
CENTENNIAL CARE



Ensuring care for New Mexicans for the next
100 years and beyond...

New Mexico Human Services Department

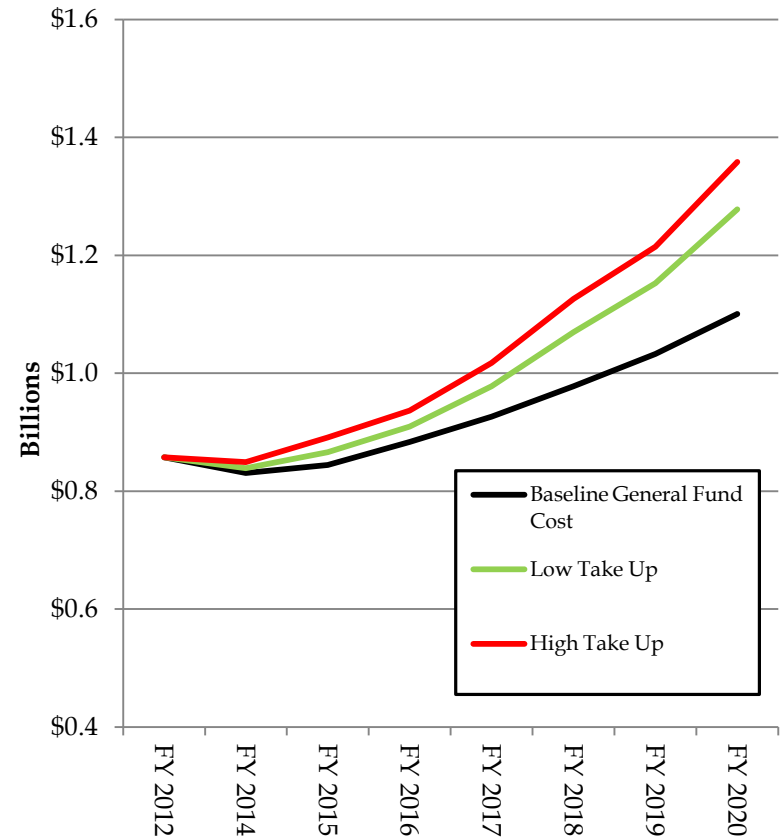


State-Tribal Leadership Consultation
March 20, 2012

CENTENNIAL CARE

- ▶ Currently, the Medicaid program is 16% of the state budget.
- ▶ Health care costs continue to increase.
 - 5.8% a year through 2020 according to the Centers for Medicare and Medicaid Services actuaries. This rate is faster than the economy is expected to grow this decade.
- ▶ Even with three years of 100% federal funding for newly eligible enrollees under the Federal Health Care Reform, the State's Medicaid bill will continue to rise dramatically.

State General Fund Cost Under PPACA
FY 2012 - FY 2020



CENTENNIAL CARE

New Mexico's Medicaid Modernization Effort June 2011

▶ Four Goals

- Assuring Medicaid recipients receive the right amount of care at the right time, in the most cost-effective settings
- Assuring the care is measured for quality, not quantity
- Slowing the rate of growth of program costs (bending the cost curve) without cutting services, eligibility or provider rates
- Streamlining and modernizing the program in preparation for January 2014



CENTENNIAL CARE

Medicaid Modernization Effort – Public Input

▶ Statewide Listening Tour

- Five Public Meetings
- One Tribal Consultation
- Small Workgroups
 - Advocates
 - Providers
 - Native Americans
 - Health Plans
- Written and Verbal Comments



CENTENNIAL CARE

Principle 1: A Comprehensive Service Delivery System

▶ Manage Care

- Focus on health literacy with and for recipients
- Comprehensive care coordination process
- Include behavioral health to maximize integration of care
- Protect behavioral health funding in the system
- Maximize technology for rural and frontier regions
- Better use of school health clinics



CENTENNIAL CARE

Principle 2: Personal Responsibility

- ▶ Engage recipients in their personal health decisions
 - Reward recipients for engaging in healthy behaviors
 - Gift card to recipients who engage in quantifiable healthy behavior (e.g. well-child visits)
 - Gift card for recipients with chronic illnesses who follow a specific plan of care
 - Debit card that earns points for additional healthy behaviors
 - Targeted cost sharing strategies
 - \$3.00 co-pay for any legend/brand drug dispensed when there is a generic drug available – exception of psychotropic drugs
 - Sliding scale co-payment on recipients with incomes above 100% of the Federal Poverty Level (FPL) who use emergency room for non-emergency care



CENTENNIAL CARE

Principle 3: Payment Reform

- ▶ Rewarding plans and providers who practice cost-effective medicine targeted at outcomes rather than process
 - Use pilot project approach to produce the desired result
 - Pediatric asthma
 - Readmissions to hospitals within 30 days of discharge
 - Peer-to-Peer Physician effectiveness reporting



CENTENNIAL CARE

Principle 4: Administrative Simplification

- ▶ Combine all Medicaid waivers (except for the Developmental Disabilities waiver) into a single, comprehensive 1115 waiver
- ▶ Reduce the number of managed care plans from seven to a more manageable number
 - Reduce costs
 - Focus on managing and monitoring our private contractors



CENTENNIAL CARE

Native American Participation

- ▶ Improve Health Outcomes and Promote Economic Opportunities for Native American Communities
 - Native Americans will fully participate in the Managed Care service delivery structure
 - Encourage and promote greater involvement by and with the Native American community
 - Health plans will contract with the Tribes for on-reservation case management and transportation services, where such services are available and offered by the Tribes
 - Encourage and incentivize Tribes to develop care coordination teams and health homes that meet state requirements to provide integrated care for their members with chronic medical/behavioral health conditions; and
 - Explore the concept of “mini block grants” to Tribes who are willing to provide an array of services to their members for a set amount of money.



New Mexico Human Services Department

CENTENNIAL CARE

Implementation of the Affordable Care Act

- ▶ “Newly eligible” individuals (below age 64 with incomes up to 133% of the FPL) will become eligible to receive health care services through Medicaid
 - The benefit package can be less comprehensive than the current Medicaid benefit
 - Enroll Federal health care expansion population into Medicaid
 - Offer the federally required benchmark benefit package for the expansion population



CENTENNIAL CARE

- ▶ Creative, Innovative Approaches to Create a Modern and Flexible Delivery System:
 - Maximize chances of a healthier population
 - Purchase quality care rather than quantity of care
 - Slow the rate of growth of the program costs by maximizing administrative simplicity and focusing on better outcomes
 - Require that plans, providers, recipients and the State, all move together to slow the rate of growth the cost of the program while avoiding cuts, improving quality, and modernizing our system
- ▶ Centennial Care will continue delivering benefits for those most in need, now and into the future, while avoiding cuts



CENTENNIAL CARE

Process Timeline

- ▶ June through October 2011:
 - Public stakeholder meetings and subject specific workgroups
- ▶ October 2011 through January 2012:
 - ▶ Finalize concept paper, “vet” with the Governor, organize internal workgroups to begin putting additional operation details on the design
- ▶ February 2012 through August 2012:
 - Submit waiver to the U.S. Center for Medicare and Medicaid Services (CMS), develop Request for Proposals (RFP) for plans, finalize new contract to be used with plans
 - Mid-April 2012 Final Waiver Document to CMS
 - Procurement on the street September 1, 2012
- ▶ September 2012 – December 2012
 - Procure new plans and award contracts
- ▶ January 2013 through December 2013
 - Prepare for “Go Live”



CENTENNIAL CARE

The State has a several ways for people to submit comments for our Centennial Care concept.

▶ Website:

www.hsd.state.nm.us/medicaid.modernization

▶ E-mail Address: medicaid.comments@state.nm.us

▶ Phone: 1-855-830-5252

▶ Regular Mail: Centennial Care Comments – Human Services Department P.O. Box 2348, Santa Fe, New Mexico 87504



New Mexico Human Services Department