Department of Vermont Health Access

Medicaid Enrollment and Cost Comparison
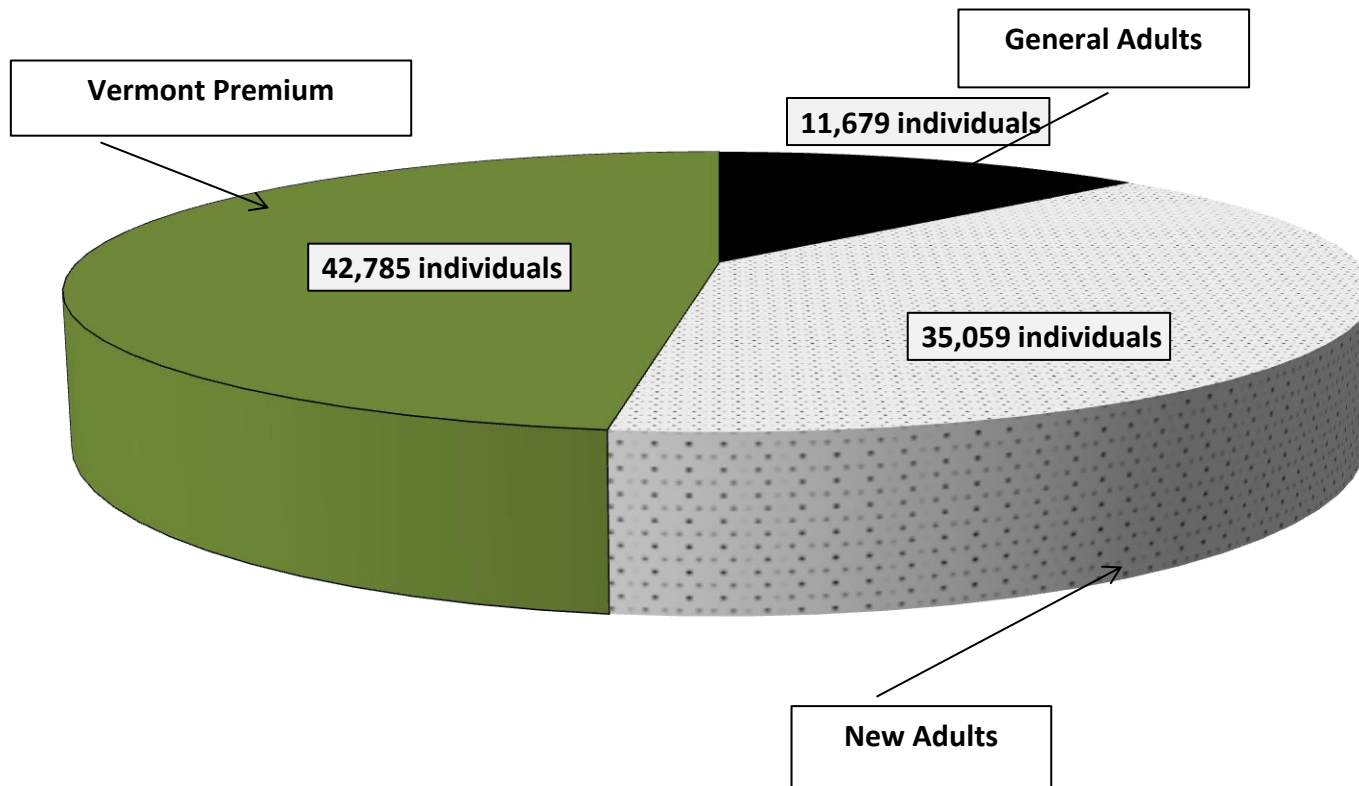
January 5, 2016

Cost Comparisons

- DVHA SFY '15 Program Budget Appropriated: $950 million

- DVHA SFY '15 Actual Program Expenditures: $976 million
  - $26 million over appropriated

- DVHA SFY '16 Current Estimates: $1,014 million
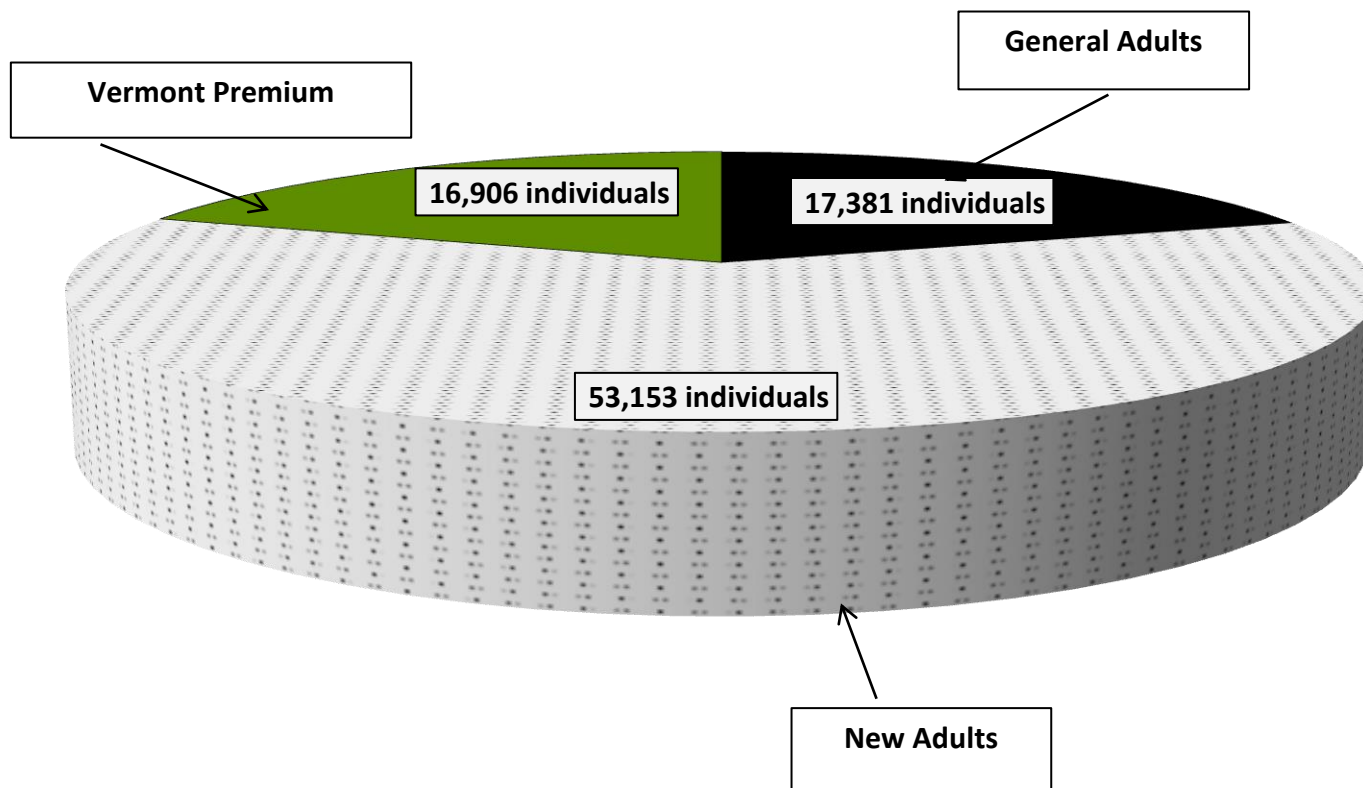 - $64 million over sfy '15 appropriated

SFY '15Caseload Projections

Caseload Estimates Before ACA

General Adults

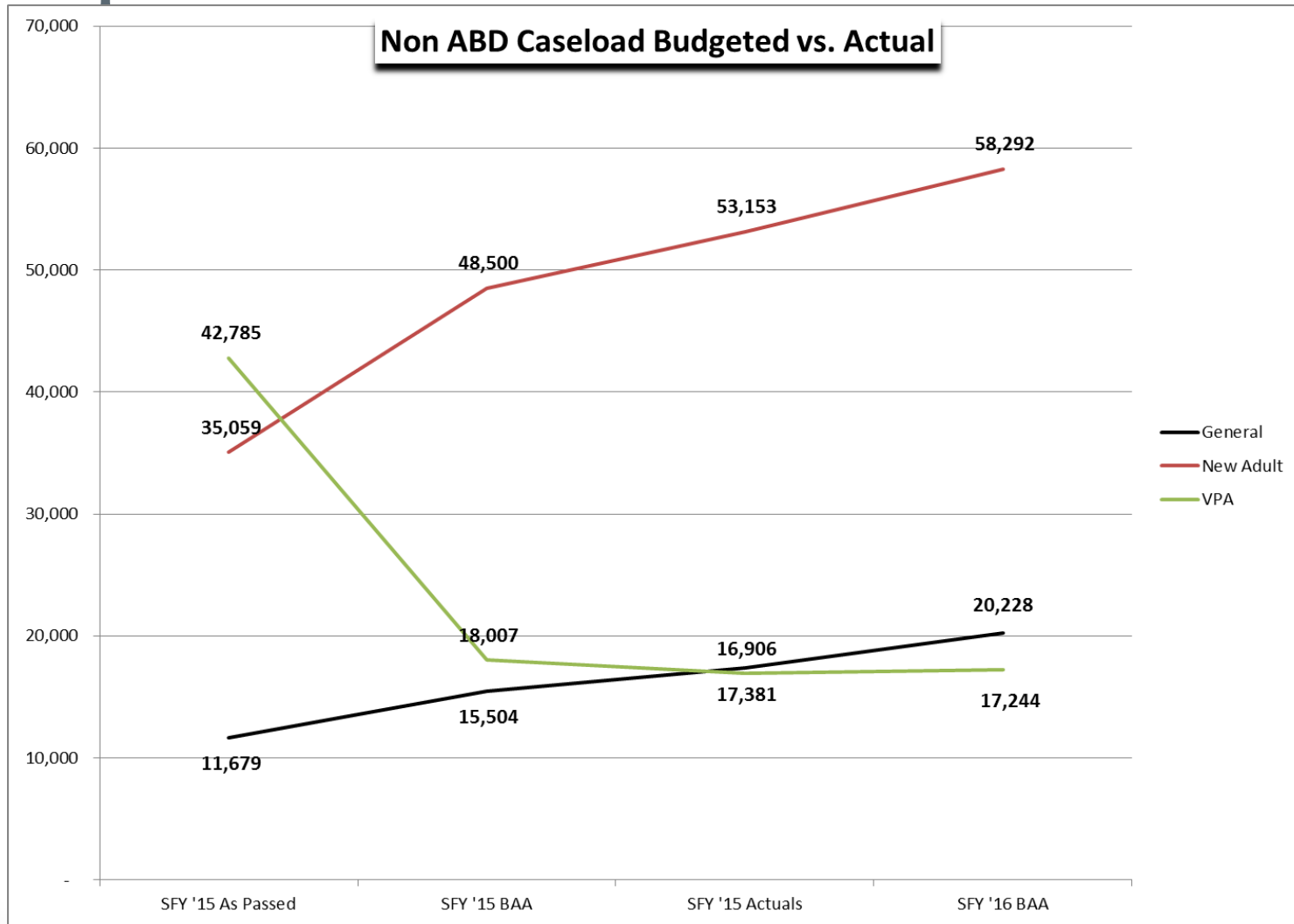11,679 individuals

Vermont Premium

42,785 individuals

35,059 individuals

New Adults

Actual SFY '15 Caseload

Caseload Actuals post ACA

Vermont Premium

General Adults

16,906 individuals

17,381 individuals

53,153 individuals

New Adults

Caseload from '15 As Passed to Expected '16 BAA

Non ABD Caseload Budgeted vs. Actual

Legend:
— General
— New Adult
— VPA

Data points:
- New Adult: 35,059 (SFY '15 As Passed), 48,500 (SFY '15 BAA), 53,153 (SFY '15 Actuals), 58,292 (SFY '16 BAA)
- VPA: 42,785 (SFY '15 As Passed), 18,007 (SFY '15 BAA), 16,906 (SFY '15 Actuals), 17,244 (SFY '16 BAA)
- General: 11,679 (SFY '15 As Passed), 15,504 (SFY '15 BAA), 17,381 (SFY '15 Actuals), 20,228 (SFY '16 BAA)

X-axis: SFY '15 As Passed, SFY '15 BAA, SFY '15 Actuals, SFY '16 BAA
Y-axis: 10,000 to 70,000

New Adult Eligibility Expansions Post ACA Implementation

- No waiting period for those who drop private/employer coverage voluntarily

- No monthly premiums

- No requirement for students to take inadequate and/or expensive school coverage

- Eligibility granted retroactively to the first of the application month

- Expanded income considerations (ex: depreciation, worker's comp payments, child support, expanded tax deductions)

Variances in Caseload Pre-and Post ACA

Enrollment Values Pre- and Post ACA Enactment

	SFY '10 Actual	SFY '11 Actual	SFY '12 Actual	SFY '13 Actual	SFY '14 Actual	SFY '15 Approp.	SFY '15 Actual
Adult Expansion pre-ACA	54,295	59,173	60,489	61,880	64,490		
Adult Expansion post-ACA					74,443	89,524	87,440
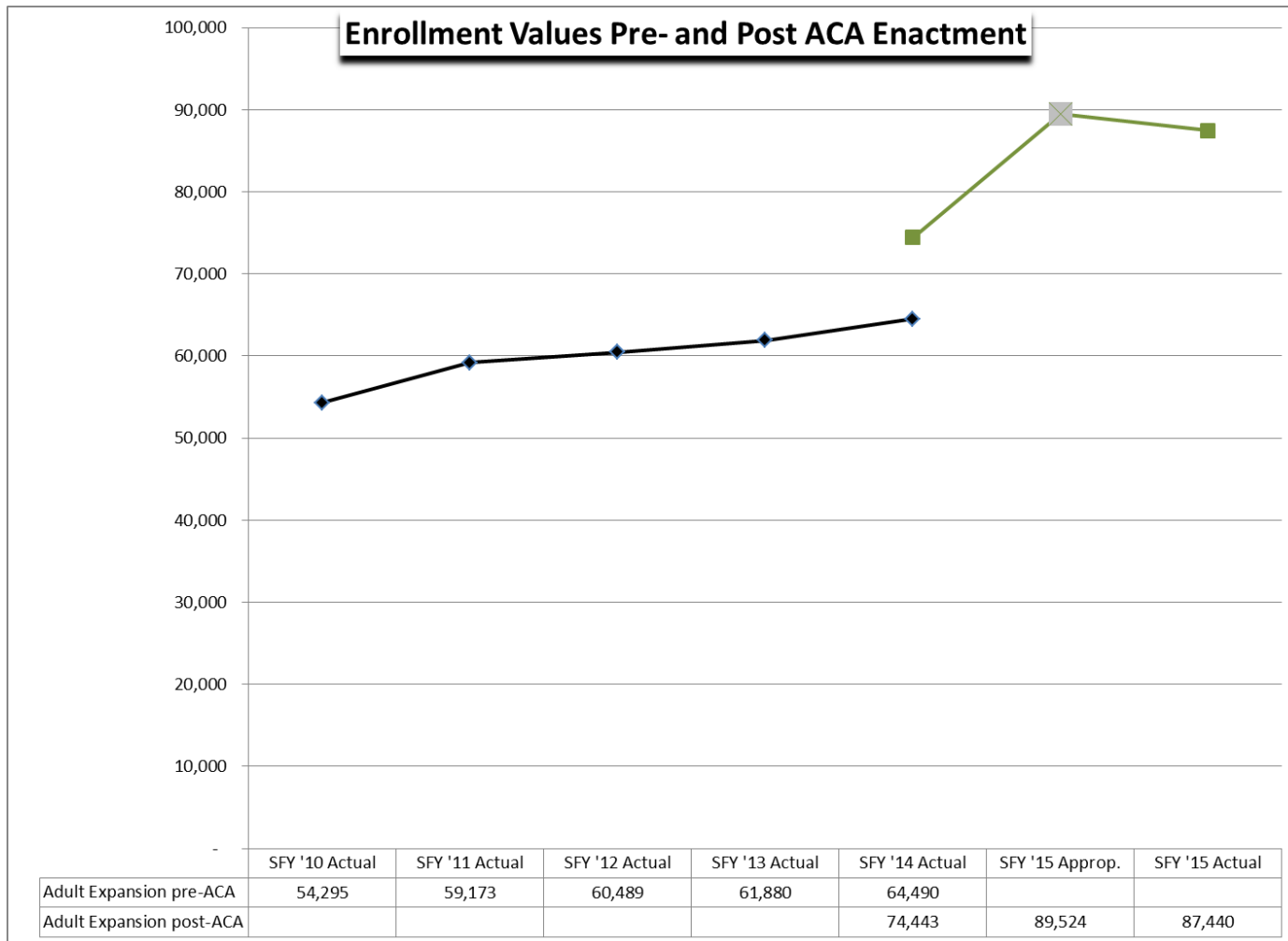
Caseload Details

	SFY '10 Actual	SFY '11 Actual	SFY '12 Actual	SFY '13 Actual	SFY '14 Actual	SFY '15 Actual	SFY '16 Est.
General Adults	10,358	10,896	11,235	11,387	13,115		
VHAP	33,249	36,706	36,991	37,475	36,637		
VHAP ESI	949	904	825	793	720		
Catamount	9,058	9,921	10,713	11,484	13,329		
Catamount ESIA	682	747	726	742	689		
Total Pre-ACA	54,295	59,173	60,489	61,880	64,490		

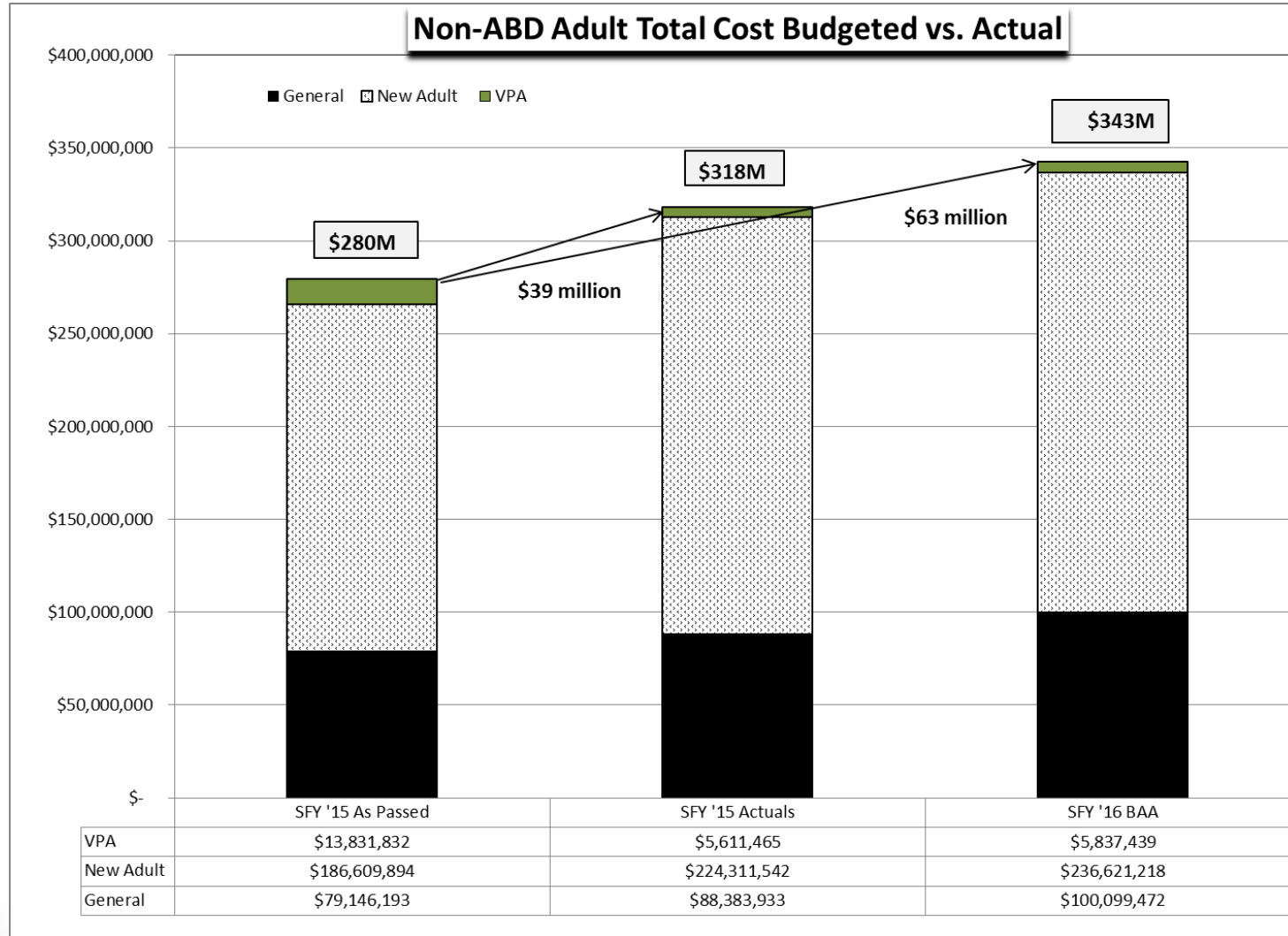|	SFY '10 Actual	SFY '11 Actual	SFY '12 Actual	SFY '13 Actual	SFY '14 Actual	SFY '15 Actual	SFY '16 Est.
General Adults					13,115	17,381	20,228
New Adults					47,315	53,153	58,292
VPA					14,013	16,906	17,244
Total Post-ACA					74,443	87,440	95,764

How Residency is Established?

- **People <u>age 21 or older</u> who are not in an institution**
  - where the person is living and
    - intends to reside or
    - has entered the state with a job commitment or is seeking employment.

- **People <u>under age 21</u> who are not in an institution**
  - if emancipated from parents or married, then where the person is living and
    - intends to reside or
    - has entered the state with a job commitment or is seeking employment.
  - if not emancipated or married then the state of residence is
    - the state where the individual resides or
    - the state of residency of the parent or caretaker with whom the individual resides.

- Under federal law, the agency **<u>cannot deny/terminate eligibility</u>** because a person:
  - hasn't lived in the state for a specific period,
  - has no fixed address,
  - did not establish state residency before entering an institution, or
  - is temporarily absent from the state (e.g., because visiting, getting medical care, in school/training, or in LTC facility in another state if arranged by the SOV).

- Federal law permits the state to have interstate agreements about disputed residency. If the SOV and the other state can't resolve the dispute, then the person is considered a resident of the state where s/he is physically located.
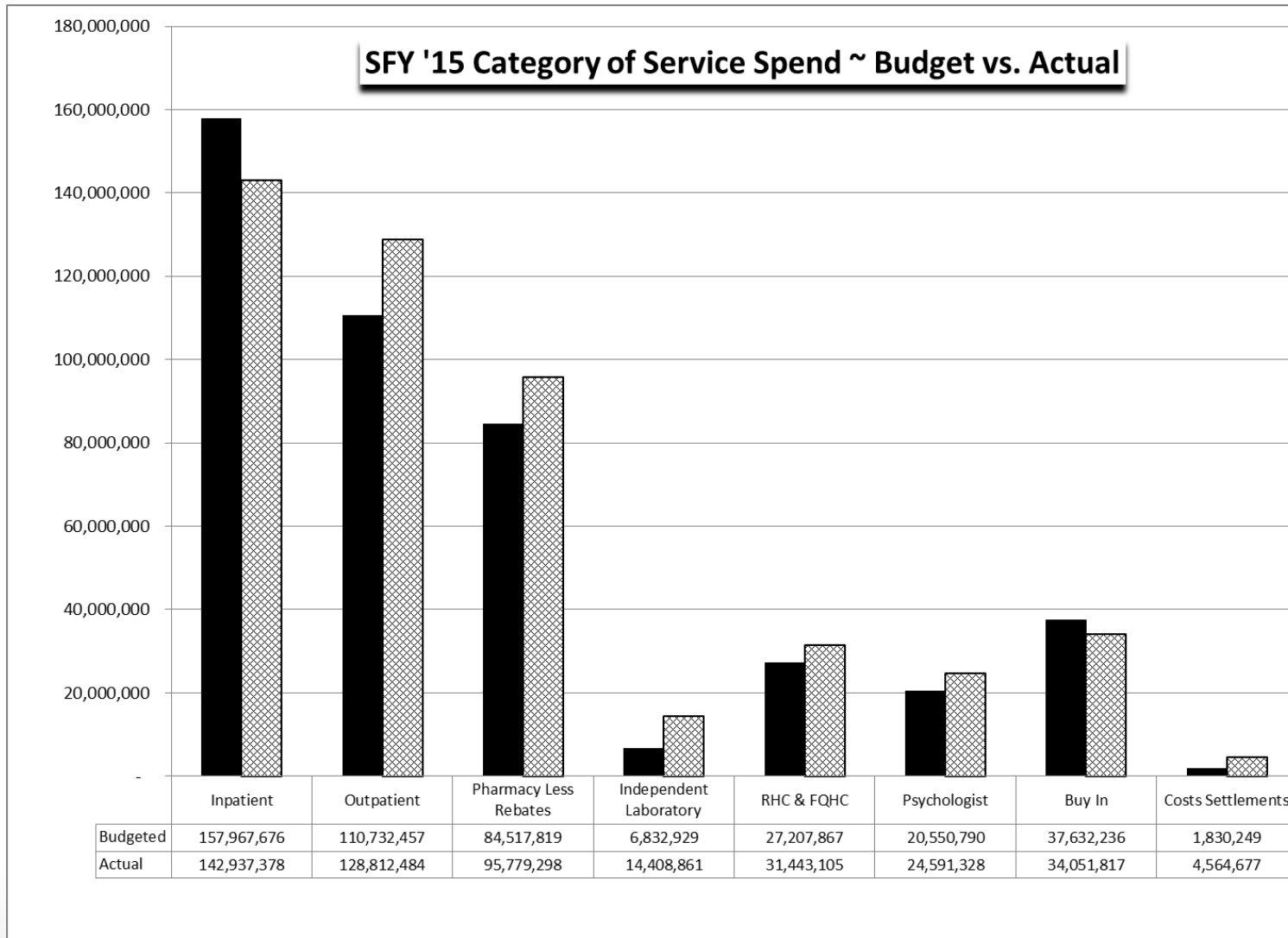
How is Residency Verified?

- Self-attestation (unless inconsistency).

- No data source through the federal Hub. If want to verify, need state data source (e.g., DMV).

- Inconsistencies that **allow DVHA to deny enrollment**:
  - At time of enrollment, if an out-of-state address is indicated by applicant then he/she must respond to additional questions. Based on responses, enrollment can be denied.

  - At later time, if a discrepancy is discovered (e.g., returned mail indicating an out of state address or someone calling to report that someone lives out of state), DVHA can ask for documentation of residency (e.g., current utility bill).

- DVHA can determine if someone is receiving duplicate Medicaid benefits from multiple states using PARIS.
  - **This check/match is <u>not</u> in real time so would <u>not</u> prevent someone from being found eligible and enrolling in VT Medicaid up front.**

  - Public Assistance Reporting Information System (PARIS) is a system for matching data from certain public assistance programs, including Medicaid, with selected federal and state data. As of 2009 all state Medicaid programs are required to participate in PARIS.

Dollar Impacts of Caseload Shift

Non-ABD Adult Total Cost Budgeted vs. Actual

$280M
$318M
$343M
$39 million
$63 million

■ General   ▨ New Adult   ■ VPA

	SFY '15 As Passed	SFY '15 Actuals	SFY '16 BAA
VPA	$13,831,832	$5,611,465	$5,837,439
New Adult	$186,609,894	$224,311,542	$236,621,218
General	$79,146,193	$88,383,933	$100,099,472

Category of Service Trends

SFY '15 Category of Service Spend ~ Budget vs. Actual

	Inpatient	Outpatient	Pharmacy Less Rebates	Independent Laboratory	RHC & FQHC	Psychologist	Buy In	Costs Settlements
Budgeted	157,967,676	110,732,457	84,517,819	6,832,929	27,207,867	20,550,790	37,632,236	1,830,249
Actual	142,937,378	128,812,484	95,779,298	14,408,861	31,443,105	24,591,328	34,051,817	4,564,677

Dollars from '15 As Passed to Expected '16 BAA

Non-ABD Adult Total Costs

- General
- New Adult
- VPA

New Adult: $186,609,894 → $193,856,692 → $224,311,542 → $236,621,218

General: $79,146,193 → $88,847,459 → $88,383,933 → $100,099,472

VPA: $13,831,832 → $7,974,888 → $5,611,465 → $5,837,439

SFY '15 As Passed | SFY '15 BAA | SFY '15 Actuals | SFY '16 BAA
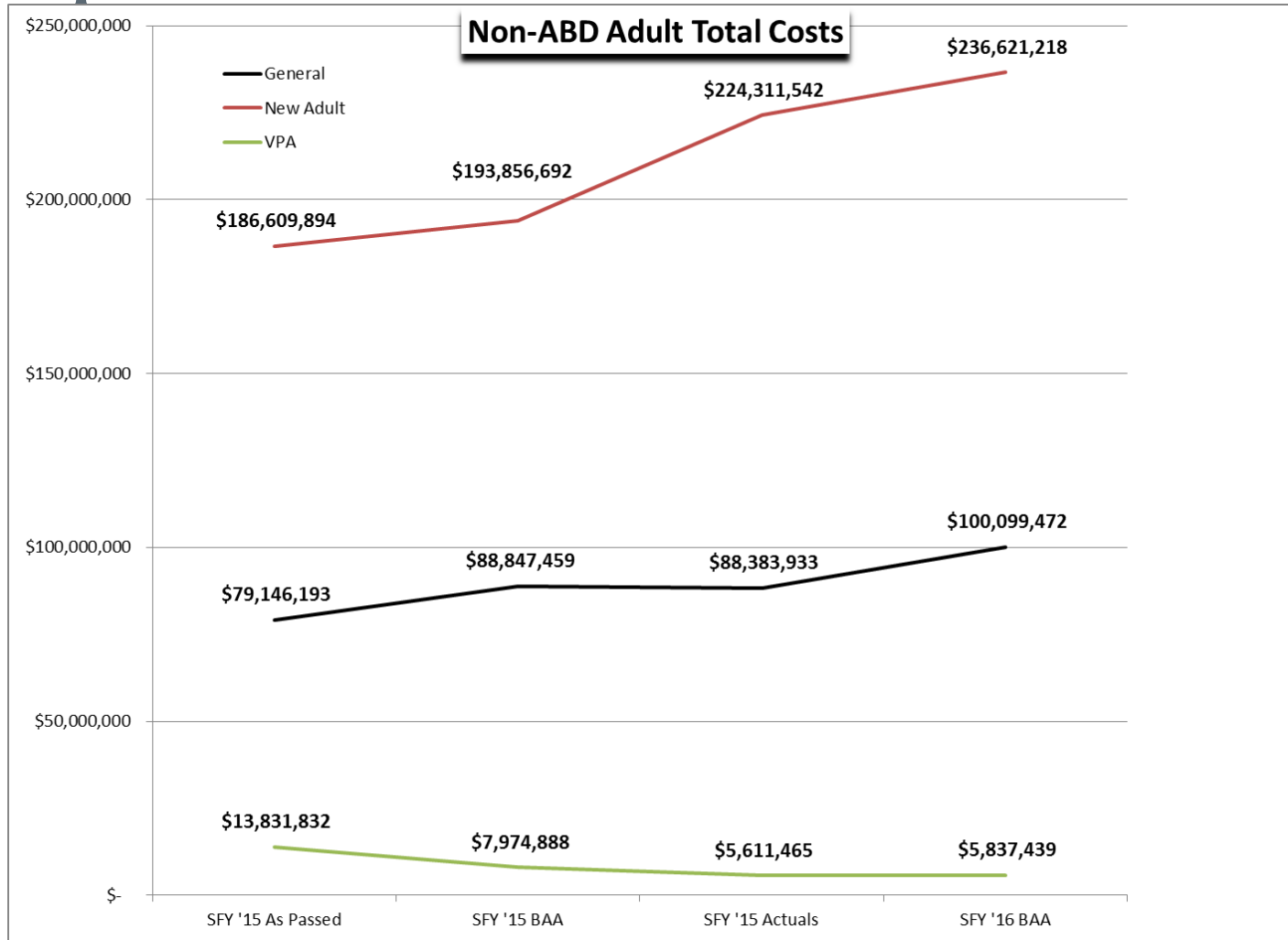
Current State Resources

- Office of the Attorney General
- (802) 828-3171

- Medicaid Fraud & Residential Abuse Unit
- Medicaid provider fraud
- Contact: PH: (802) 828-3171

- Program Integrity:
- Recipient fraud, waste, and abuse
- Can be reported anonymously by anyone with any amount of information
- Contact: PH: (802) 879-5900 ask for Program Integrity
- Fax: (802) 871-3090
- Email: reportmedicaidfraud@vermont.gov