

The Medi-Cal Eligibility Expansion and Substance Use Disorder Treatment Services

24 July 2013

Caseload Estimates

• On 1 Jan 14, there will be 1.4 to 1.7 Million new Medi-Cal eligibles in California.

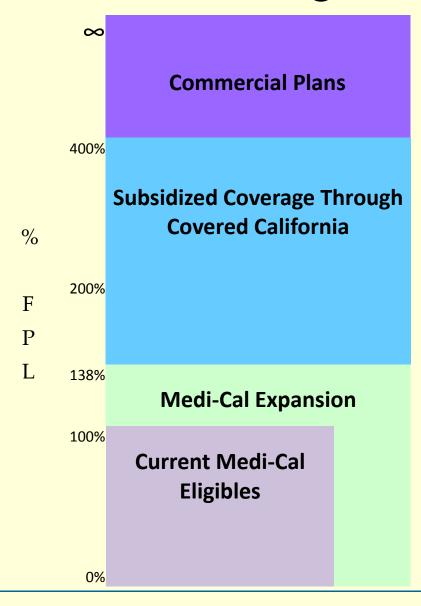
 In Contra Costa, the estimate for alcohol or drug diagnosis, households below 200% poverty – 16,754

Caseload Estimates

• In FY 10-11, 63% of statewide CalOMS SUD treatment admits (N=118,266) reported they were not Medi-Cal eligible.

• In FY 11-12, 73% of CCC admits (N=3,719) reported that they were <u>not</u> Medi-Cal eligible.

Categories of Coverage in the ACA



Who Will be at Your Door?

- 2 Groups of Medi-Cal eligibles
 - Traditional Eligibles
 - Current DMC Caseload
 - Newly Eligibles
 - Medi-Cal Expansion Population
 - Childless adults under 138% FPL
- Persons with commercial coverage.
 - To the extent that you are able to negotiate contracts with these carriers.

New SUD Caseload

 More diverse in terms of culture and language.

• More offenders? (AB 109, PC 1210, Others)

• Statewide caseload could grow by 50% to 75%.

SUD Caseload Estimates

	Current MC %	Current SUD Tx %	Expansion %
African-American	11%	15.2%	8%
Asian-Pac. Islander	3%	.3%	10%
Latino	21%	35%	41%

- 23% of expansion population do not speak English well or do not speak English at all.
- Demographic changes in the expansion cohort needing or seeking SUD treatment will drive changes in outreach and engagement strategies.
- A culturally competent workforce will be essential.

Current AODS Clients

Medi-Cal Beneficiary									
		Frequency	Percent	Valid Percent	Cumulative Percent				
Valid	No	3 71 9	7 3.0	7 3.0	7 3.0				
	Yes	13 7 3	2 7. 0	2 7 .0	100.0				
	Total	5092	100.0	100.0					

Traditional Medi-Cal Eligibility

If you are enrolled in one of the following programs, you can get Medi-Cal:

- SSI/SSP
- CalWorks (AFDC)
- Refugee Assistance
- Foster Care or Adoption Assistance Program

You can also get Medi-Cal if you are:

- 65 or older
- Blind
- Disabled
- Under 21
- Pregnant
- In a skilled nursing or intermediate care home
- On refugee status for a limited time, depending how long you have been in the United States
- A parent or caretaker relative or a child under 21 if:
 - The child's parent is deceased or doesn't live with the child, or
 - The child's parent is incapacitated, or
 - The child's parent is under employed or unemployed
- Have been screened for breast and/or cervical cancer (Breast and Cervical Cancer Treatment Program)

Eligibility for Medi-Cal Expansion

 Household Modified Adjusted Gross Income (MAGI) < 138% FPL.

Can document immigration status and/or citizenship.

Who Will be at Your Door?

Gross Annual Income as a Percent of Federal Poverty Level 2013								
Persons in Household	100%	133%	138%	175%	200%	300%	400%	
1	\$11,490	\$15,282	\$15,856	\$20,108	\$22,980	\$34,470	\$45,960	
2	\$15,510	\$20,628	\$21,404	\$27,143	\$31,020	\$46,530	\$62,040	
3	\$19,530	\$25,975	\$26,951	\$34,178	\$39,060	\$58,590	\$78,120	
4	\$23,550	\$31,322	\$32,499	\$41,213	\$47,100	\$70,650	\$94,200	
5	\$27,570	\$36,668	\$38,047	\$48,248	\$55,140	\$82,710	\$110,280	
6	\$31,590	\$42,015	\$43,594	\$55,283	\$63,180	\$94,770	\$126,360	
7	\$35,610	\$47,361	\$49,142	\$62,318	\$71,220	\$106,830	\$142,440	
8	\$39,630	\$52,708	\$54,689	\$69,353	\$79,260	\$118,890	\$158,520	

What will you be Getting Paid For?

- Current DMC benefits (the base)
 - Outpatient Counseling
 - NTP
 - Day Care Habilitative Perinatal & EPSDT
 - Perinatal Residential
 - Naltrexone

What Will You Be Getting Paid For?

- Enhanced Benefits
 - Inpatient detoxification
 - Intensive outpatient
 - Day treatment
 - Individual and group counseling
 - Medical treatment for withdrawal
 - Transitional residential treatment

How Does It All Fit Together?

- Inpatient Detox "elective" with medical necessity.
- Outpatient no restrictions on individual.
- Outpatient detox, perhaps MAT
- Transitional Residential 60 days?
- Does the better benefit trump the other?
 - DMC NTP vs. Enhanced NTP
 - Enhanced Outpatient vs. DMC Outpatient.
 - As of today, we know the answer is, "Yes".

Where does Residential Fit In?

- IMD exclusion prohibits Medicaid reimbursement of treatment in a facility with more than 16 beds.
- Does "Transitional Residential" mean short term? Or maybe a component of a multi-modality Tx episode?
- What about residential detox?

Details, Details...

 The Base vs. Enhanced distinction has more to do with federal-state-county cost sharing.

 All DMC clients will be eligible to receive any of these services as medically necessary.

Details, Details, Details...

- Assuming the Governor Signs . . .
 - Trailer Bill language
 - State Plan Amendment
 - Regulatory Package: Title 22; Title 9 (NTP & maybe RDF)
 - Update to DMC certification standards
 - Further administrative guidance from DHCS
 - A managed care waiver is likely

You Know What They Say . . .



Financing

- Realignment
- State General Fund
- Where does Block Grant fit into the funding picture?
 - Reimbursement of services not covered and/or treatment for persons without coverage.
 - How long will it continue in its current form?

Operational Considerations

- Carve-out will continue
- Both Base and Enhanced benefits will be administered by counties.
 - Basically DMC operations expand contracts, billing, etc.
- Referral and care coordination requirement for health plans
 - MOUs for this should be pursued at the County level

Operational Considerations

- The role of AODS will change
 - No longer just a funding conduit. Provider funding levels will depend on DMC utilization.
 - With managed care, AODS will be responsible for authorizing treatment, conducting utilization review and quality improvement processes.

Changes in Provider Business and Clinical Models

- What is reimbursed is what is covered.
- Management of staff productivity will be critical.
- The amount of your contract is up to you.
- Possible requirements for greater medical oversight.
- Greater focus on client outcomes.

Operational Considerations

- Competition among providers will create more choices for clients.
- Client choice will create competition among providers.
- The first half of 2014 will likely see a relatively unregulated state of affairs. Things will start to tighten up FY 14-15.

Possible Next Steps

- State Plan Amendment
- Waiver?
 - Need for UR/UM tools that do not exist in DMC
 - Need to manage costs, manage care. Ensure return on investment in treatment (outcomes).
 - 1-3 year timeline
 - Selective Contracting or Freedom of Choice?

FY 12-13 Outpatient Treatment Length of Stay N=84,623



Caseload

- Should look in some ways like the SSI caseload in the early 90s.
- Health care referrals may come from SBIRT.
- More likely to be from linkage points between SUD and PC
 - Chronic pain, chronic inebriate, frequent utilizers.
 - SUD + impaired health

Next Steps for Providers

- Apply for DMC Certification
- Survey Client Income Levels
 - Need to pencil out what kind of coverage your clients will have in 2014
 - And make business decisions on the basis of that data.
 - Online calculator at:
 http://www.coveredca.com/calculating_the_cost.html

Next Steps for Providers

- Marketing
 - Why should clients choose your program?
 - Why should referrers choose your program?
- Partnerships
 - Do you have the financial strength to go it alone?
 - Do you need to find strength in numbers?

Next Steps for Providers

- Stay informed on the enrollment process and activities.
 - Open Enrollment for Covered California.
 - Transition of LIHP patients to Medi-Cal.
 - EHSD eligibility process for Medi-Cal.





Questions?

Alcohol and Other Drug Policy Institute

For help with DMC certification, please request free technical assistance at:

http://www.aodsystems.com/ADPI/TCTA Application.htm

