

# Alaska Medicaid

April 23, 2014

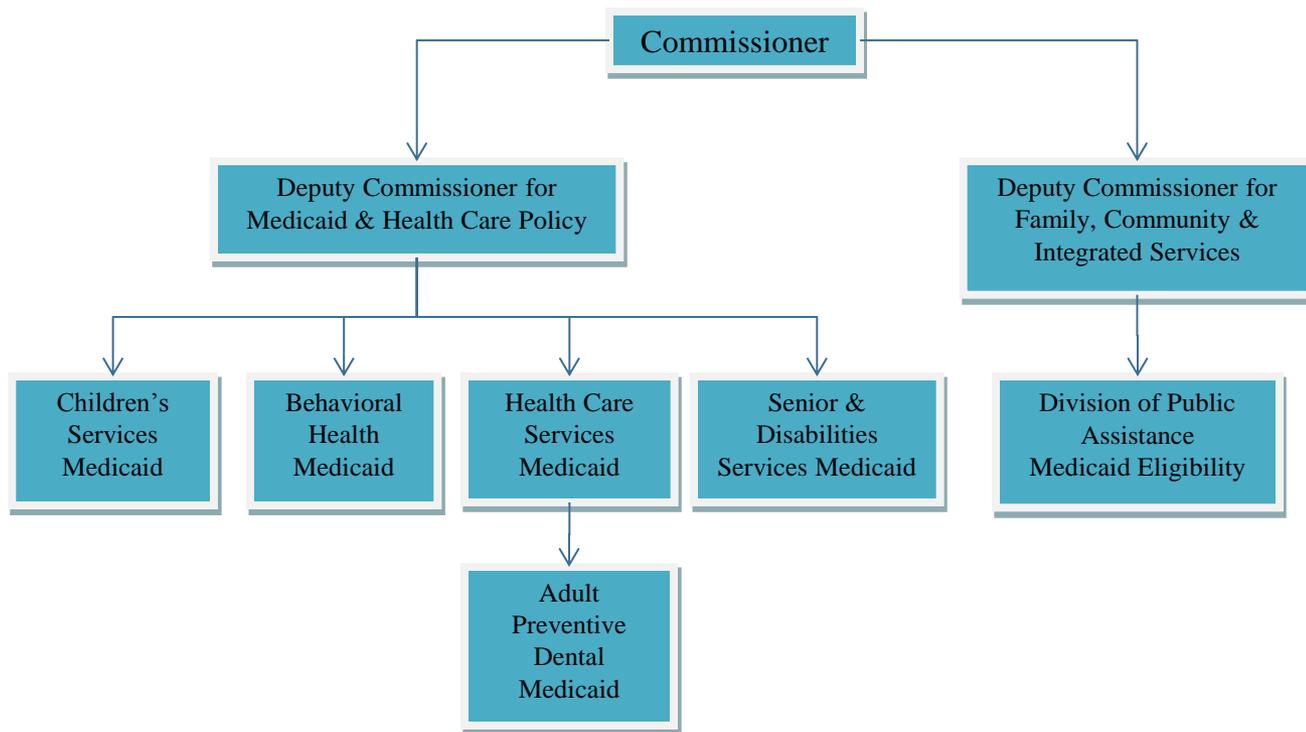


Director Margaret Brodie

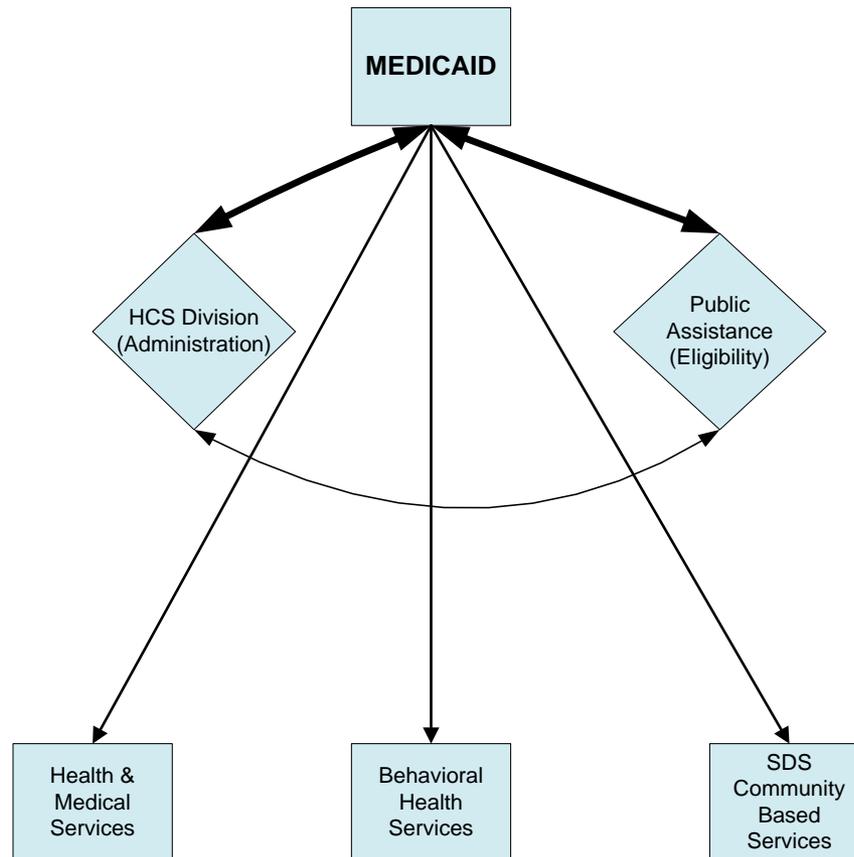
Department of Health & Social Services

# Service Philosophy

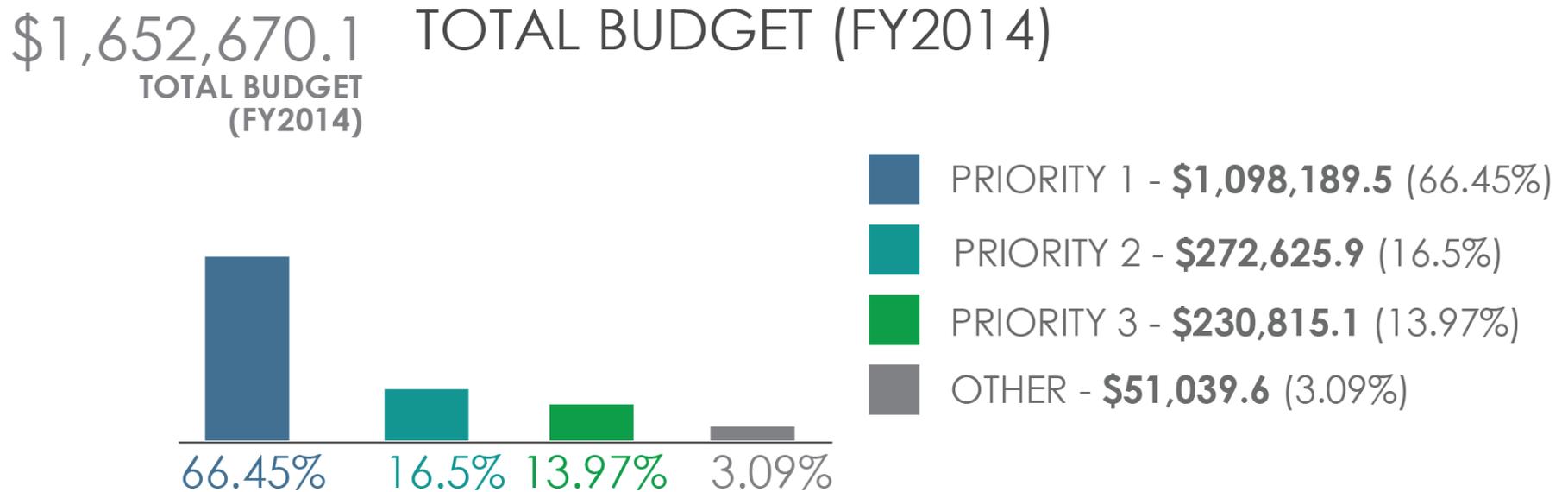
- » Deliver the right care to the right person at the right time for the right price



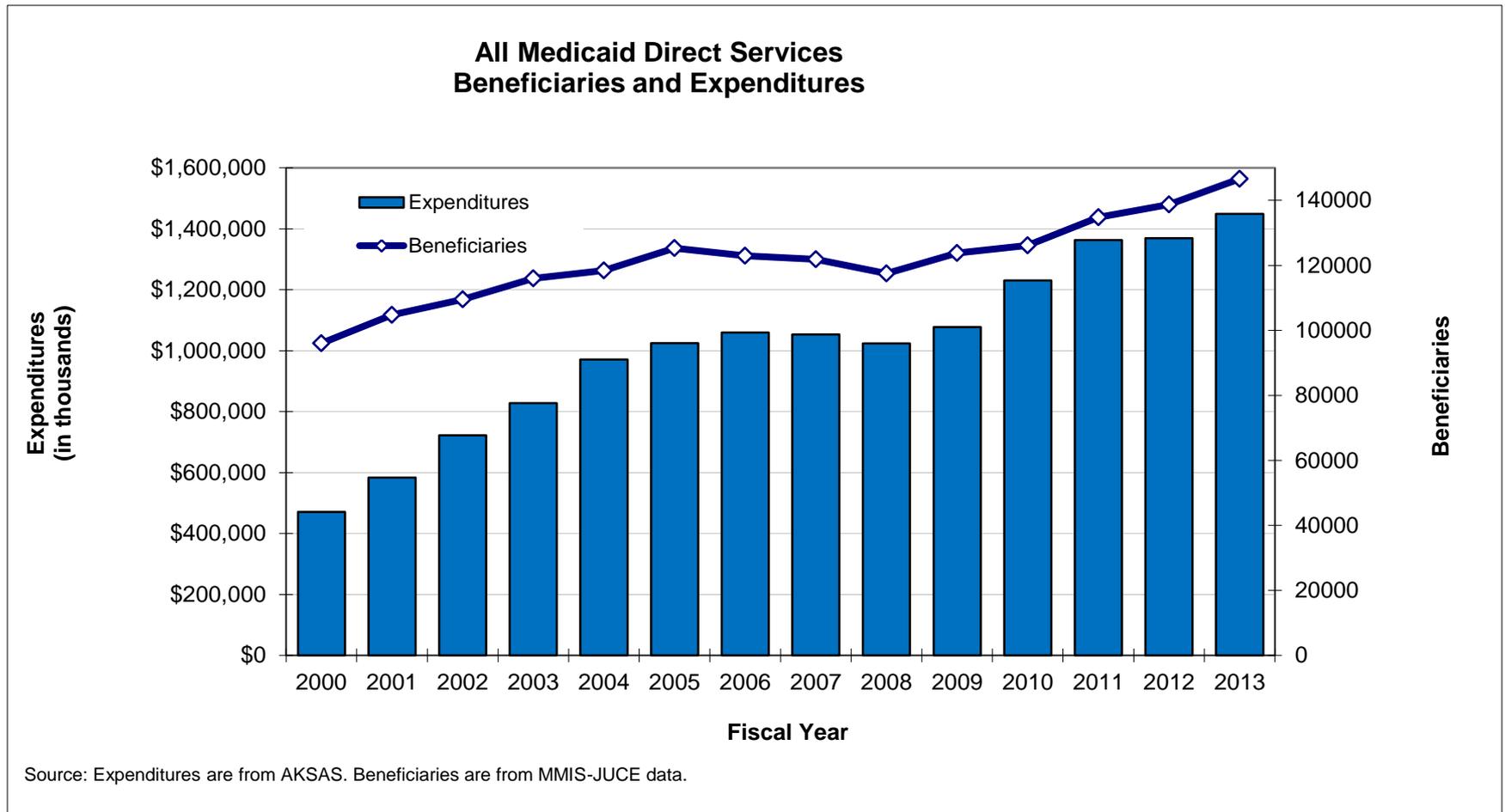
# Alaska Medicaid



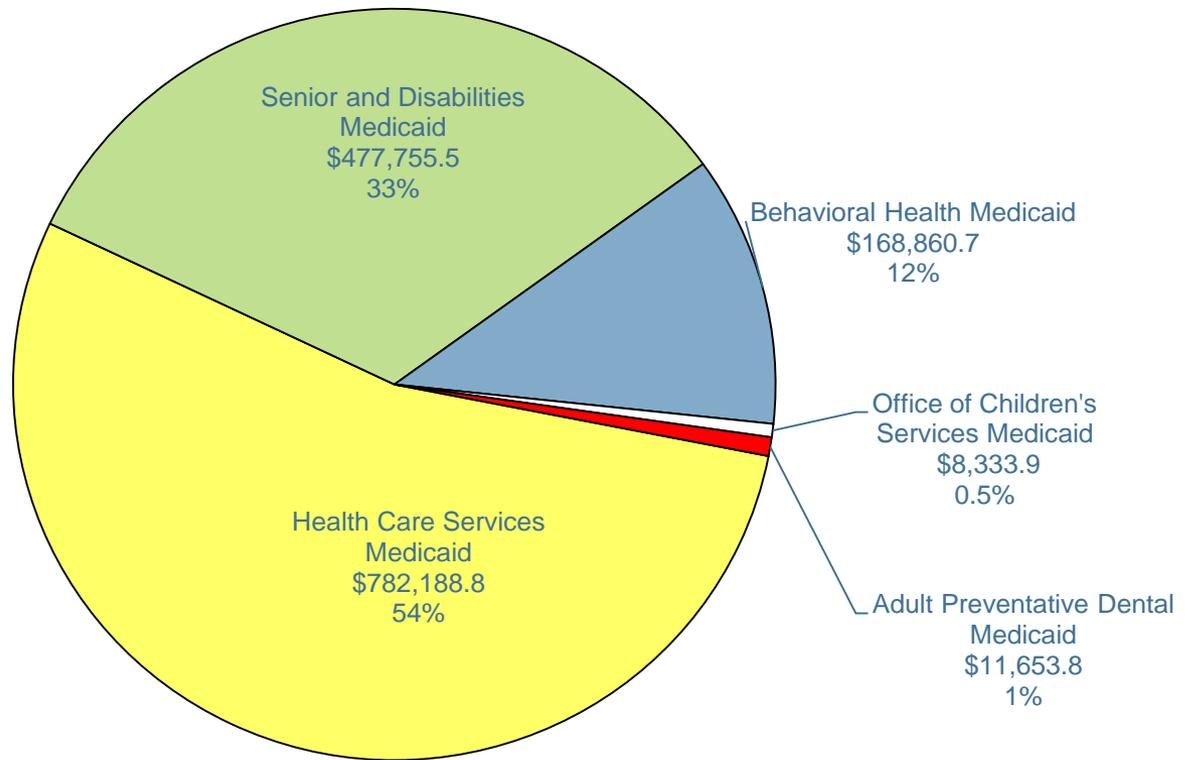
# Medicaid



# All Medicaid Direct Services Beneficiaries and Expenditures



# FY13 Medicaid Direct Services Expenditures by Division

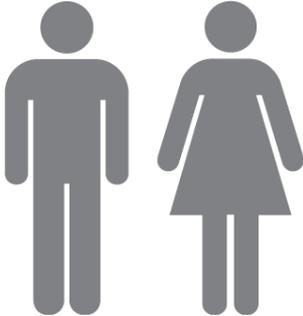
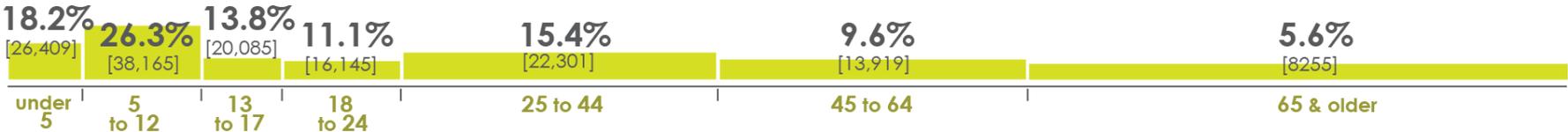


Source: AKSAS data

# Primary Service Population

## PRIMARY SERVICE POPULATION

Total service population **145,279** individuals.



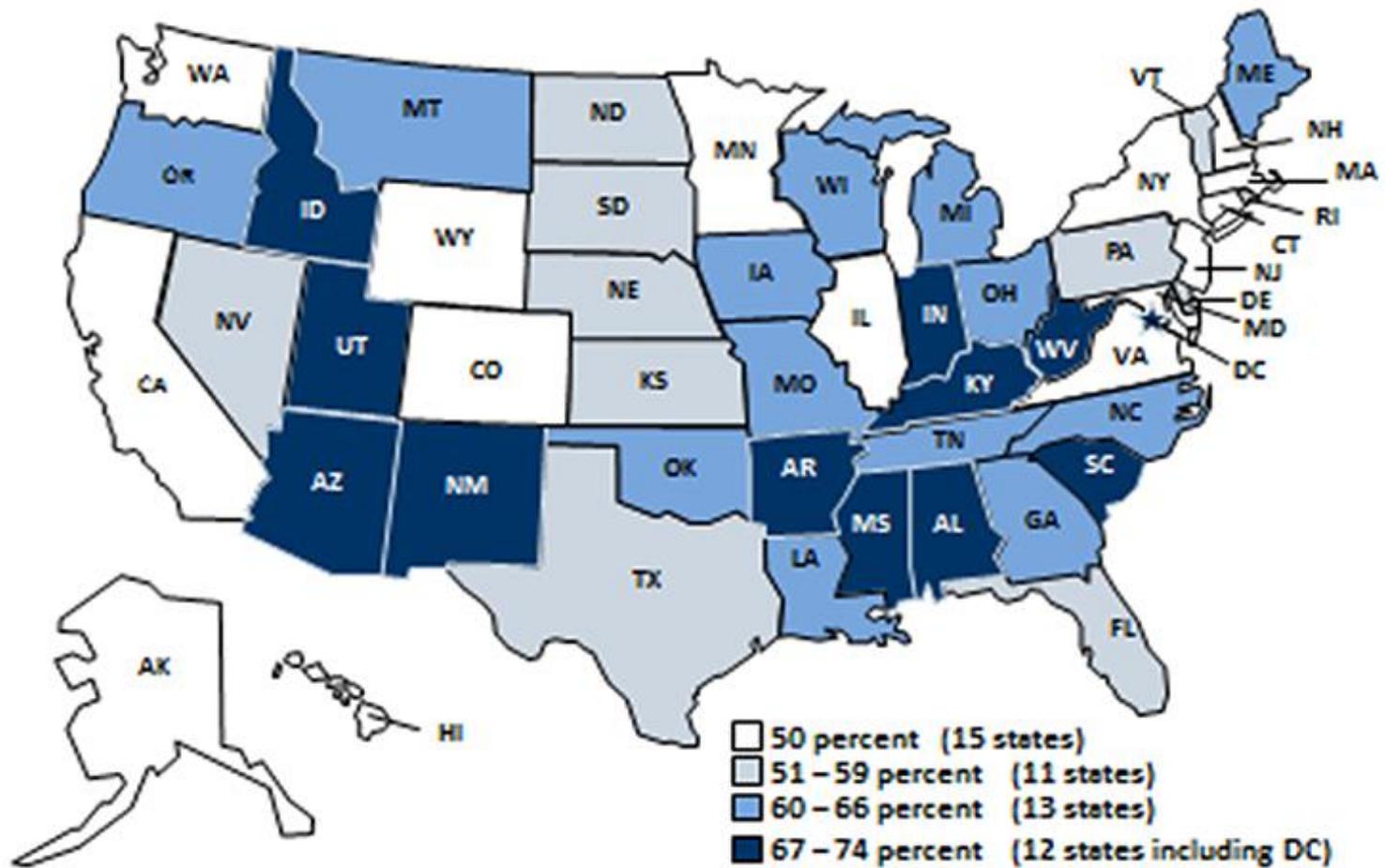
### SNAPSHOT OF ALASKANS SERVED

- 87,506 (60%) are children
- 2,759 (2%) are disabled children
- 8,197 (6%) are elderly
- 17,011 (12%) are disabled adults
- 29,806 (20%) are adults

# Federal Medical Assistance Percentage (FMAP)

- » Designed so that the federal government pays a larger portion of Medicaid costs in states with lower per capita incomes relative to the national average
  - ◆ Statutory minimum of 50%
  - ◆ Statutory maximum of 83%
  - ◆ FY2014 range: 50% to 73.05%

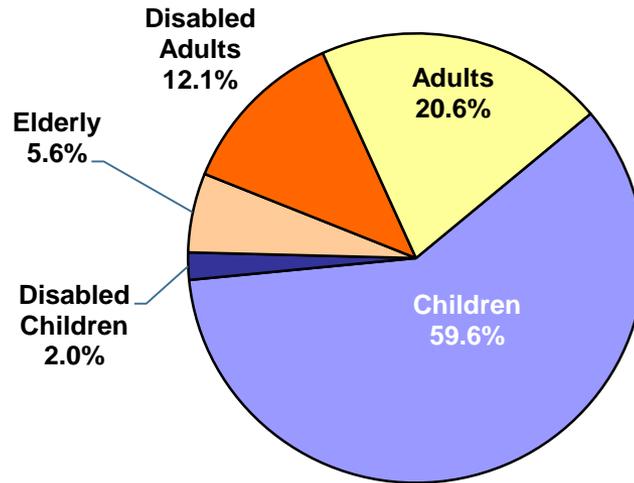
# FMAP Rates



<b>Mandatory Services</b>	SFY 13 Spending	<b>Optional Services</b>	SFY 13 Spending
Inpatient Hospital Services	\$181,875,448	Personal Care Services	\$126,786,223
Physician Services	\$116,541,552	Mental Health Services	\$92,350,766
Outpatient Hospital Services	\$115,532,523	Drugs	\$66,413,523
ICF Services	\$84,201,996	Inpatient Psychiatry	\$53,897,956
Transportation Services	\$58,999,407	Rehabilitative Services	\$19,561,779
Dental Services	\$57,443,603	Medical Supply Services	\$12,060,706
Physician IHS Clinic	\$44,603,973	Accommodation Services	\$11,652,239
Advanced Nurse Practitioner	\$13,138,632	DME Services	\$6,912,635
SNF Services	\$9,432,457	Transportation (Waiver)	\$6,576,105
Outpatient Surgery Services	\$7,531,607	Vision Services	\$6,516,594
Federally Qualified Health Clinic	\$6,968,023	Drug Abuse Center	\$5,467,620
Laboratory Services	\$3,095,689	Occupational Therapy	\$3,923,980
Short Term LTC Services	\$2,294,872	Private Duty Nursing	\$3,541,216
Midwifery Services	\$1,145,763	ICF/MR Services	\$3,413,325
Home Health Services	\$1,040,564	ESRD Services	\$2,963,834

Medicaid Total FY2013		
Children	59.6%	89,340
Disabled Children	2.0%	2,942
Elderly	5.7%	8,559
Disabled Adults	12.2%	18,270
Adults	20.6%	30,898

**FY 2013 Total Medicaid Recipients by Benefit Group**

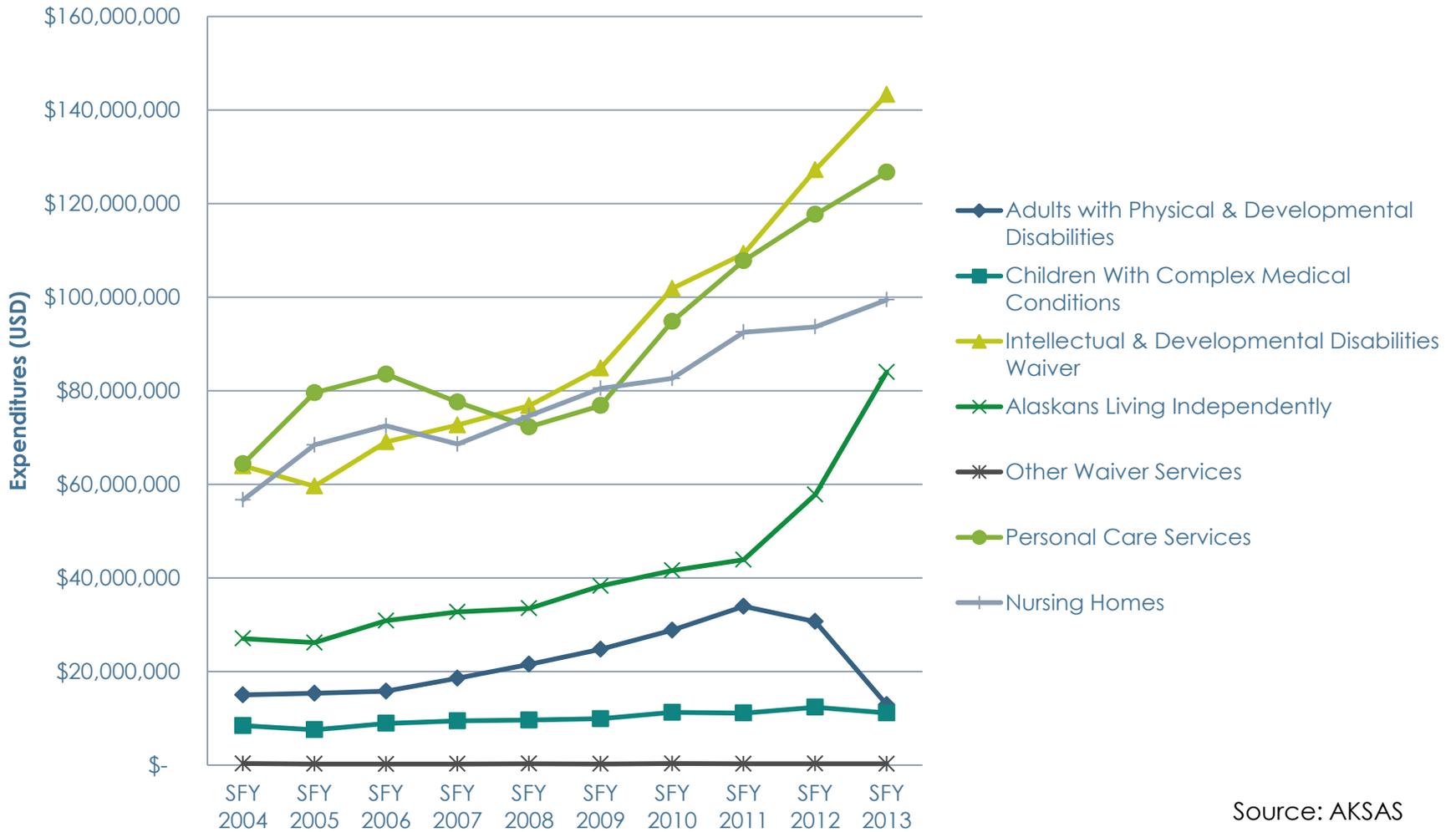


Source: MMIS-JUCE data.

# State Population Estimates

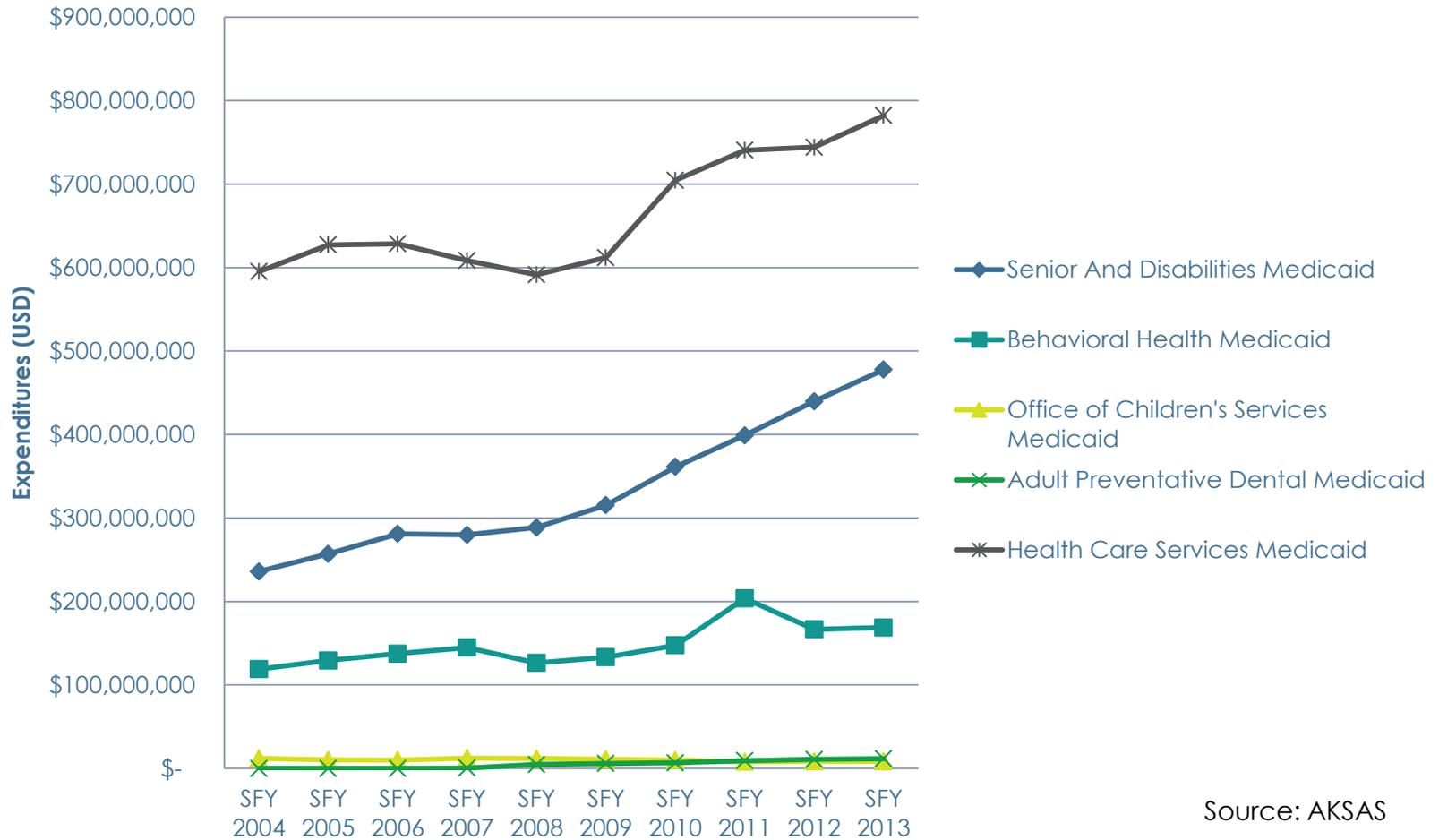
<b>Age Group</b>	<b>2012</b>	<b>2017</b>	<b>2022</b>	<b>Percent Increase</b>
<b>Children (0-19)</b>	210,758	224,857	238,216	13.03%
<b>Working Age Adults (20-64)</b>	455,938	464,050	465,282	2.05%
<b>Elderly (65+)</b>	62,950	87,744	115,319	83.19%
<b>Total Population</b>	729,645	776,651	818,817	12.22%

## Senior and Disability Services Medicaid SFY 2004-2013 Expenditures by Service Type



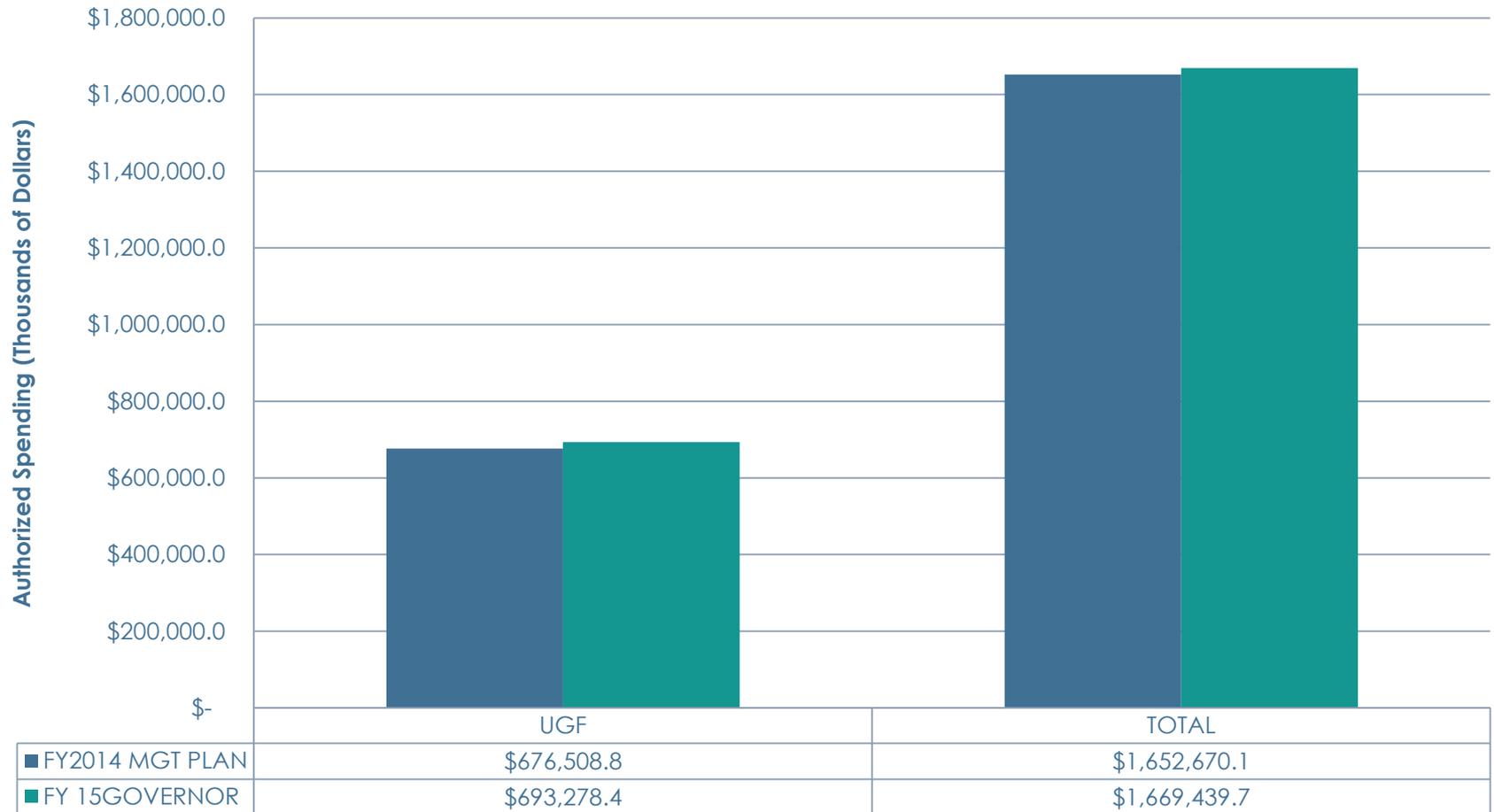
Source: AKSAS

## FY 2004-2013 Medicaid Direct Services Expenditures by Division



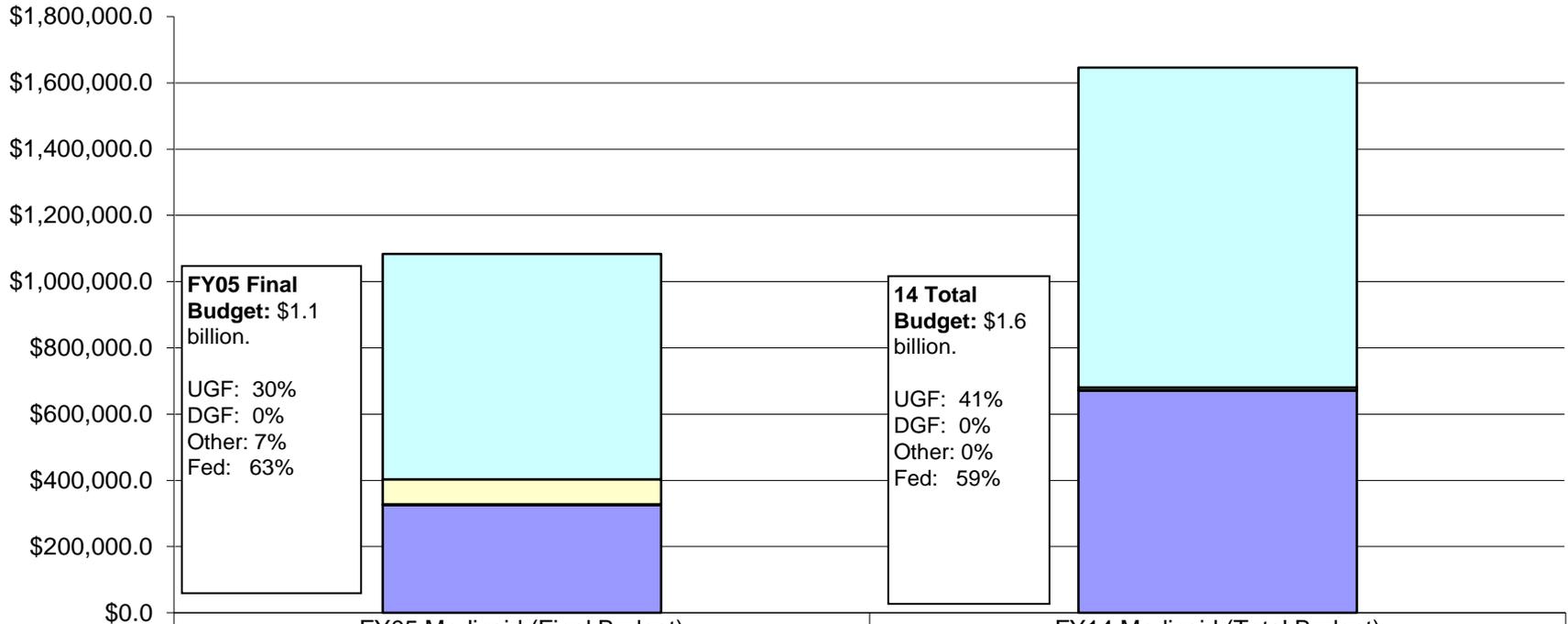
Source: AKSAS

# Incremental Change from FY 2014 to FY 2015 Medicaid Budget



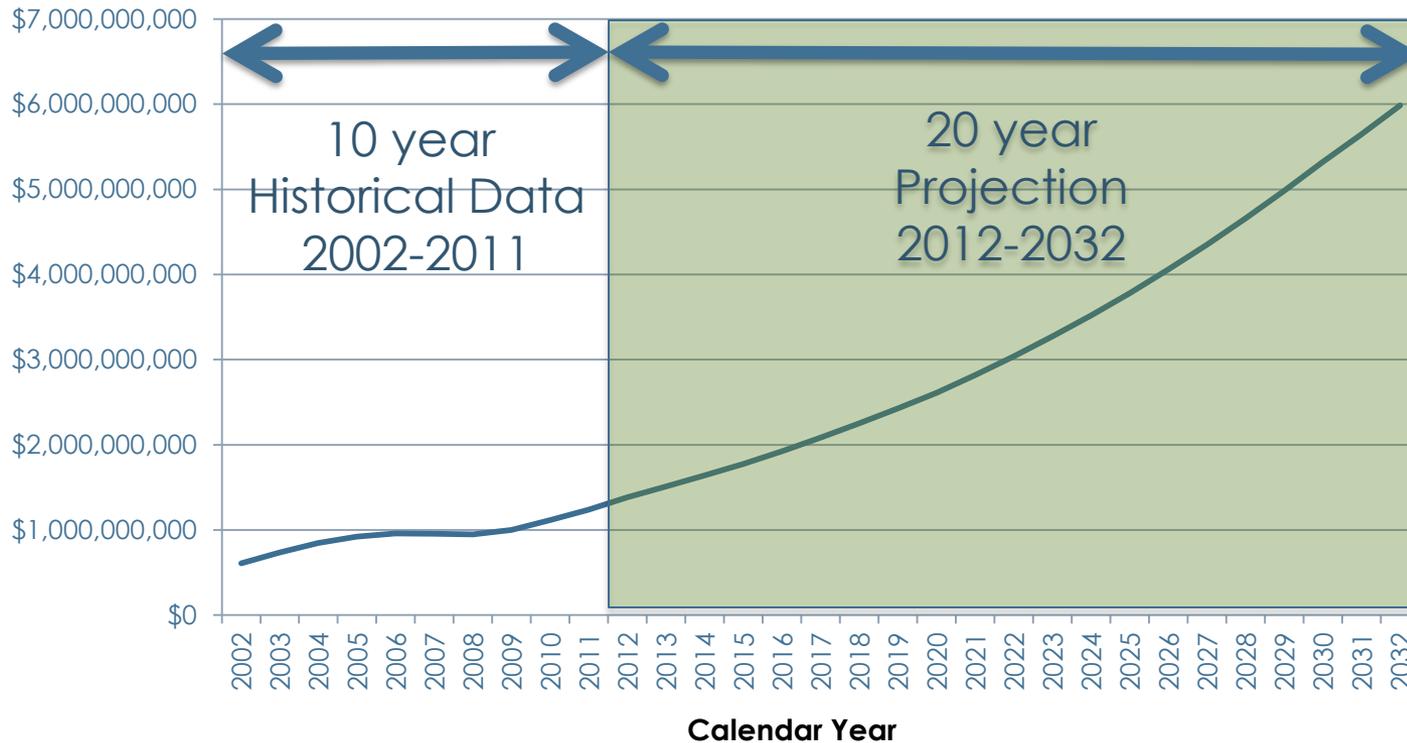
**Medicaid Services Appropriation Increase (05-14): \$563 million (52%) -- An annual increase of 4.8%**

### Medicaid Services Appropriation (\$ Thousands)

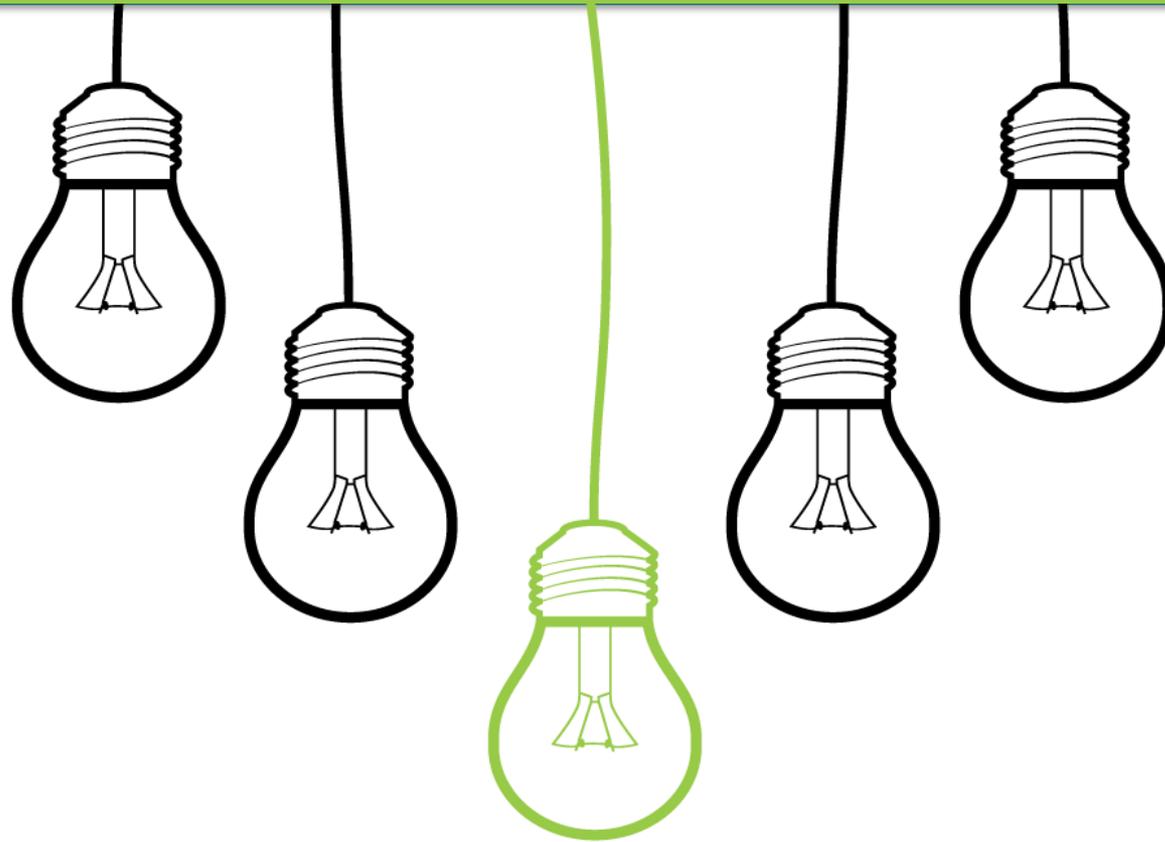


	FY05 Medicaid (Final Budget)	FY14 Medicaid (Total Budget)
□ Fed	680,189.5	966,321.2
□ Other	76,124.0	8,042.6
■ DGF	2,250.0	1,797.5
■ UGF	325,130.5	670,508.8

# Total Spending on Medicaid Services 2002-2032



Data Source:  
MESA 2012-2032



**New way of doing things or  
innovative ideas**

# Rates

- » Most Common Reduction by States
- » Considerations
  - ◆ Reducing rates in one area may cause cost increases in another
  - ◆ Potential litigation
  - ◆ CMS approval of State Plan Amendment (SPA)
  - ◆ Impact on access and quality of care

# Prior Authorization

- » Travel
- » Hospital
- » High Cost Imaging
- » Adult Dental
- » Waiver Services
- » Behavioral Health

# Other

- » Rendering Providers on Claims
- » Referring, Ordering, and Prescribing Providers
- » National Correct Coding Initiative
- » Audits
- » Tribal Partnerships

# Consumer Assessment Tool (CAT)

- » Electronic assessment tool used for waivers and personal care services
- » Assessors and reviewers work more efficiently
- » Provides for more accurate, objective calculation of authorized services

# Material Improvement Review

- » Individuals no longer meet the institutional eligibility criteria
- » Streamlined and standardized the process

# Regulations

- » SDS Community-Based Waiver Regulations
- » Behavioral Health
- » Pharmacy

# Independent Review

- » Pain Management Contract
- » Psychotropic Medication Review for Children in OCS/DJJ Custody and other children on Medicaid

# Savings

- » Commercial Insurance Recoupment
- » Substitution to Generic Medication
- » ClaimCheck
- » Negative Balances
- » Surveillance Utilization Reviews
- » QA sections

# Fraud

## » Provider fraud

### ◆ Department of Law

- Medical Assistance Fraud
- Allegations of abuse or neglect
- Financial exploitation or misappropriation of patient assets

# Fraud

## » Department of Law

- ◆ 62 provider suspensions since 10/12/13
  - PCA agency
  - Transportation service provider
  - Two medical practices
  - 58 individual PCAs
    - Law estimates savings at \$15 million

# Fraud

» Recipient fraud

◆ Division of Public Assistance

# Super-Utilizers

## » National Governor's Association (NGA) Grant

- ◆ Awarded July 2013
  - Technical Assistance
  - Best Practices

## » RFP

- ◆ Issued December 2013
- ◆ Closes April 30, 2014

# Super-Utilizers

## » Partnerships

- ◆ Primary Care Association
- ◆ ASHNA
- ◆ Emergency Room Physician Board
- ◆ Anchorage Community Land Trust

# Super-Utilizers

Region	Two or more Chronic Conditions		One chronic condition at risk for another		One Serious and persistent Mental Health Condition		Totals
	Non Native	AK Native	Non Native	AK Native	Non Native	AK Native	
Southcentral – Anchorage Area	156	104	1,059	590	167	194	<b>2,270</b>
Southcentral – Mat-Su and North South Central	58	25	369	200	119	23	<b>794</b>
Southcentral – Kenai Peninsula	48	19	271	135	89	26	<b>588</b>
Southcentral – Mt. View	84	30	521	229	99	106	<b>1,069</b>
Interior	62	18	319	172	85	76	<b>732</b>
Inside Passage (Southeast)	74	21	291	161	51	76	<b>674</b>
Far North	14	6	136	60	1	77	<b>294</b>
South West	12	2	30	20	4	23	<b>91</b>
						<b>TOTAL</b>	<b>6,512</b>

# Super-Utilizers

	Age in Years				Gender	
Recipients	0-12	13 - 20	21 - 64	65+	Male	Female
6512	1832	959	3672	49	2164	4348

# Patient Centered Medical Home

## » Partnerships

- ◆ Primary Care Association

- ◆ ASHNA

- ◆ National Association of State Health Planners (NASHP)

## » Letter of Interest (LOI)

- ◆ Issued February 2014

- ◆ Closed February 28th

# Division of Juvenile Justice (DJJ)

## Medicaid

- » Incarcerated youth not eligible for Medicaid
- » Enroll the kids in a State only Medicaid Program
  - ◆ Allows the State to pay Medicaid rates
  - ◆ Allows federal claiming for hospitalizations at 65%

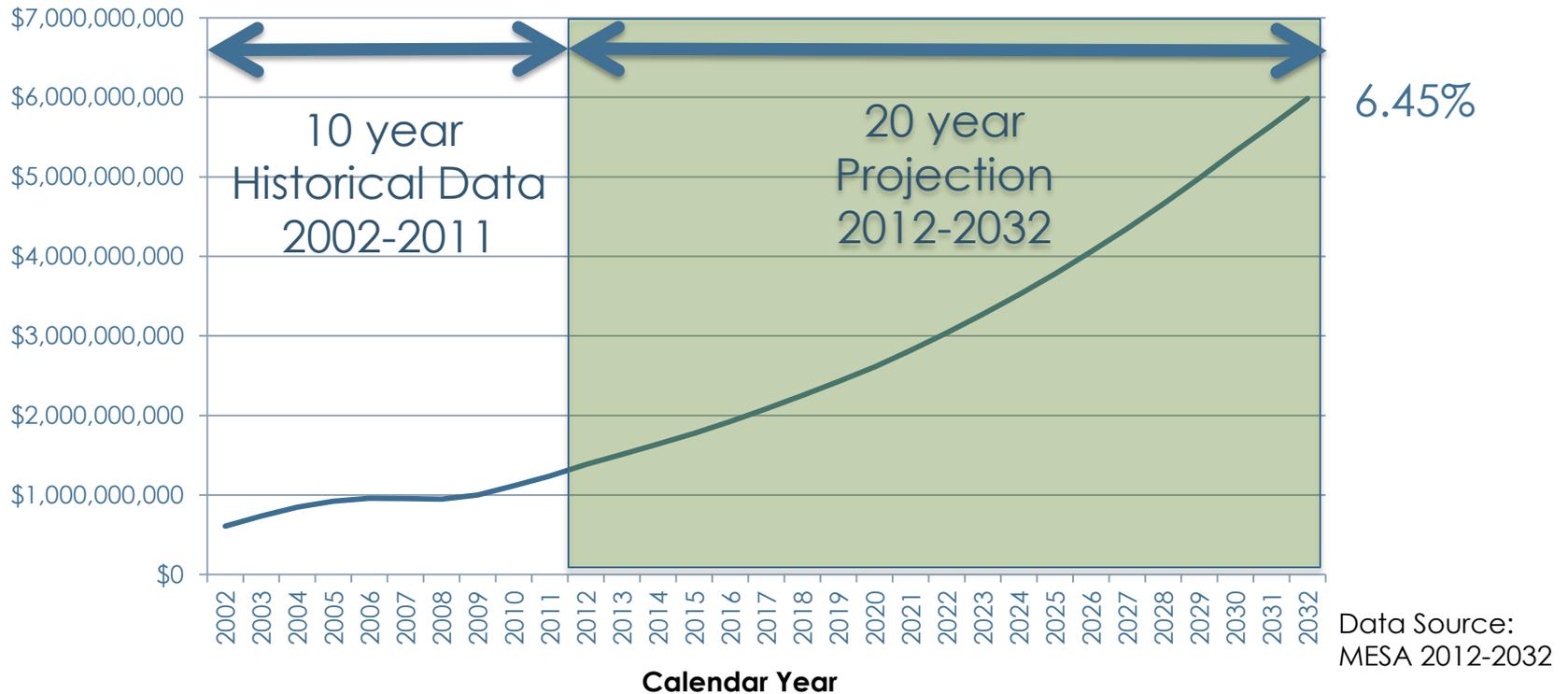
# Future

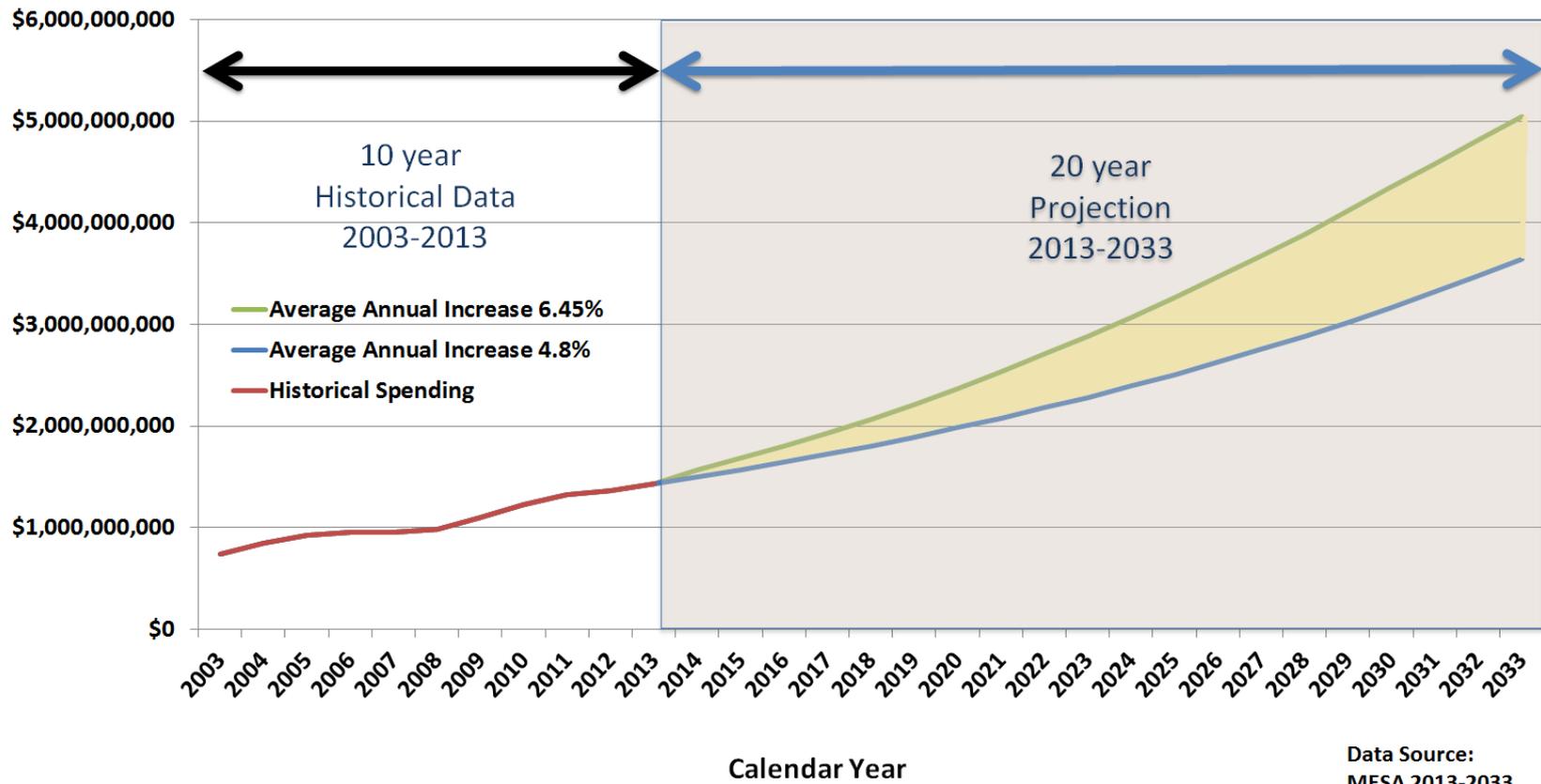
- » Durable Medical Equipment payment revisions
- » Cost of Care
- » Tele-health Assessment
- » Acuity Rate Project
- » Automated Service Plan

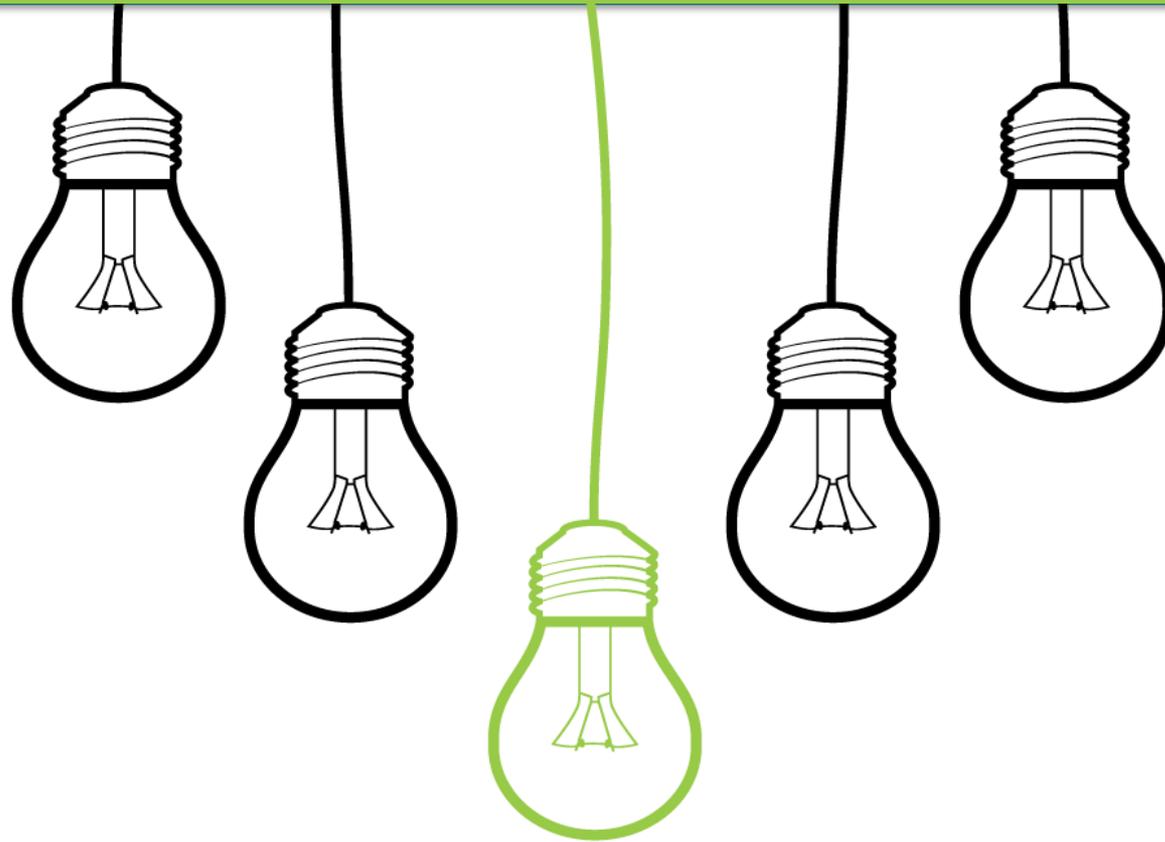
# Future

- » Cash for drugs
- » Electronic monitoring of PCAs
- » Medicaid Travel

# Total Spending on Medicaid Services 2002-2032







Questions?