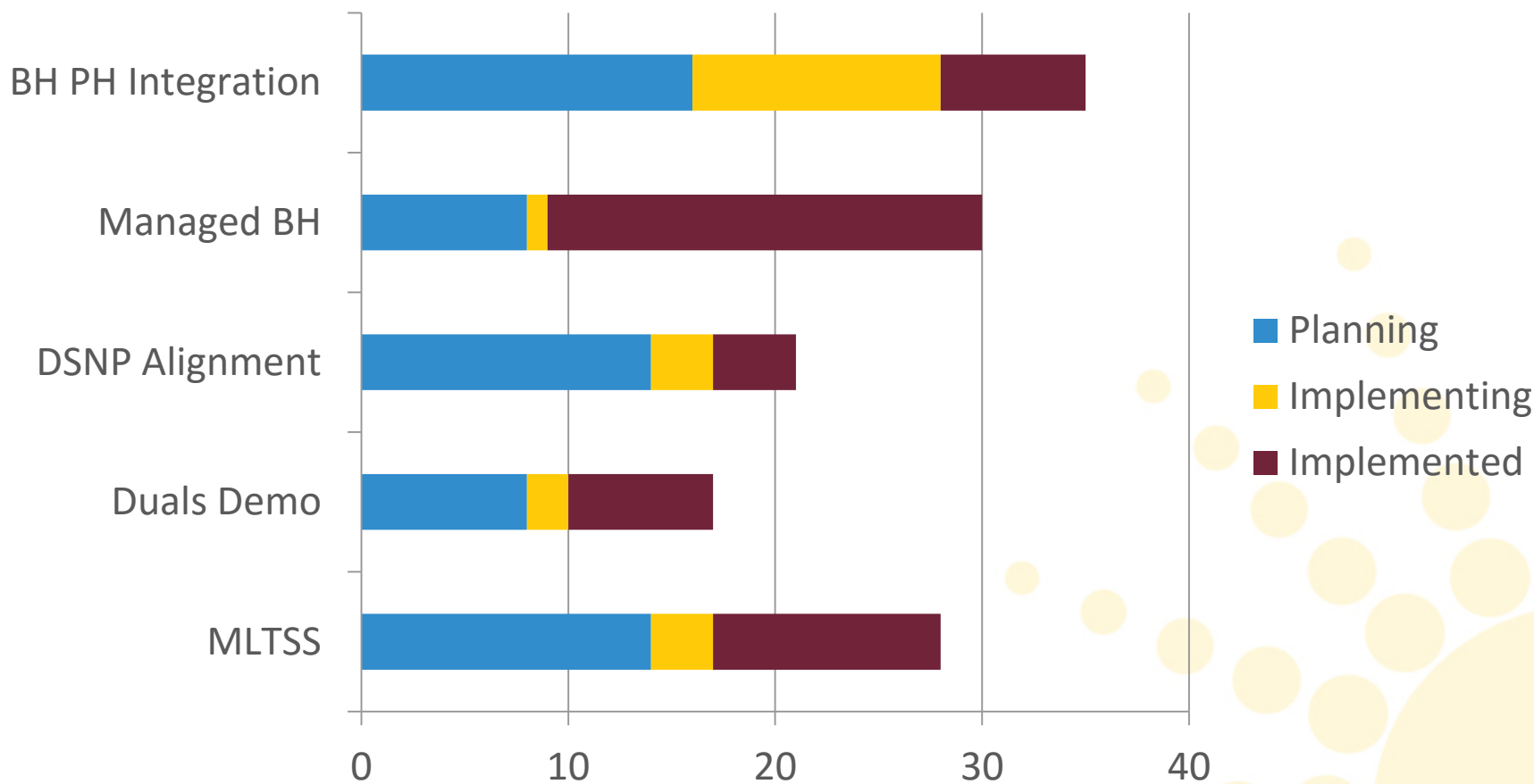


Reaching across Arizona to provide comprehensive quality health care for those in need

GAO - Conditions of Members (%)

Condition	Asthma	Diabetes	HIV/AIDS	MH	SUD	Delivery	LTC	None
Asthma		24.5	3.9	65.1	29.1	6.5	7.3	17
Diabetes	18.5		2.6	52.4	23.9	3.1	12.7	29.7
HIV/AIDS	17.9	15.6		48.1	39.4	2.1	7.2	29
MH	17.6	18.7	2.8		26.7	4.0	11.9	42.9
SUD	20.8	22.6	6.0	70.8		4.5	10.2	15.6
Delivery	9.3	5.9	0.7	21.3	9.0		0.5	66
LTC	12.5	28.6	2.8	74.7	24.4	0.6		14.1

Delivery System Initiatives



American Indian Medical Home

- Submitted to CMS 4/12:
<https://www.azahcccs.gov/Resources/StatePlans/stateplanamendments.html>
- Establishing PMPM for care coordination
- Multiple consultations, most recently Feb 9, 2017.
- Will schedule implementation meetings for interested facilities

Targeted Investment

Focus Areas

- Adults with behavioral health needs
- Adults transitioning from the justice system
- Children with behavioral health needs, including care for children with ASD and care for children in the child welfare system

Projects

- Integrated care at the ambulatory care site for adults and children with behavioral health needs
- Care coordination during and after hospital stay for a mental health diagnosis
- Integrated care delivered in settings co-located at select county probation & DOC parole offices

Tentative TI Timeline

