

### Welcome to the State Medicaid Advisory Committee

While you are waiting TEST YOUR AUDIO.

LISTEN FOR MUSIC.

You were automatically muted upon entry.

Please only join by phone or computer.



Please use the chat feature for questions or raise your hand.

Thank you.

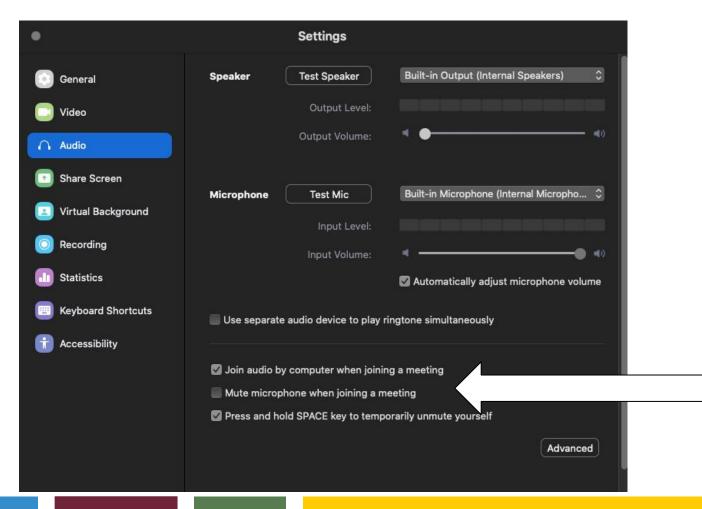


#### **Zoom Webinar Controls**





## Audio Settings





# Tips for successful ZOOM PARTICIPATION





















MUTE your mic when you're not speaking





PREPARE & queue docs or links that you plan to share

BACKGROUND
NOISE watch when
turning on mic





Stay FOCUSed by not texting or side conversations

Limit the
DISTRACTIONS
around you





Use GALLERY
VIEW to see all
participants

Look at the CAMERA not your screen





Use CHAT to ask questions or share resources

















## State Medicaid Advisory Committee (SMAC) Quarterly Meeting

October 21, 2020











# Recommended Nominees for the SMAC for 2020-2022



### Recommended for Professional Membership

Name	Title	Association
Jessica Peterkin	Owner/Dentist	Breton Family Dental
Vicki Staples	Director of OP Behavioral Health	Valleywise Health
Jennifer Carusetta	Executive Director	Health System Alliance of Arizona
MaryJo Whitfield	VP of Integrated Health	Jewish Family and Children's Services



## Recommended for Public Membership

Name	Title	Association
Dina Norwood	Managing Attorney	Community Legal Services
Angie Rodgers	President/CEO	Arizona Food Bank Network
Diana Yazzie Devine	CEO	Native American Connections
Melissa Kotrys	CEO	Health Current
Greg Corns	Solterra Management Group	Director of Development and Partnerships
Serena Unrein	Director	Arizona Partnership for Health Communities











# Formal SMAC Vote on the Recommended Nominees



### **Returning Professional Committee Members**

Name	Title	Association	
Gina Judy	COO	Easterseals	
John Hogeboom	CEO	Community Bridges, Inc.	
Debbie Johnston (Proxy for Greg Ensell)	Executive Vice President	AZ Hospital and Healthcare Association	
David Voepel	CEO	Arizona Health Care Association	
Elizabeth McKenna, M.D.	M.D., Co-Owner	Healing Hearts Pediatrics	
Arjelia "Argie" Gomez	CEO	Open Hearts Family Wellness	



### Returning Public Committee Members

Name	Title	Association
Daniel Haley	CEO	H.O.P.E
Marcus Johnson	Director of State Health Policy and Advocacy	Vitalyst
Siman Qaasim	President/CEO	Children's Action Alliance
Vince Torres	Sr. Director	First Things First



## SMAC Membership for 2020-2022

Provider/Professional Membership				
Gina Judy	John Hogeboom	David Voepel		
Elizabeth McKenna, M.D.	Arjelia "Argie" Gomez	Jessica Peterkin		
Vicki Staples	Jennifer Carusetta	MaryJo Whitfield		
Debbie Johnston				
Public Membership				
Daniel Haley	Marcus Johnson	Siman Qaasim		
Vince Torres	Dina Norwood	Angie Rodgers		
Diana Yazzie Devine	Melissa Kotrys	Greg Corns		
Serena Unrein				











# Farewell and Appreciation to the Expiring SMAC Members



#### **Retiring SMAC Members**

Dr. Len Kirschner, Board Member Arizona Perinatal Trust

Phil Pangrazio, CEO Ability 360

Steve Jennings, Associate State Director AARP

Tara McCollum Plese, Chief External Affairs Officer AZ Alliance of Community Health Center

Peggy Stemmler, M.D., Pediatrician and Consultant Arizona Academy of Pediatrics and Stemmler and Associates



















## AHCCCS Demonstration - State Medicaid Advisory Committee 1115 Waiver Renewal

Presented by Director Jami Snyder and team



#### Today's Presentation

- Review content of the upcoming 1115 waiver proposal
- Take public comment and questions via chat feature, raise hand feature, and at conclusion by telephone
  - All comments in the chat and by phone will be captured as public record; or
  - Submit comments in writing by email to: waiverpublicinput@azahcccs.gov; or
  - Submit comments via mail to: AHCCCS, c/o Division of Community Advocacy and Intergovernmental Relations, 801 E. Jefferson Street, MD 4200, Phoenix, AZ 85034



#### AHCCCS At A Glance



Largest insurer in AZ, covering over 2 million individuals and families



AHCCCS uses federal, state and county funds to provide health care coverage to the State's Medicaid population



more than 50% of all births in AZ



98,321 registered healthcare providers



two-thirds of nursing facility days



Payments are made to 15 contracted health plans, who are responsible for the delivery of care to members









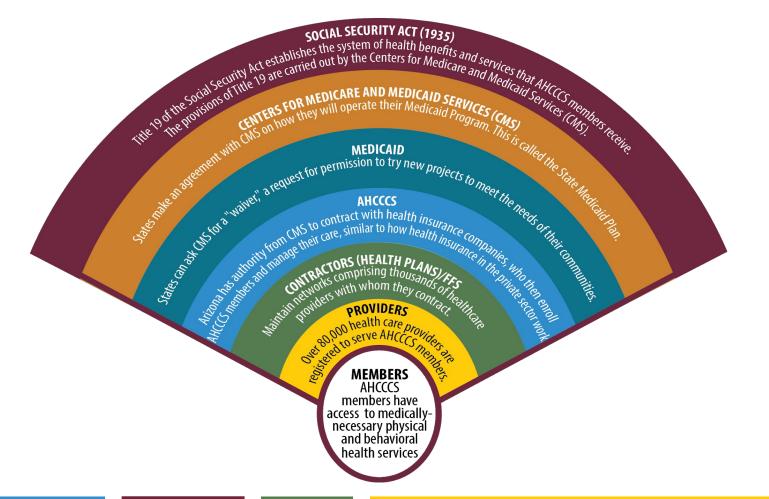






#### 1115 Waiver Overview

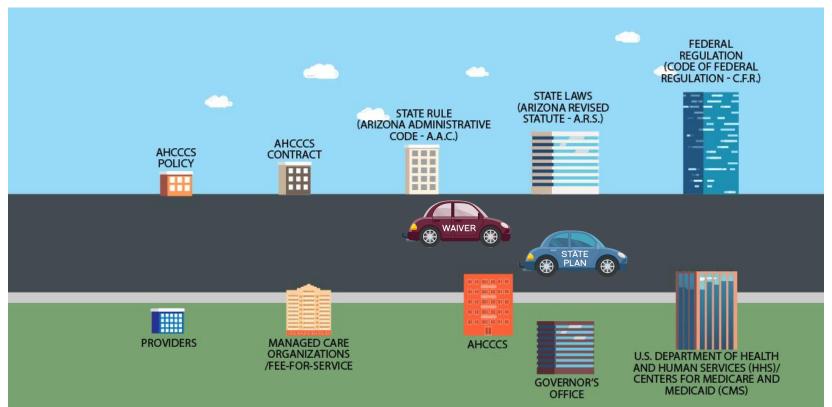




AHCCCS Oversight



### Making Programmatic Changes





#### Section 1115 of the Social Security Act

- Allows states flexibility to design Demonstration projects that promote the objectives of the Medicaid program
- Demonstration projects are typically approved for a five year period and can be renewed every five years
- Must be budget neutral meaning that federal spending under the waiver cannot exceed what it would have been in absence of the waiver



#### Arizona's Demonstration Renewal

- Arizona's current waiver is scheduled to expire September 30, 2021
- Waiver renewal request must be submitted to the Centers for Medicare and Medicaid Services (CMS) one year in advance
- Due to the pandemic, CMS granted AHCCCS a three-month extension to submit the waiver renewal application by December 31, 2020

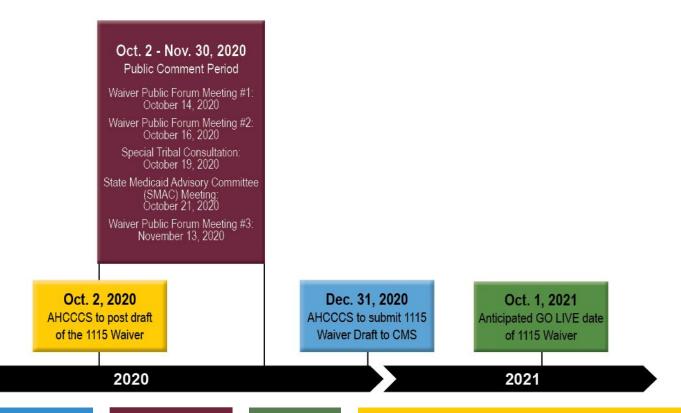


#### **Public Notice & Comment Period**

- Arizona must provide at least a 30-day public notice and comment period prior to submitting renewal application to CMS
- Arizona's draft application will be available for public review and comment: October 2, 2020 - November 30, 2020
- Submit written comments no later than November 30, 2020
- Arizona's renewal application can be found on the AHCCCS website: <a href="www.azahcccs.gov/WaiverRenewal">www.azahcccs.gov/WaiverRenewal</a>



#### Arizona's 1115 Waiver Renewal Timeline





# Arizona's Demonstration Historical Background



#### **AHCCCS Demonstration Goals**

Providing quality healthcare to members

Ensuring access to care for members

Maintaining or improving member satisfaction with care

Continuing to operate as a costeffective managed care delivery model



#### Arizona's First Demonstration Approval Letter

"I look forward to personally following the progress and achievements of the AHCCCS program. The models that AHCCCS will be implementing will be of great importance in developing cost containment features for the [Medicaid] program."

Carolyne K. Davis - Federal Administrator, 1982



#### **Key Milestones**

- 1965 Congress enacts Medicaid
- 1982 1115 Waiver approved, establishing mandatory managed care and providing vehicle for Arizona to join Medicaid
- 1989 Waiver expanded to add long term care & home and community based services (HCBS)
- 1990-1995 Waiver expanded to include behavioral health services
- 1998 KidsCare added
- **2001** Waiver expanded to include childless adults up to 100% of the Federal Poverty Level (Proposition 204)
- 2008 2012 Great Recession
  - Enrollment frozen for Kidscare- effective January 1, 2010
  - Enrollment frozen for Proposition 204 population effective July 1, 2011



#### **Key Milestones**

- 2014 Restoration and Expansion
  - Enrollment restored for Proposition 204 population and eligibility expanded to individuals up to 133% of the Federal Poverty Level
- 2014 2015 Implementation of integrated RBHA health plans
- 2016 DBHS merged with AHCCCS
- 2016- Enrollment restored for KidsCare
- 2017 Implementation of Targeted Investments Program
- 2019 AHCCCS Works\* & Waiver of Prior Quarter Coverage approved
- **2020** COVID-19 pandemic



# AHCCCS Has Long Been A Leader In Health Care Innovation



- To operate a statewide Medicaid managed care program
- To implement MLTSS & HCBS for long term care members
- To establish the integrated health plan to bring physical health, behavioral health, and social support services together in one plan for members with a SMI designation
- To establish integrated clinics where behavioral and physical health providers and county probation offices deliver services to improve health outcomes and reduce recidivism for members who were formerly incarcerated

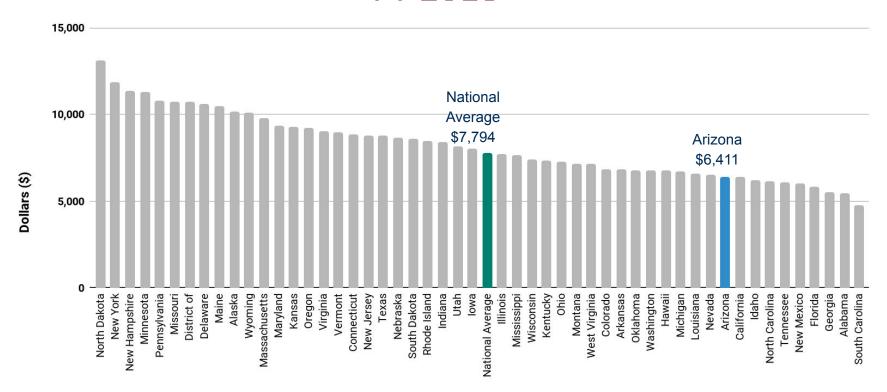


#### **AHCCCS Evaluation Findings**

- Laguna Research Associates completed multiple evaluations with final report in 1996; GAO report also had similar findings in 1995
  - Arizona beneficiaries had fewer hospital days, fewer procedures, and more evaluation and management services
  - The acute program averaged savings of 7% per year over the first 11 years of the program
  - The long term care savings are estimated to be 16% per year over the first five years of the program
  - Evaluators supported innovative development in other states modeled on Arizona's success

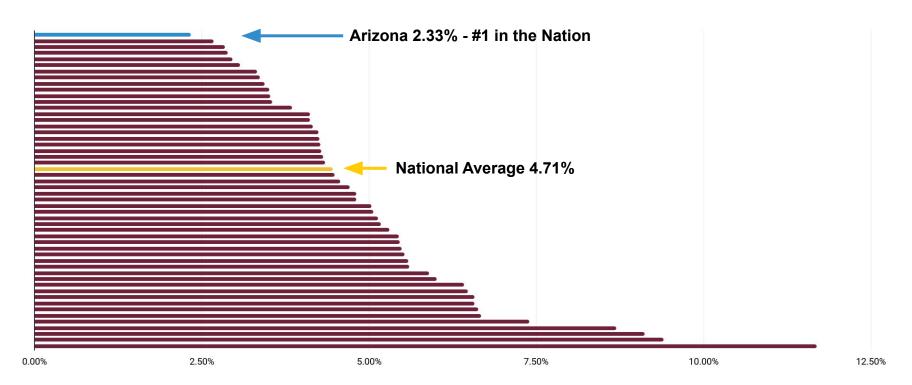


# Medicaid Spending Per Member Per Year by State - FY 2018





# Medicaid Administrative Expense Ratio by State FY 2019

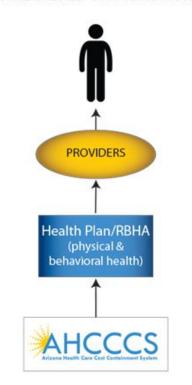




#### **SMI** Integration Findings

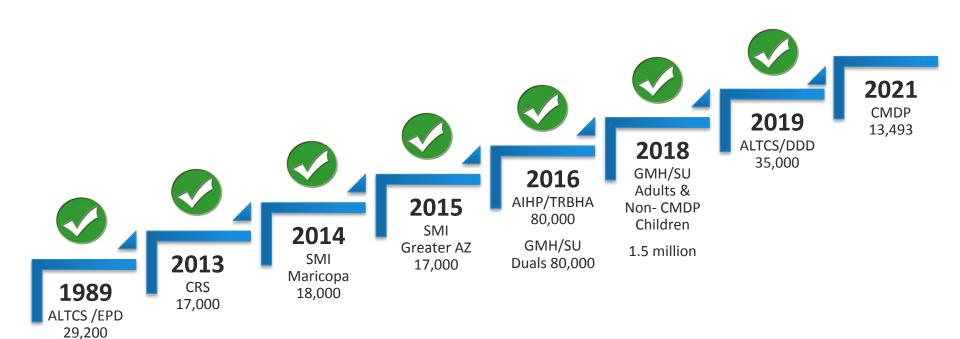
- An independent study conducted by Mercer determined that over 75% of the program indicators demonstrated improvement during the post-integration period for members in Maricopa County
- A study by Mercy Care also showed integrated care for members with SMI resulted in:
  - Increased primary care utilization with no decrease in mental health services
  - Fewer ED visits
  - Greater accountability at the primary health home







#### Integration Progress To Date













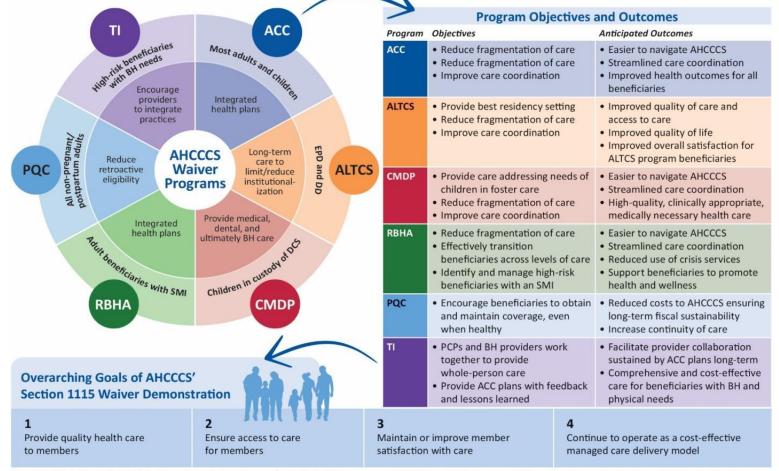
#### **Current Demonstration Evaluation Activities**



### Independent Evaluation

- AHCCCS contracted with Health Services Advisory Group (HSAG) to conduct an independent evaluation of Arizona's current Demonstration
- Evaluation consist of three main phases of work:
  - Phase I: Develop the Evaluation Design Plans
  - Phase II: Conduct Interim Evaluations & Develop Interim Evaluation Reports
  - Phase III: Conduct Summative Evaluations & Develop Summative Evaluation Report





Note: EPD: Elderly/Physically Disabled; DD: Intellectually/Developmentally Disabled; DCS: Department of Child Safety; SMI: Serious Mental Illness; PCP: Primary Care Physicians; BH: Behavioral Health



### Interim Evaluation Report

- An interim evaluation report is being submitted in conjunction with AHCCCS' Demonstration renewal application
- Due to the operational constraints imposed by the COVID-19 pandemic, the interim evaluation report only includes baseline performance rates for all Demonstration programs (except RBHA)
- An updated interim evaluation report will be completed by HSAG on June 30, 2021, and will be posted on the AHCCCS website for public comment



### Time Periods Covered By Interim & Summative Evaluation Reports

Federal Fiscal Year	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
ACC										
ALTCS										
CMDP										
RBHA										
TI										
PQC										



# Current Demonstration Features to Continue Under Waiver Renewal



## Arizona Will Continue Waiver Authorities That Allow AHCCCS To:

- Operate its successful managed care model
- Serve ALTCS members in HCBS settings
- Provide integrated health plans for AHCCCS members
- Implement administrative simplifications that reduce the inefficiencies in eligibility determination



### Payments to IHS and 638 Providers

- Arizona's Demonstration includes expenditure authority to make supplemental payments to IHS and 638 facilities to address the fiscal burden of uncompensated care for services provided by such facilities to Medicaid-eligible adults to overcome healthcare disparities
- AHCCCS is seeking to maintain this authority under this renewal proposal

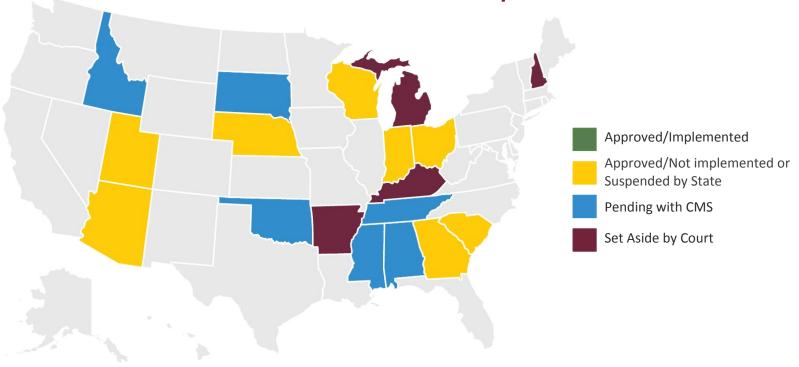


#### **AHCCCS Works**

- Under this waiver renewal, AHCCCS is seeking to maintain its current authority to implement AHCCCS Works
- On October 17, 2019, AHCCCS informed CMS of Arizona's decision to postpone implementation of AHCCCS Works until further notice
- This decision was informed by the evolving national landscape concerning Medicaid community engagement programs and ongoing related litigation



## Community Engagement Waivers National Landscape





### **AHCCCS Works Requirements**

- Able-bodied adults\* 19-49 who do not qualify for an exemption must, for at least 80 hours per month:
  - Be employed (including self-employment)
  - Actively seek employment
  - Attend school (less than full time)
  - Participate in other employment readiness activities, i.e., job skills training, life skills training & health education
  - Engage in Community Service

<sup>\*</sup> Adults = SSA Group VIII expansion population, a.k.a, Adult group



### Who is Exempt

- Members of federally recognized tribes and their children and grandchildren
- Former Arizona foster youth up to age 26
- Members determined to have a serious mental illness (SMI)
- Members with a disability recognized under federal law and individuals receiving long term disability benefits
- Individuals who are homeless
- Individuals who receive assistance through SNAP, Cash Assistance or Unemployment Insurance or who participate in another AHCCCS-approved work program

- Pregnant women up to the 60th day post-pregnancy
- Members who are medically frail
- Caregivers who are responsible for the care of an individual with a disability
- Members who are in active treatment for a substance use disorder
- Members who have an acute medical condition
- Survivors of domestic violence
- Full-time high school, college, or trade school students
- Designated caretakers of a child under age 18



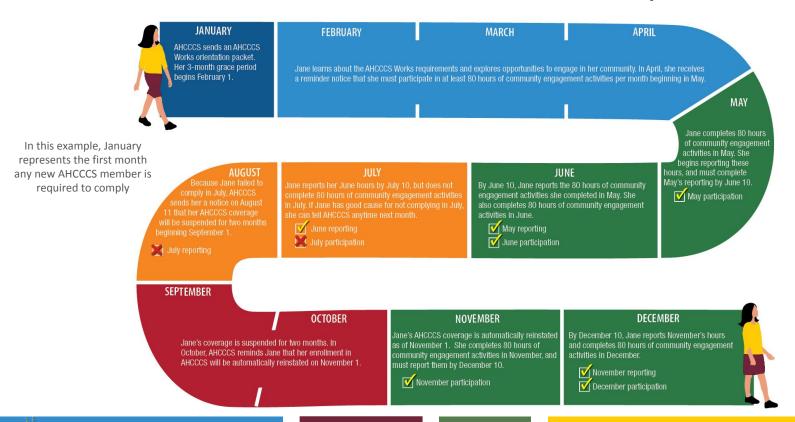
### **AHCCCS Works Exemptions**

AHCCCS Works Exemptions	Members (Ages 19-49) Who Are Subject To AHCCCS Works Requirement Who Qualify For This Exemption				
American Indians/Alaska Natives	26,338				
Individuals designated as having a Serious Mental Illness	9,279				
Individuals receiving disability benefits	1,324				
Individuals who are homeless	3,164				
Full time student	17,572				
Designated caretakers of a child under 18 years of age	40,738				
Members receiving SNAP, Cash Assistance, or Unemployment Insurance	50,185				

Data as of 7/1/2020



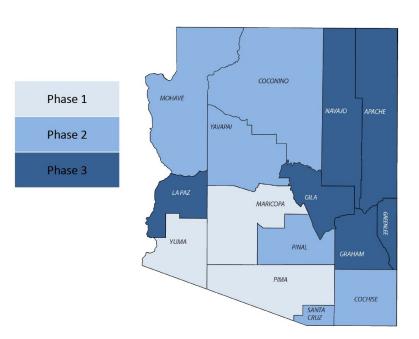
### **AHCCCS Works Member Compliance**





### **AHCCCS Works Geographic Phase-in**

- Gradually phase-in AHCCCS Works program by geographic areas.
- AW program will be implemented in three phases:
  - Phase 1: Most Urbanized Counties:
     Maricopa, Pima, and Yuma
  - Phase 2: Semi-Urbanized Counties: Cochise, Coconino, Mohave, Pinal, Santa Cruz, & Yavapai
  - Phase 3: Least Urbanized Counties:
     Apache, Gila, Graham, Greenlee, La Paz, & Navajo





### AHCCCS Works Geographic Phase-in

- Need time to establish community engagement supports for members in regions with limited employment, educational and training opportunities, accessible transportation, and child care services
- Phase-in approach will give the State time to assess the availability of community engagement resources in rural areas and address gaps
- Counties with a higher percentage of urban populations are likely to have sufficient community engagement supports compared to counties with a higher percentage of rural populations



### Waiver of Prior Quarter Coverage

- Authorizes AHCCCS to limit retroactive coverage to the first day of the month of application for all Medicaid members, except for pregnant women, women who are 60 days or less postpartum, and children under 19 years of age
- AHCCCS is seeking to continue the Waiver of Prior Quarter Coverage



# Proposed Changes to the Current Demonstration



#### **AHCCCS CARE**

- The AHCCCS CARE (Choice, Accountability, Responsibility, Engagement) program was approved by CMS in 2016
- Members would be required to pay monthly premiums & strategic copays applied retrospectively for services already received
- Members who fail to make timely payments would be disenrolled from AHCCCS
- AHCCCS did not implement the AHCCCS CARE program during the current waiver period and intends to discontinue this program from Arizona's Demonstration



## Verbal Consent In Lieu Of Written Signature For ALTCS Members

- Arizona received COVID-19 emergency authority to use verbal consent in lieu of written signature for person-centered service plans for ALTCS members
- Temporary authority allowed AHCCCS to establish a timely process for ALTCS members to obtain authorization of critically needed health services while reducing risk of COVID-19 transmission
- AHCCCS is seeking the continuation of this flexibility beyond the termination of the COVID-19 public health emergency



## Verbal Consent In Lieu Of Written Signature For ALTCS Members

- Verbal consent will be obtained telephonically where the identity of the ALTCS member can be reliably established
- The member's consent will be documented in the member's record
- After verbal consent is received, members will have 30 days to submit their signature to the case manager electronically or by mail
- Services for the member will commence during this 30-day time period



### Targeted Investments Program

- \$300 million authorized by CMS in January 2017 as a part of 1115 waiver renewal
- Five year project providing resources to providers to support integration of behavioral and physical health care at the point of service
- Incentive payments based on meeting milestones that support integration and whole person care



### **Provider Participation**

- Providers eligible to participate include:
  - Adult and pediatric primary care practices
  - Adult and pediatric behavioral health organizations
  - Acute and psychiatric hospitals
  - Justice co-located clinics
- Nearly 500 sites participating across state



### TI Program Payments

- Year 1: \$19 million paid to TI providers for meeting participation requirements
- Year 2: \$66.5 million paid to TI providers for achieved milestones
- Year 3: \$85.5 million paid to TI providers for achieved milestones
- Years 4 & 5: providers will be paid (\$70 and \$50 million respectively) for improved performance on select quality metrics
- Many milestone requirements support and complement implementation of AHCCCS Complete Care (ACC), such as bi-directional data exchange through the HIE



## Participant Support-Quality Improvement Collaborative (QIC)

- Partnership with ASU College of Health Solutions and Center for Health Information Research (CHiR)
- QIC participation is a provider milestone
- The QIC provides:
  - Dashboards for providers on Quality Measures performance
  - Assistance with quality improvement actions
  - Technical assistance
  - Peer learning



# SAMHSA Integrated Practice Assessment Tool (IPAT)

SAMHSA Six Levels of Collaboration/Integration								
Coordinated Care Key Element: Communication		Co-Located Care Key Element: Physica	al Proximity	Integrated Care Key Element: Practice Change				
LEVEL 1 Minimal Collaboration	LEVEL 2 Basic Collaboration at a Distance	LEVEL 3 Basic Collaboration On site	LEVEL 4 Close Collaboration On site with Some Systems Integration	LEVEL 5 Close Collaboration Approaching an Integrated Practice	LEVEL 6 Full Collaboration in Transformed/Merged Integrated Practice			



### Positive Change in Level Of Integration

 Participating providers reported having a higher level of integration after the implementation of TI Program protocols from Year 2 (CYE 2018) to Year 3 (CYE 2019)

IPAT Levels	All Sites				
Increased 5 Levels:	12 (3%)				
Increased 4 Levels:	46 (13%)				
Increased 3 Levels:	56 (15%)				
Increased 2 Levels:	27 (7%)				
Increased 1 Level:	80 (22%)				
Any Increase	221 (60%)				
No Increase:	147 (40%)				
Total Sites:	368				



#### Performance Outcomes TI vs. Non-TI

	Non-TI beneficiaries				TI beneficiari	TI vs. Non-TI beneficiaries	
Measure Description	2017	2019	% Change	2017	2019	% Change	Difference- in- Difference
Diabetes Screening for People with Schizophrenia or Bipolar Disorder who are Using Antipsychotic Medications (SSD)	55.72%	57.51%	1.78%	58.73%	62.03%	3.30%	1.52%
Metabolic Monitoring for Children and Adolescents on Antipsychotics (APM)	39.82%	36.67%	-3.15%	41.26%	41.30%	0.03%	3.18%
Follow-Up after Hospitalization for Mental Illness: 6-17 Years (7-day)	57.22%	55.92%	-1.30%	72.13%	70.79%	-1.34%	-0.04%
Follow-Up after Hospitalization for Mental Illness: 6-17 Years (30-day)	70.00%	70.14%	0.14%	87.82%	88.43%	0.61%	0.47%
Follow-Up after Hospitalization for Mental Illness: 18 and Older (7-day)	30.97%	24.76%	-6.21%	43.72%	45.12%	1.40%	7.61%
Follow-Up after Hospitalization for Mental Illness: 18 and Older (30-day)	45.35%	36.96%	-8.39%	66.82%	67.00%	0.17%	8.57%
Follow-Up after Emergency Department Visit for Mental Illness: 6-17 Years (7-day)	29.05%	30.66%	1.60%	76.48%	75.76%	-0.71%	-2.32%
Follow-Up after Emergency Department Visit for Mental Illness: 6-17 Years (30-day)	41.22%	41.61%	0.39%	84.43%	87.17%	2.74%	2.35%
Follow-Up after Emergency Department Visit for Mental Illness: 18 and Older (7-day)	17.84%	15.45%	-2.39%	46.30%	45.09%	-1.21%	1.17%
Follow-Up after Emergency Department Visit for Mental Illness: 18 and Older (30-day)	24.50%	24.28%	-0.22%	56.18%	54.29%	-1.88%	-1.66%
Follow-Up after Emergency Department Visit for Alcohol and Other Drug Abuse or Dependence: 18 and Older (7-day)	7.44%	5.43%	-2.01%	27.44%	24.84%	-2.60%	-0.58%
Follow-Up after Emergency Department Visit for Alcohol and Other Drug Abuse or Dependence: 18 and Older (30-day)	9.37%	8.08%	-1.30%	35.44%	33.61%	-1.83%	-0.53%
Well-Child Visits (Ages 3-6 Years): 1 or More Well-Child	57.40%	57.71%	0.31%	75.57%	77.64%	2.06%	1.76%
Adolescent Well-Care Visits: At Least 1 Comprehensive	36.36%	36.95%	0.59%	52.68%	56.47%	3.79%	3.21%



### Targeted Investments Program 2.0

- AHCCCS seeks waiver authority to extend the TI Program from 2021 through 2026, known as the TI Program 2.0
- TI Program 2.0 will include two distinct cohorts:
  - Extension cohort will include current TI Program providers
  - Expansion cohort will include primary care practices and behavioral health providers with no prior TI participation
- AHCCCS will develop a concept paper in 2021 that outlines the details for the TI Program 2.0



#### **Extension Cohort**

- Projects will be designed to foster collaboration between medical providers and CBOs, particularly those crucial to addressing housing, food, employment, social isolation, and transportation
- Incentive payments will be based on:
  - Achievement of outcome measures
  - Continuation of high priority promising practices
  - Establishment of additional systems and infrastructure that supports advancing whole person care



### **Expansion Cohort**

- Eligibility requirements for this cohort will include:
  - Certified EHR that is capable of bi-directional data exchange
  - Minimum volume thresholds
  - Commitment to participate in the Learning Collaborative
- The program structure for this cohort will be modeled on the current TI Program with updates and revisions to the original core components, milestones, and incentives

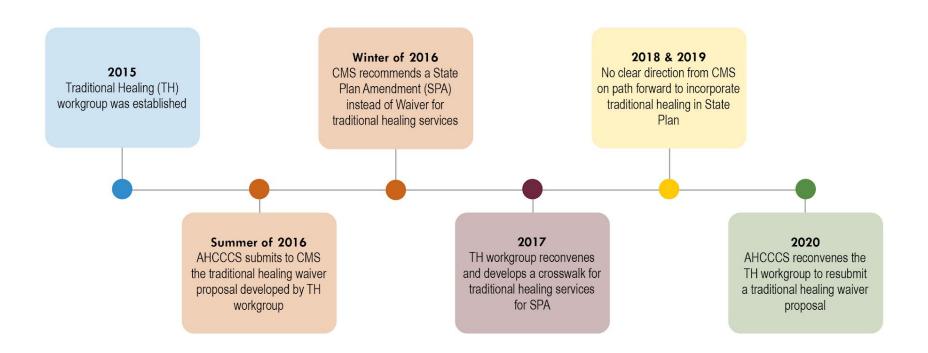


### **Traditional Healing Services**

- Twenty two tribes that reside in the state of Arizona utilize traditional healing practices
- Supported primarily through tribal funds, various pilot programs, grants, and individual personal resources
- Tribes have advised AHCCCS that traditional healing services will aid care coordination and help AHCCCS members achieve improved health outcomes



### **Traditional Healing Timeline**





### **Traditional Healing Services**

 AHCCCS is seeking waiver authority to reimburse traditional healing services and claim FFP for these services when provided by I/T/U facilities at the 100% FMAP

 The goal is to improve the health outcomes of AHCCCS members by making traditional healing services available in a complementary fashion with allopathic medicine



### **Traditional Healing Waiver Proposal**

 Upon approval by CMS, the covered traditional healing services, limitations, and exclusions shall be described by each facility (working with each tribe they primarily serve)

 The array of practices provided by traditional healers shall be in accordance with an individual tribe's established and accepted traditional healing practices as identified by the Qualifying Entity



### **Qualifying Entity**

- Responsible to define and endorse traditional healers and the services they perform
- An I/T/U facility or clinic governing body may serve as the Qualifying Entity
- The tribe(s) served by the facility may choose to designate another governing body as its Qualifying Entity



### Tribal Dental Benefit (HB 2244)

- In 2016, AHCCCS implemented a dental benefit of \$1,000 per member per contract year for individuals enrolled in ALTCS
- In 2017, AHCCCS implemented an emergency dental benefit of \$1,000 per member per contract year for adult AHCCCS members
- In 2020, HB 2244, authorized AHCCCS to seek approval from CMS to reimburse IHS and 638 facilities to cover the cost of adult dental services that are eligible for 100% FMAP, that are in excess of the \$1,000 limit



### Tribal Dental Benefit (HB 2244)

- The purpose of this Demonstration is to improve oral health outcomes for American Indian/Alaska Native (AI/AN) members
- AI/AN adults suffer from untreated dental caries at twice the prevalence of untreated caries in the general U.S. population
- The geographic isolation of tribal populations & inability to attract dentists to practice in IHS or tribal health facilities in rural and frontier areas are contributors to these oral health disparities











### SMAC Open Discussion and Comments











### Call to the Public



#### Resources & Public Comment

AHCCCS Waiver Renewal Request (2021-2026)

How do I submit public comment? Public comment can be

- Discussed at public forums
- Emailed to waiverpublicinput@azahcccs.gov
- Mailed to 801 E Jefferson, Phoenix, AZ 85034 Attn: Federal Relations

## Questions?



### 2021 SMAC Meetings

Per Bylaws, meetings are to be held 2<sup>nd</sup> Wednesday of January, April, July and October. Meeting dates and times are scheduled as follows:

#### **2021 SMAC Meetings**

January 13, 2021 1:00-3:00 p.m. April 14, 2021 1:00-3:00 p.m. July 14, 2021 1:00-3:00 p.m. October 13, 2021 1:00-3:00 p.m.



Thank you

