

Washington State Health Care Authority

2014 Medicaid Expansion Overview

Washington State Nurses' Association, Legislative Day
February 11, 2013

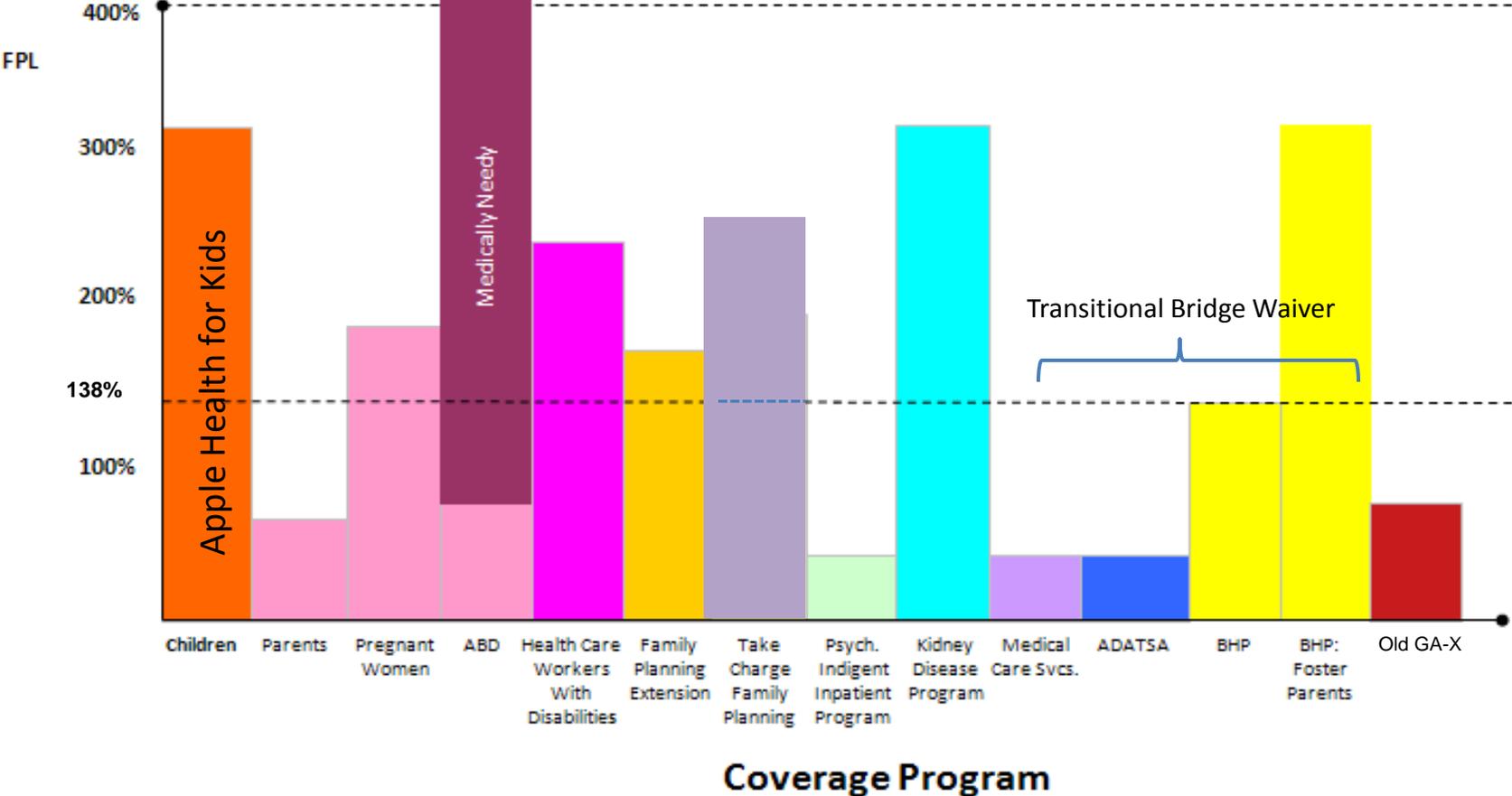
Nathan Johnson, Division Director, Health Care Policy

Topics for Today

- Medicaid Overview
- Medicaid Expansion Estimates
- Implications for Nurses
- HCA Resources for More Information

Medicaid Overview

Today's Washington State Landscape

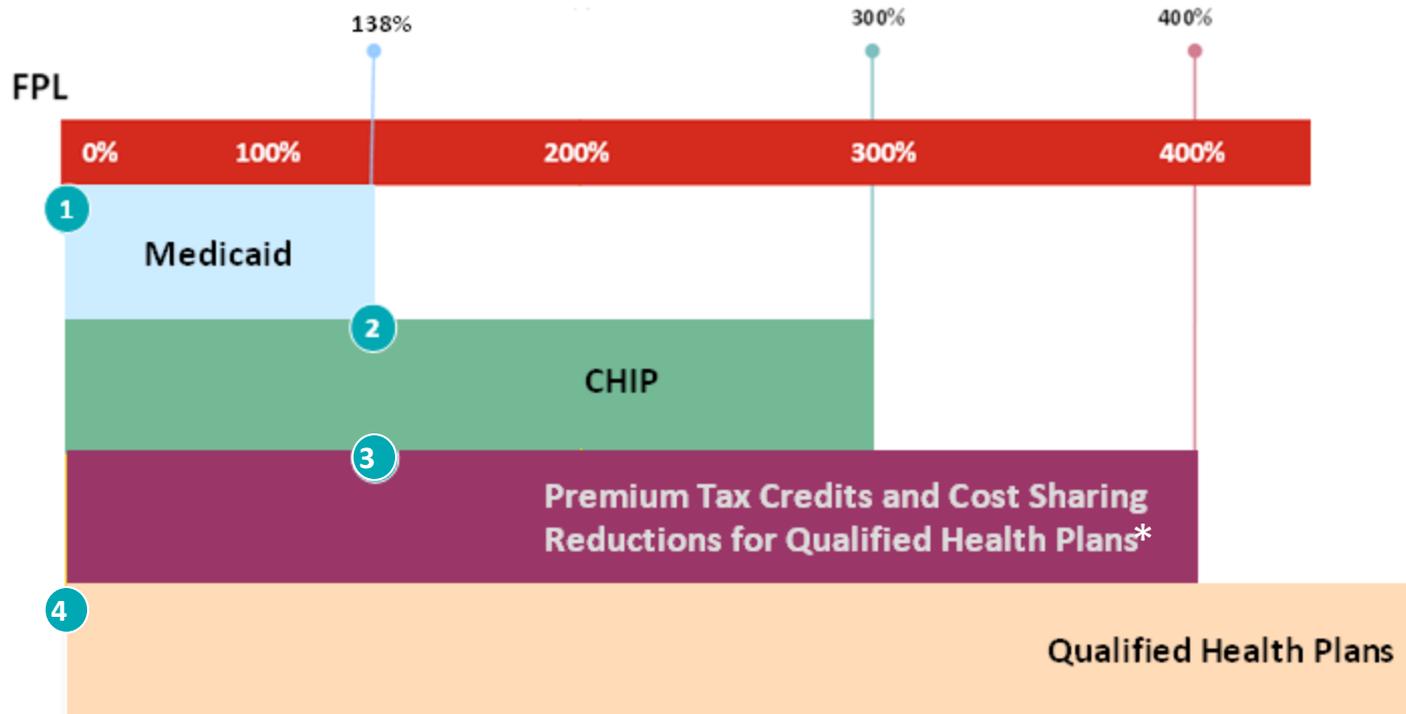


2014 Medicaid Coverage

- Option to expand Medicaid to 138% of the FPL for adults under age 65 not receiving Medicare* - based on Modified Adjusted Gross Income (MAGI)
 - **MAGI** will determine eligibility for children, pregnant women and parents and all adults in the new adult category
 - **Non-MAGI** (classic) Medicaid eligibility standards will still apply to aged, blind, disabled, SSI, & foster children – ACA doesn't impact these groups
- Washington's new adult group will include:
 - **Childless adults** with incomes below 138% of the FPL
 - **Parents** with incomes between ~40% and 138% of the FPL

* The ACA's "133% of the FPL" is effectively 138% of the FPL because of a 5% across-the-board income disregard

2014 ACA Continuum of “Insurance Affordability Programs”



* Federal Basic Health Plan Option for individuals with incomes between 138% and 200% of the FPL will not be available in 2014.

Federal Poverty Levels and Annual Income (2012)

Federal Poverty Level	Annual Income: Individual	Annual Income Level: Family of 3
100%	\$11,170	\$19,090
133%	\$14,856	\$25,390
138%	\$15,415	\$26,344
200%	\$22,340	\$38,180
300%	\$33,510	\$57,270
400%	\$44,680	\$76,360

Enhanced Federal Funding for New Adult Group

- Newly eligible parents and childless adults are:
 - under 65 years old
 - not pregnant
 - not entitled to Medicare
 - not in an existing Medicaid category (e.g. children, pregnant women, aged, blind and disabled)
- Enhanced federal funding for costs of newly eligible adults:

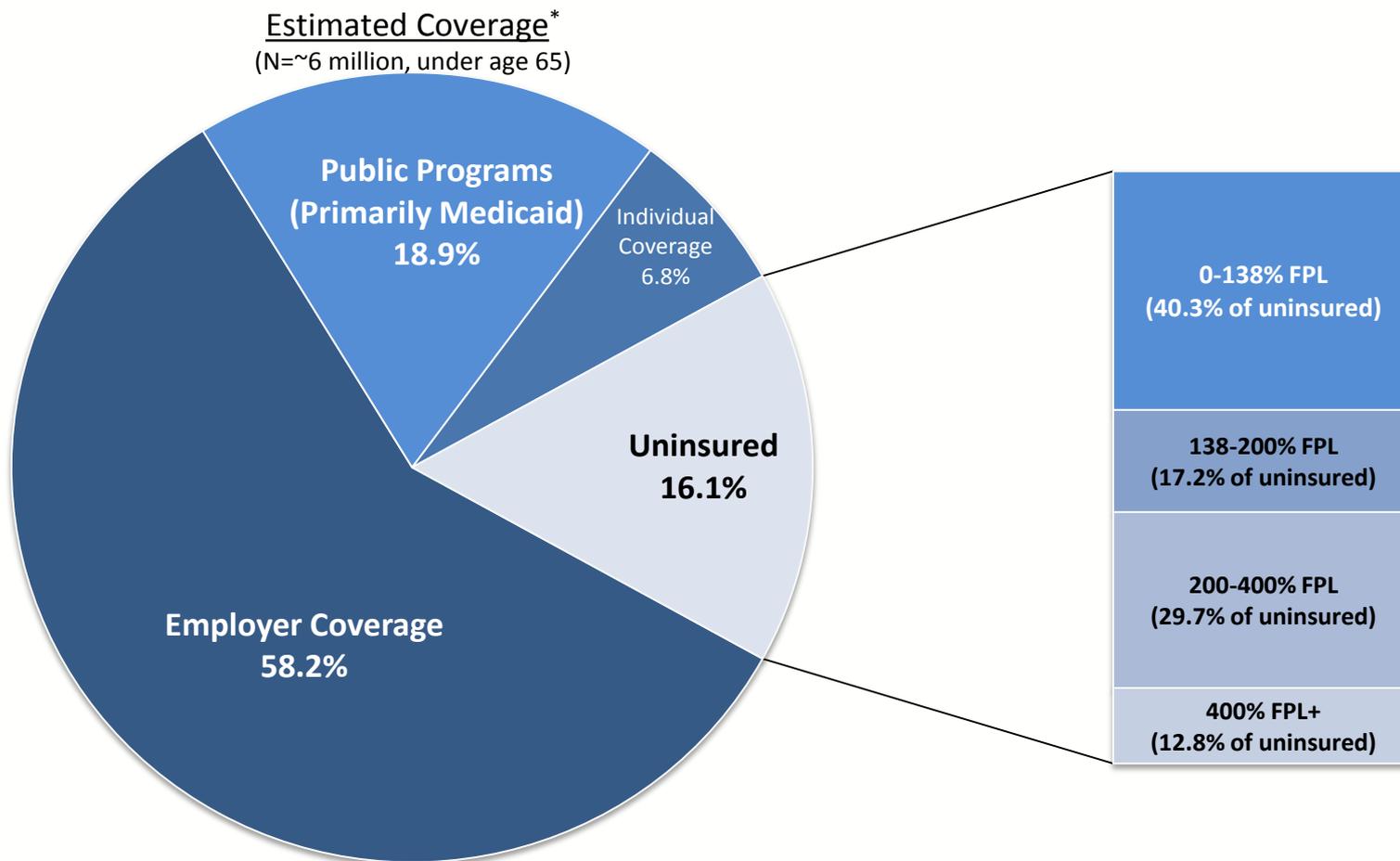
	2014	2015	2016	2017	2018	2019	2020 +
State Share	0%	0%	0%	5%	6%	7%	10%
Federal Share	100%	100%	100%	95%	94%	93%	90%

Medicaid Expansion Goals

- Capitalize on opportunities to streamline administrative processes
- Leverage new federal financing opportunities to ensure the Medicaid expansion is sustainable
- Maximize use of technology to create consumer-friendly application/enrollment/renewal experience
- Maximize continuity of coverage & care as individuals move between subsidized coverage options
- Reform the Washington Way --- comply with, or seek waiver from, specific ACA requirements related to coverage and eligibility, as needs are identified

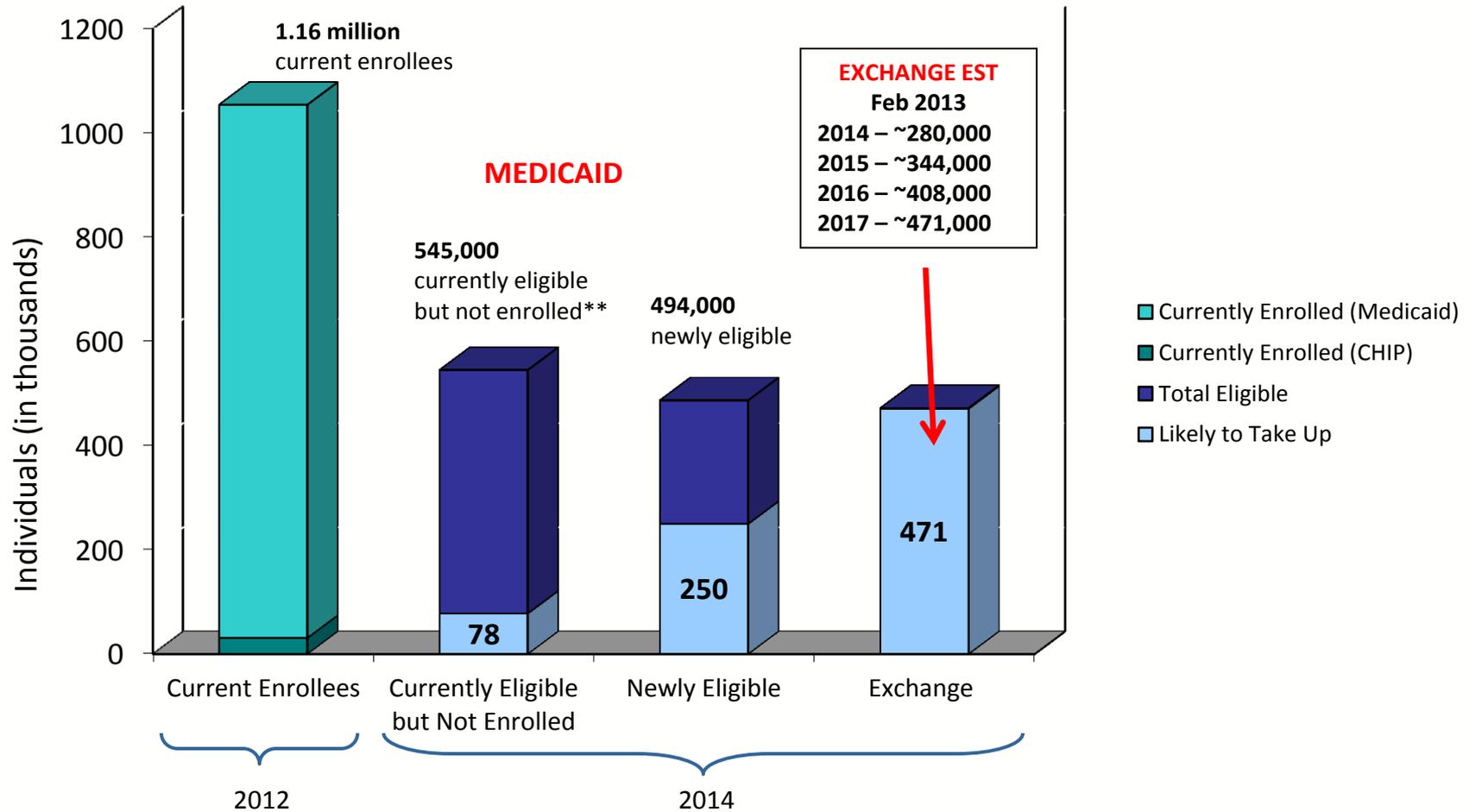
Medicaid Expansion Estimates

Pre-Implementation of the ACA: Primary Source of Insurance in Washington State, 2011



* Source: OFM Estimates from 2011 Single-Year American Community Survey PUMS - includes individuals under age 65

Post-Implementation of the ACA: Subsidized Coverage Landscape in Washington



Note: Analysis forecast assumes full take up rate and the ACA was in effect in 2011.

**Includes individuals who have access to other coverage (e.g., employer sponsored insurance). Sources: The ACA Medicaid Expansion in Washington, Health Policy Center, Urban Institute (May 2012); The ACA Basic Health Program in Washington State, Health Policy Center, Urban Institute (May 2012); Milliman Market Analysis; and Washington Health Care Authority for Medicaid/CHIP enrollment.

Age of Likely New Medicaid Enrollees

Newly Eligible New Enrollees are Almost All Adults

	Eligibility of Projected New Enrollees					
	Currently Eligible, Not Enrolled		Newly Eligible		Total	
	N	%	N	%	N	%
Total	77,913	100.0%	250,308	100.0%	328,221	100.0%
Age						
0 – 18 years	49,115	63.0%	5,512	2.2%	54,627	16.6%
19 - 24 years	2,400	3.1%	80,037	32.0%	82,437	25.1%
25 - 44 years	23,281	29.9%	75,553	30.2%	98,834	30.1%
45 - 64 years	3,117	4.0%	89,206	35.6%	92,323	28.1%

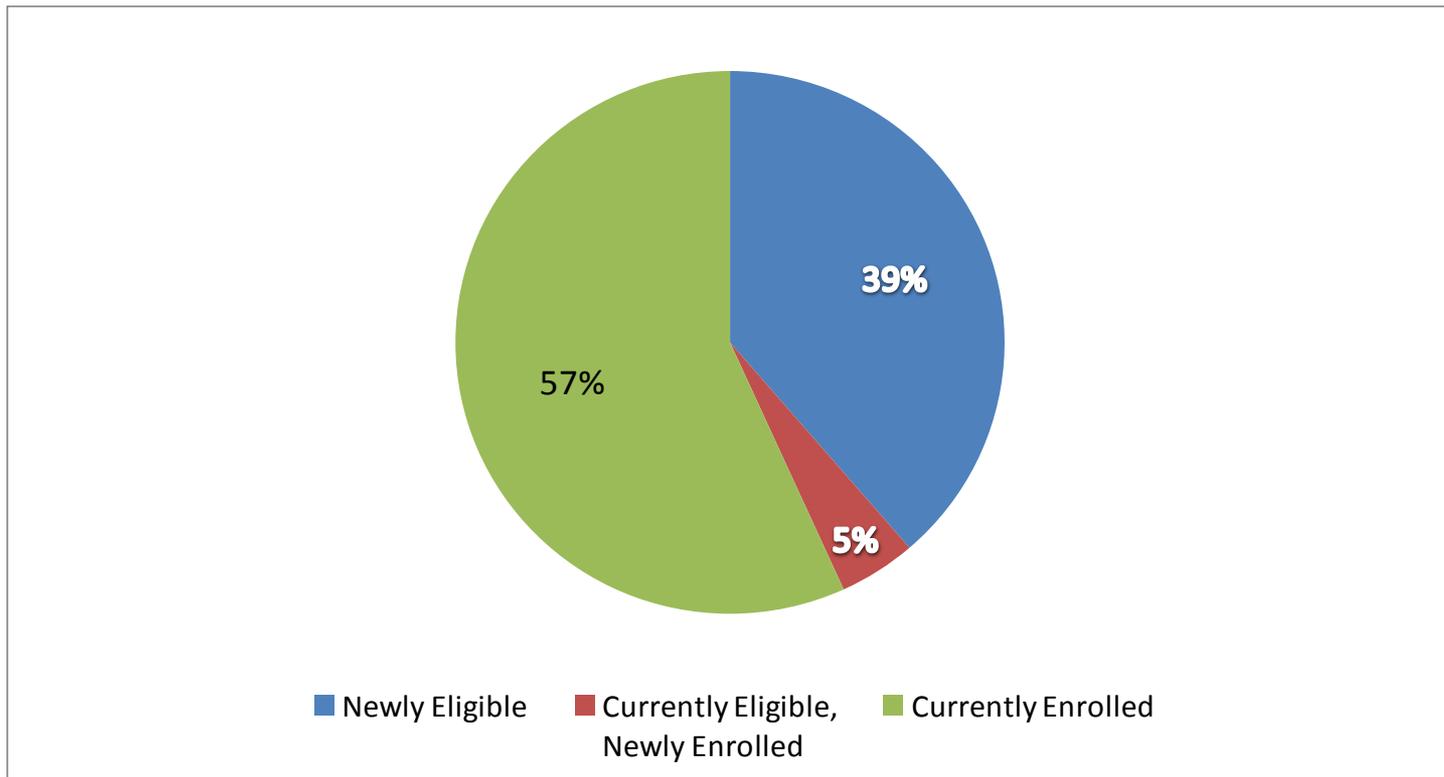
Source: Urban Institute Analysis of Augmented WA State Database

Post-Implementation of the ACA: Medicaid Enrollment of Nonelderly Adults

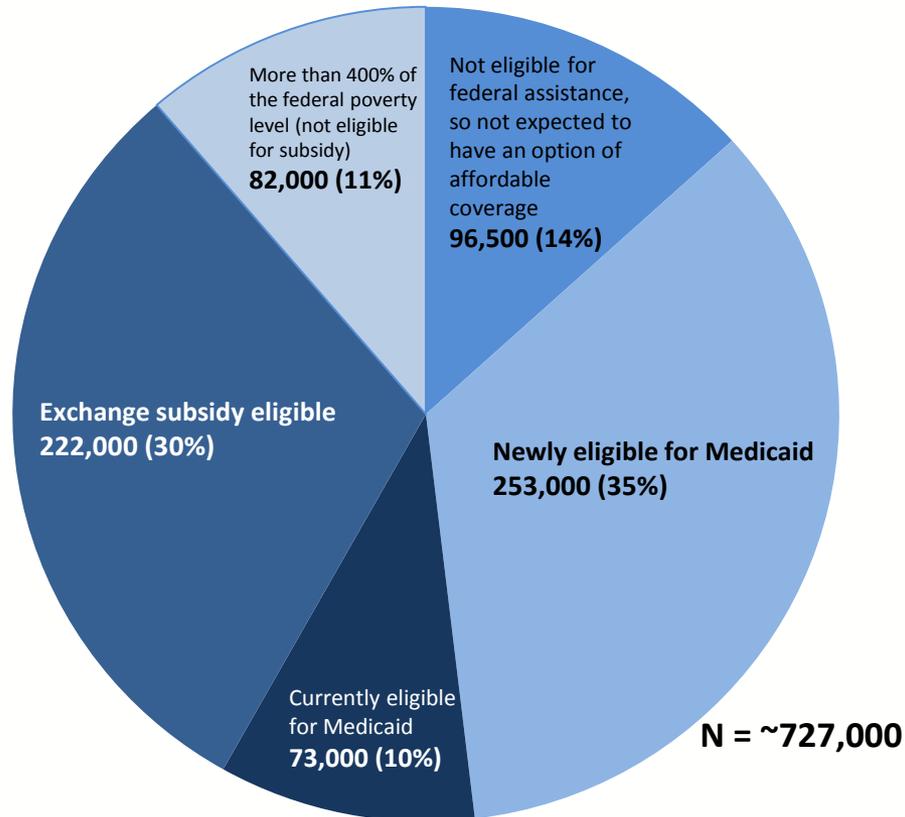
With Large Growth in Enrollment, Average Costs Decline

Reform: 633K Enrollees, Avg. Cost \$7,293

(Baseline: 359K Enrollees, Avg. Cost \$7,906)



~85% of Washington's uninsured adults will have access to affordable coverage under full implementation of the ACA



Source: Urban Institute Analysis of Augmented WA State Database

Uninsured Groups Remain

- Undocumented immigrants
- Individuals exempt from the mandate who choose to not be insured (e.g., because coverage not affordable)
- Individuals subject to the mandate who do not enroll (and are therefore subject to the penalty)
- Individuals who are eligible for Medicaid but do not enroll

Implications for Nurses?

Access to Care - Primary Care Physicians

- OFM survey of primary care physicians in Washington State shows that:



~ 90% of PCPs provide care for some patients covered by Medicaid

~ 80% of PCPs accepting new patients



~30% of this group not including new Medicaid clients



Just over 20% reported all their new patients could be Medicaid

- Reports available include:

- Characteristics and distribution of current primary care physicians

- http://www.ofm.wa.gov/healthcare/deliverysystem/2011_PCP_survey_frequency_report.pdf

- Availability of Primary Care Physicians to Serve the Medicaid Expansion

- <http://www.ofm.wa.gov/researchbriefs/2012/brief065.pdf>

- Primary care physician rate increases January 1, 2013
- OIC health plan network assessment includes essential community providers
- ➔ HPSA (health care professional shortage areas) concerns remain

Access to Care – Nurse Practitioners

- OFM survey of Primary Care ARNPs in Washington State shows that:
 - ~ 90% of ARNPs provide care for some patients covered by Medicaid
 - ~ 52% see patients in early morning, evenings and weekend hours
 - ~ 85% of ARNPs accepting new patients



~30% of this group not including new Medicaid clients



~11% work where access to needed interpreter services inadequate

- Washington State Primary Care Nurse Practitioner Survey
 - http://www.ofm.wa.gov/healthcare/deliverysystem/2012_NP_survey_frequency_report.pdf
- OFM survey of consumers shows that:



~30% of consumers don't know scope of ARNP practice

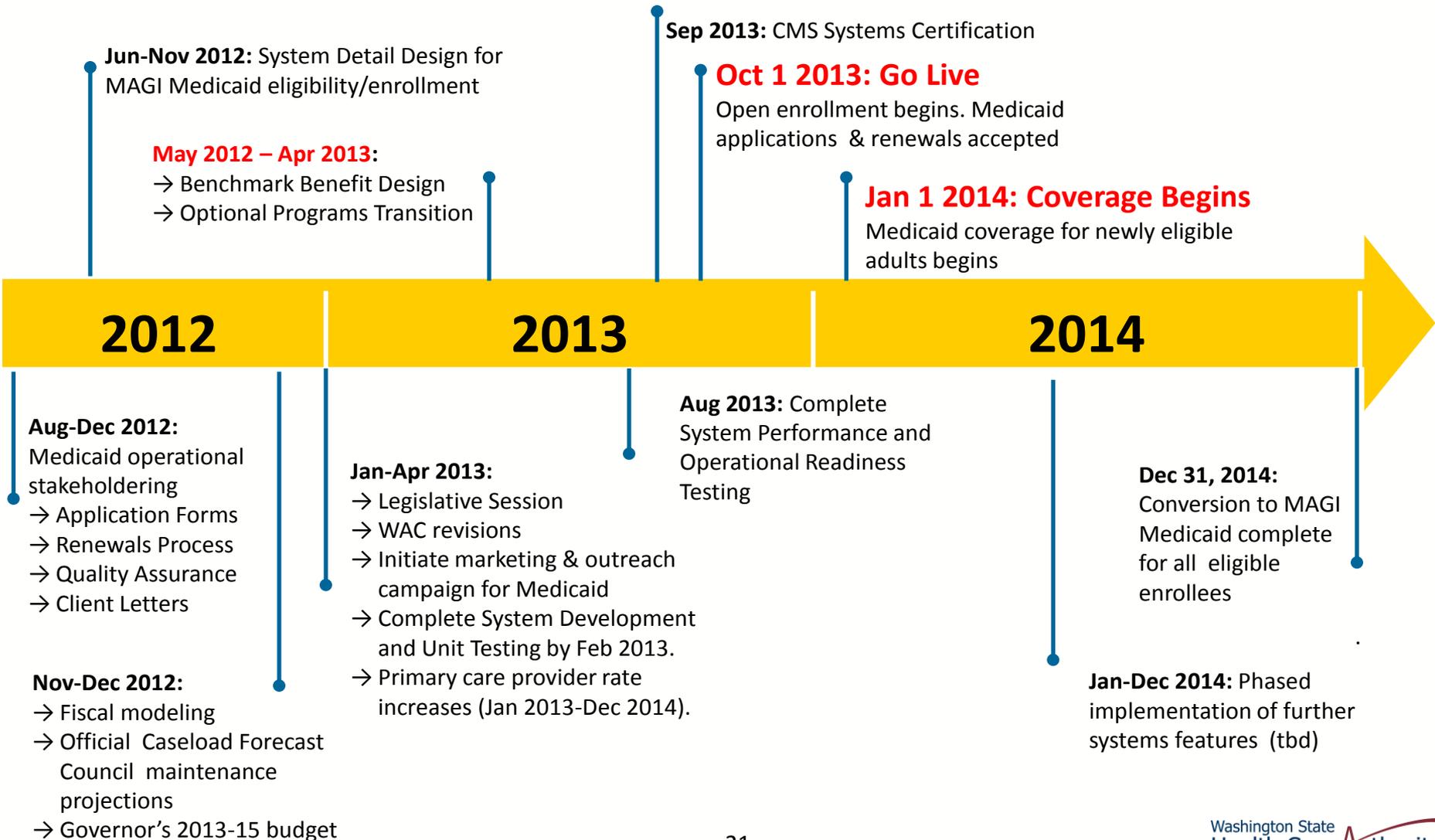
Consumers are Willing to See ARNPs

Of adults surveyed who use routine or urgent ~80% reported willingness to see ARNPs

Provider Type	Routine Care		Urgent Care	
	Seen	Willing to See	Seen	Willing to See
Medical Doctor	81.5	99.2	72.9	99.6
Nurse Practitioner	8.4	79.2	11.9	77.1
Physician Assistant	5.1	71.2	7.1	68.4
Other	5.1	13.5	8.0	9.6

Source: OFM survey of consumers – www.ofm.wa.gov/healthcare/health_care_data_report.pdf

Timeline: Much Work to be Done!



Washington State's Ongoing Challenge

- Medicaid delivery system silos
 - Managed care, fee-for-service
 - County-based behavioral health
 - Dual-eligibles
 - Long-term services and supports
- Fragmented service delivery and lack of overall accountability
- Service needs and risk factors overlap in high-risk populations
- Incentives and reimbursement structures not aligned to achieve outcomes
- Existing design not sustainable

HealthPathWashington

- Collaborative effort by DSHS and HCA
- Opportunity to design innovative care models for individuals eligible for both Medicare and Medicaid
 - **Medicaid:** At risk for long-term supports and services, and behavioral health costs
 - **Medicare:** At risk for medical costs
- Washington one of 15 participating states; 2nd in the nation to gain federal approval for first strategy
 - **Strategy 1:** Health homes, enhanced integration and coordination of care. To begin mid-2013.
 - **Strategy 2:** Full managed care benefit package. To begin in 2014.
- Seeks shared savings with Medicare, but real goal is to improve care with outcome and cost targets

After Health Home

- My Health Home Coordinator
- Lead Entity



HCA Resources for More Information

- Web-sites: <http://www.hca.wa.gov/>
 - For information about the Medicaid expansion:
<http://www.hca.wa.gov/hcr/me>
 - For information about the Health Benefit Exchange:
<http://wahbexchange.org/>
 - To contact the HCA concerning the Medicaid expansion:
medicaidexpansion2014@hca.wa.gov
- Webinars and presentations around the state
 - See upcoming schedule and past events at:
<http://www.hca.wa.gov/hcr/me/stakeholdering.html>
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