Medicaid Advisory Committee-MAC meeting
Monday, May 9, 2016
MINUTES

Time: Start-1:30pm End-3:15pm   Location: Room 2027, Garrey Carruthers State Library, Santa Fe

Chair: Larry A. Martinez, Presbyterian Medical Services
Recorder: Maria Roybal-Varela, Committee Support Person

Committee Members:
Johnny Abeyta Sr., Ohkay Owingeh
Michael Batte, Public Member
Myles Copeland, NM Aging and Long Term Services Department
Jeff Dye, NM Hospital Association
Mary Eden, Presbyterian Healthcare Services
Joie Glenn, NM Association of Home and Hospice Care
Michael Hely, NM Legislative Council Service
Jim Jackson, Disability Rights NM
Mark Kolman, NM Department of Health
Dale Tinker, NM Pharmacists Association

Ramona Dillard, Pueblo of Laguna
Carol Luna-Anderson, the Life Link/Behavioral Health Planning Council
Steve McKernan, UNM Hospital
Carolyn Montoya, UNM College of Nursing
Daphne Rood-Hopkins, Children, Youth, and Families Department
Linda Sechovec, NM Health Care Association
Ruth Hoffman, Lutheran Advocacy Ministry
David Roddy, NM Primary Care Association
Laurence Shandler, Pediatrcian

Absent Members:
Kristin Hendricks, Pediatric Dentist
Gene Varela, AARP NM

Staff & Visitors Attending:
Nancy Smith-Leslie, HSD/MAD Director
Angela Medrano, HSD/MAD
Thora Jackson
Shawna Cruz-Ruiz
Doris Husted
Janis Gonzales
Charlie Marquez
Lillie Sandoval
Nancy Fisher
Christine Boerna
Debi Peterman
Walter Brennan
Sarah Coffey
Amy Ditton
Stephen Rainez
Becky Gonzales
Kim Staus
Donald Aire
MaryKay Pera
Teddi Sobin
Sandra Woodward
Sam B.

Brent Earnest, HSD Secretary
Kari Armijo, HSD/MAD
Kathy Teston
Stephen Rains
Sun Vega
Dave Armiyo
Heidi Todacheene
Lov Freimeiller
Kim Carter
Karen Wells
Silo Faso
Megan Seymour
Ellen Pines
Daphne Root Vigil
Mark Duran
Bent Jaramillo
Nancy Rodriguez
Rodny McNese
Susan Mayes
Jennifer Anderson
Mike Easterday
Lorie Mactier

Mike Nelson, HSD Deputy Secretary
Jason Sanchez, HSD/MAD
Duke Rodriguez
Maggie McCowen
Jenny Pela
Nat Dean
Rachel Thopes
Pablo Sedillo
Dan Clavio
Marilyn Bennett
Dan Boyd
Judy Harris
Christine Rein
Eddie Moor
Nick Estes
J.D. Bullington
Cris Valladares
Lisa Rossignoe
Shawn Ricettas
Michael Hely
Abuko Estrada
<table>
<thead>
<tr>
<th>DISCUSSION ITEM</th>
<th>OUTCOME</th>
<th>FOLLOW-UP ACTION</th>
<th>RESPONSIBLE PERSON/DEPARTMENT</th>
<th>EXPECTED OR REQUIRED COMPLETION DATE</th>
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<tr>
<td>I. Introductions</td>
<td>All persons present at the beginning of the meeting introduced themselves and the organizations they were representing.</td>
<td>None</td>
<td>Larry Martinez, MAC Chair</td>
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<td>II. Approval of Agenda</td>
<td>The agenda was approved without changes. Larry Martinez noted items IV. Cost Containment Subcommittee Reports and V. Medicaid Budget Projections are switched on the current agenda from agenda that was emailed to committee members.</td>
<td>None</td>
<td>Larry Martinez, MAC Chair</td>
<td>Complete</td>
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<td>III. Approval of Minutes</td>
<td>The minutes from March 4, 2016 were approved with two changes. Jim Jackson requests the comments from Lauren Reichelt and Ellen Pinnes were not adequately represented and should be reviewed again. Larry Martinez stated the recording of last meeting would be consulted and additional comments added.</td>
<td>Listen to Recorder</td>
<td>Maria Roybal-Varela, Committee Support Person</td>
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<td>IV. Cost Containment Subcommittee Reports</td>
<td>Joie Glenn, Chair of the Provider Payments Subcommittee, gave an overview of the subcommittee’s process. Ms. Glenn thanked colleagues, content experts and HSD for timely processing of requests for data. The Subcommittee’s recommendations were presented to HSD Secretary on April 8, 2016 with the subcommittee’s final cuts of $18.5 million to $20 million. Ms. Glenn explained the charge given by HSD to the subcommittee, including the language in the Appropriations Act. House Bill 2 language related to cost containment was deliberated among the subcommittee members. Johnny Abeyta stated Governor Earl Salazar would like to have a face to face meeting with HSD. Secretary Earnest said he is open to a conversation with IHS. Joie Glenn and Secretary Earnest thanked the subcommittee members.</td>
<td>None</td>
<td>Joie Glenn, Chair</td>
<td>Larry Martinez, Chair</td>
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<td>is currently working on fact finding and is aware that reducing expenditures in one area may increase expenditures in other areas. The committee is aware of challenges presented by cost sharing with the Medicaid population and is committed to preserving services. There is major concern in the discussion about copayments, deductibles and premiums. Centennial Care managed care organizations provided presentations to the subcommittee on each plan’s highest cost members and their utilization. Kari Armijo and Angela Medrano provided information on potential copayments and premiums. The committee elected to hold open meetings and accept public comment. The next meeting will be Thursday May 12, 2016 with an opportunity for public comment.</td>
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<td>V. Medicaid Budget Projections</td>
<td>Jason Sanchez presented on the Medicaid Budget Projections.</td>
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<td>Jason Sanchez, Deputy Director, Medical Assistance Division, Human Services Department</td>
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<td>Mr. Sanchez started with Fiscal Year (FY)15 pointing out the shift in the projection due to members transitioning from Physical Health to Long Term Care Services resulted in an overall increase in expenditures. The result was an increase in the deficit and the push forward of general fund expenses totaling $31.9 million into FY16. In FY 16 there is an increase in expenditures in clinic services because there was a change in how we reflect expenditures for School Based services. There is also an increase in DD, MiVia and Medically Fragile programs because DOH projected all of their expenses associated with the Waldrop lawsuit, which is now built into the projection. Providers are taking advantage of Health Information Technologies and that is reflected in the increase in the HIT line item. There is a new line of expenditures that reflects expenses that will be pushed from FY16 into FY17. This amount totals $23.3 million of general fund expenses being pushed from FY16 into FY17. In FY17, the Centennial Care Physical Health line reflects a decrease of $24.8 million dollars due to member months and cost containment initiatives associated with Centennial Rewards and targeting care coordination. Line 34 reflects a decrease as a result of the Federal Government waiving the Health Insurance Provider Fee for all states for payments due in FY17. The resulting general fund deficit for FY17 is $24.5 million. Secretary Earnest stated he is satisfied with the progress being made with cost containment; however, there is still work to be done.</td>
<td>None</td>
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<td>VI. Updated Medicaid Data</td>
<td>Nancy Smith-Leslie gave an update on Medicaid Data. The data included overall managed care expenditures including costs by program area.</td>
<td>None</td>
<td>Nancy Smith-Leslie, Director Medical Assistance Division, Human Services Department</td>
<td>Complete</td>
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<td>VII. Public Comment</td>
<td>Various Public Comments Topics: Thanks to Secretary Earnest for not making any cuts to the Behavioral Health Program Legalization of Cannabis Care Coordination SB42 Provider Rate Reductions</td>
<td>None</td>
<td>HSD Leadership</td>
<td>Complete</td>
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<td>VIII. Adjournment</td>
<td>The meeting adjourned at 3:15pm</td>
<td>None</td>
<td>MAC Chairperson</td>
<td>Complete</td>
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Respectfully submitted: Maria Roybal-Varela  
Medicaid Advisory Committee Support Person  
May 16, 2016

Recorder Date