

# **Pennsylvania Coalition of Affiliated Healthcare & Living Communities (PACAH) Financial Officers Group**

August 15, 2018

Presented by OLTL

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- Budget FY 2018-2019
- Community HealthChoices
- Payments, Assessment & InterGovernmental Transfers



## FY 2018/2019 Budget

- Maintains FFS Programs in Non-CHC Zones
- Maintains Existing Service Levels for Participants
- Funds Implementation of CHC in the SE in Jan. 2019
- Reflects Full Year Operation of CHC-MC in SW
- Assumes Expansion in LIFE Program
- Reflects Actuarial Sound Rates for CHC-MCO's PH & LTSS
- Includes Continuation of the IGT Program for County NF's
- Expands the Total Number of Individuals covered in the OLTL Waivers

- Includes funds to establish a single responsible entity for Functional Eligibility Determinations
- Transfers portions of Tobacco and Lottery funds from LTC and HCBS Waivers to the CHC Waiver
- Provides funds in the HCBS Waiver to add an additional 2,292 people as an alternative to institutional care
- Provides HCBS to 1,500 additional people with disabilities in the Services to People w/Disability Waiver
- Provides HCBS to 960 additional people with disabilities in the Attendant Care Waiver

## Appropriations within this Program:

Dollar Amounts in Thousands

|  | <b>2017-2018<br/>Available</b> | <b>2018-2019<br/>Budgeted</b> | <b>Change</b> |
|--|--------------------------------|-------------------------------|---------------|
| <b>State General Fund**:</b>             |                                |                               |               |
| Long-Term Care.....                      | \$ 1,362,287                   | \$ 952,438                    | \$(409,849)*  |
| Home and Community – Based Services..... | \$ 700,966                     | \$ 530,182                    | \$(170,784)   |
| Long-Term Care Managed Care.....         | \$ 138,294                     | \$ 146,926                    | \$ 8,632      |
| Services to Persons w/ Disabilities..... | \$ 462,436                     | \$ 331,377                    | \$(131,059)   |
| Attendant Care.....                      | \$ 259,815                     | \$ 205,955                    | \$( 53,860)   |
| Community HealthChoices.....             | \$ 0                           | \$ 948,231                    | \$ 948,231    |
| <br>                                     |                                |                               |               |
| Total General Fund.....                  | \$2,923,798                    | \$3,115,109                   | \$ 191,311    |

\* For FY17/18 Community HealthChoices is included in Long-Term Care

\*\* Includes State General Fund, Lottery and Tobacco Funds



## OLTL

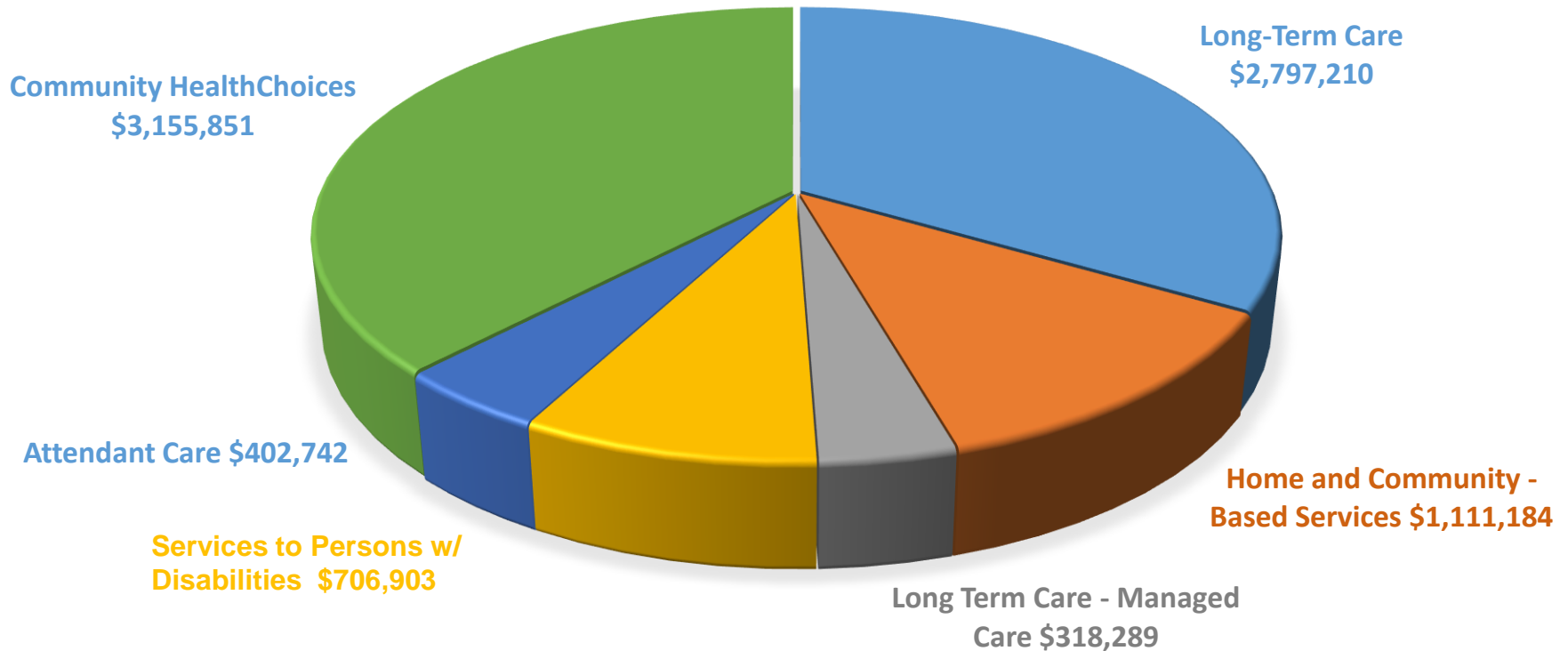
State, Federal, and other funding:

|                     |                 |
|---------------------|-----------------|
| FY16/17 Total Spend | \$6,932,293,000 |
| FY17/18 Available   | \$7,504,999,000 |
| FY18/19 Budget      | \$8,492,178,000 |



## \$8.5B OLTL BUDGET BY APPROPRIATION

(TOTAL FUNDS INCLUDING: STATE, FEDERAL,  
LOTTERY, TOBACCO, AND REVENUE)  
(AMOUNTS IN THOUSANDS)







# Community HealthChoices

## July Distribution of Participants in SW Zone

| Distribution | Amerihealth Caritas | Pennsylvania Health and Wellness | UPMC Community HealthChoices |
|--------------|---------------------|----------------------------------|------------------------------|
| Percentage   | 19%                 | 27%                              | 54%                          |

## Timeline

Phase I (SW) – Launched January 1, 2018

**Phase II (SE) – January 1, 2019**

Phase III (Remainder of State) – January 1, 2020

# CHC Population by County



## Phase II SE Counties – January 1, 2019

| County       | Count of Individuals |
|--------------|----------------------|
| Bucks        | 9,488                |
| Chester      | 5,216                |
| Delaware     | 12,435               |
| Montgomery   | 12,835               |
| Philadelphia | 87,691               |
| Under Review | 61                   |
| Grand Total  | 127,726              |

## Southwest CHC Population

NFI Duals – 73%

HCBS Duals – 10%

HCBS Non-Duals – 3%

LTC Duals – 13%

LTC Non-Duals – 1%

## Southeast CHC Population

NFI Duals – 56%

HCBS Duals – 23%

HCBS Non-Duals – 10%

LTC Duals – 10%

LTC Non-Duals – 1%

- Comprehensive participant communication
- Robust readiness review
- Provider communication and training
- Pre-transition and plan selection for southeast participants
- Incorporation of southwest implementation and launch lessons learned

## CHC MCO Contact Information (SE)



**pennsylvania**  
DEPARTMENT OF HUMAN SERVICES

Keystone First | 1-800-521-6007

[CHCProviders@keystonefirstCHC.com](mailto:CHCProviders@keystonefirstCHC.com)

[www.keystonefirstchc.com](http://www.keystonefirstchc.com)

Pennsylvania Health and Wellness | 1-844-626-6813

[information@pahealthwellness.com](mailto:information@pahealthwellness.com)

[www.PAHealthWellness.com](http://www.PAHealthWellness.com)

UPMC Community HealthChoices | 1-844-860-9303

[CHCProviders@UPMC.edu](mailto:CHCProviders@UPMC.edu)

[www.upmchealthplan.com/chc](http://www.upmchealthplan.com/chc)

## Priorities Through Implementation

### **READINESS REVIEW**

- Information systems
- Network adequacy
- Member materials and services



### **STAKEHOLDER COMMUNICATION**

- Participants and caregivers
- Providers
- Public



### **DHS PREPAREDNESS**

- General Information
- Training
- Coordination between offices
- Launch indicators





- MLTSS SubMAAC
- Consumer SubMAAC
- LTSS SubMAAC
- MAAC
- Third Thursday Webinars

## **AWARENESS FLYER**

- Mailed five months prior to implementation. Southeast: July 2018

## **AGING WELL EVENTS**

- Participants will receive invitations for events in their area. Southeast: August 2018

## **PRE-TRANSITION NOTICES AND ENROLLMENT PACKET**

- Mailed four months prior to implementation. Southeast: August 2018

## **SERVICE COORDINATORS**

- Will reach out to their participants to inform them about CHC. Southeast: September 2018

## **NURSING FACILITIES**

- Discussions about CHC will occur with their residents. Southeast: September 2018

## NF Rates for the First 36 Months Per Zone

- Average of each NF's FFS rates in effect for the four quarters prior to implementation.
- Southeast – Calendar Year 2018 quarters.
- These rates will not be adjusted over the 36 month timeframe.
- The CHC-MCOs and NFs may agree to higher rates OR the CHC-MCOs and NFs may agree to lower rates initially under an alternative payment methodology.
- The payments funded through Appendix 4 of the agreement between DHS and each CHC-MCO (relating to nursing facility access to care payments) and Exceptional Durable Medical Equipment (DME) shall be in addition to a NF's rate.

## COUNTY SAFETY NET FFS Payments versus NF ACCESS TO CARE Payments IN CHC

- A FFS county NF safety net payment was established beginning in state fiscal year 2015-16
- CHC implementation began January 1, 2018 in the SW
- CMS' Medicaid managed care regulations prohibit states from directing MCO Plan expenditures or providing pass-through payments
- FY2017-18 differences were relatively small in the SW and adjustments were applied prospectively
- DHS and county NFs will continue to execute IGT agreements for the state fiscal year 2018-19 (July – June)
- The county IGT transfer to the state is still in May (May 2019)

- Upon CHC implementation in each zone, payments are made through managed care in compliance with the CMS Managed Care Final Rule
- LH/C, NW & NE – FFS 12-month Supplemental Payment in June 2019 for July 2018 – June 2019
- Southeast county nursing facilities will receive IGT funds two ways:
  - FFS 6-month Supplemental Payment in June 2019 for July 2018 – Dec. 2018
  - Monthly App. 4 payments for Jan. – June 2019 service months
- Southwest county nursing facilities will continue to receive negotiated Access to Care payments from CHC-MCOs in FY 2018-19 monthly through App. 4.II.B. for Service Months July 2018 – June 2019



## Payments, Assessment & IGT

## FY 2018-2019

- Publication of proposed rate notice – June 23
- CMS approval of the county BAF formula for FYs 2016-2017, 2017-2018, and 2018-2019 – November 8, 2016
- CMS approval of the nonpublic BAF formula for FYs 2017-2018 & 2018-2019 - September 15, 2017
- Act 42 of 2018 provides a 1% rate increase beginning January 1, 2019
- Estimated publication of final rate notice & Peer group (PG), PG medians and PG price notice – October

Resident Day Reporting Form was modified to expand reporting for MCO days.

See the *PA NF Assessment and Quarterly Resident Day Reporting Form End User Manual* for more information.



## FY 2018-2019

- Publication date of proposed notice – June 2
- No change in methodology
- Uniform rate decrease of \$0.61 from FY 2017-2018
- Assessment = Assessment Rate x NFs historical non-Medicare resident days for the four consecutive assessment quarters beginning April 1, 2016 and ending March 31, 2017

FY 2018-2019

## FFS Payments

Nonpublic allowable cost & quarterly supplemental & County MDOI

- NFs in SW Zone – No Payment
- NFs in SE Zone – Payment for July-Dec 2018
- NFs in Lehigh/Capital, NW, NE – Pmt for July 2018-June 2019

## CHC-MCO Payment (Appendix 4)

- NFs in SW Zone – Payment for July 2018-June 2019
- NFs in SE Zone – Payment for January-June 2019
- NFs in Lehigh/Capital, NW, NE – No Payment

## **FY 2018-2019**

- Published public notice – May 19
- Submitted SPA to CMS – August 7
- CMS response due – November 5

## FY 2018-2019

- Act 40 of 2018
- Publish public notice – September 22
- Submit SPA to CMS
- Receive CMS Approval

- For FY 2018-2019, there is a change in payment methodology for qualifying NFs in Phase I of CHC.
  - Payment 1 - will use days reported as of 10/31/18 for the resident day quarter 7/01/17-9/30/17
  - Payment 2 – will use days reported as of 1/31/19 for the resident day quarter 10/01/17 – 12/31/17



## **FY 2018-2019**

- County safety net payments are funded by InterGovernmental Transfers (IGTs)
- Publish Public Notice
- Submit SPA/Receive CMS Approval

## FY 2018-2019

- FFS Payment
  - NFs in SW Zone – No payment
  - NFs in SE Zone – Payment for July-Dec 2018
  - NFs in Lehigh/Capital, NW, NE – Pmt for July 2018-June 2019
- CHC-MCO Payment (Appendix 4)
  - NFs in SW Zone – Payment for July 2018-June 2019
  - NFs in SE Zone – Payment for January-June 2019
  - NFs in Lehigh/Capital, NW, NE – No payment

## Long-Term Care Grant Program

- A nursing facility ListServ email was sent out on March 12, 2018, announcing that the Departments of Human Services, Health and Aging will be accepting applications March 15, 2018 through April 15, 2018.
- Total of \$500,000 available
- Forty applications were received
- Fourteen were submitted to CMS on June 27 for review and approval
- Response from CMS due August 13





## RESOURCE INFORMATION

NURSING FACILITY LISTSERV <http://listserv.dpw.state.pa.us/otl-nursing-facilities.html>

CHC LISTSERV // STAY INFORMED <http://listserv.dpw.state.pa.us/otl-community-healthchoices.html>

COMMUNITY HEALTHCHOICES WEBSITE [www.healthchoicespa.com](http://www.healthchoicespa.com)

MLTSS SUBMAAC WEBSITE

[www.dhs.pa.gov/communitypartners/informationforadvocatesandstakeholders/mltss/](http://www.dhs.pa.gov/communitypartners/informationforadvocatesandstakeholders/mltss/)

EMAIL COMMENTS TO: [RA-PWCHC@pa.gov](mailto:RA-PWCHC@pa.gov)

PROVIDER LINE: 1-800-932-0939

PARTICIPANT LINE: 1-800-757-5042

INDEPENDENT ENROLLMENT BROKER: 1-844-824-3655 OR (TTY 1-833-254-069)  
(Open Monday through Friday, 8:00 a.m. to 6:00 p.m.) or visit [www.enrollchc.com](http://www.enrollchc.com)

