



Department of
Medicaid

Ohio Medicaid Update

Director Maureen Corcoran

May 14, 2020

Agenda

➤ Opening Remarks

- Brief update on virus (PPE, testing, trends)
- Recognition of heroic efforts during the crisis
- 1135 and Appendix K updates

➤ Economic Outlook and Budget Shortfalls

- Understanding 2020 rate reduction
- 2021 Budget

➤ Federal Relief

- FMAP

➤ Closing and Questions

Ohio COVID-19 Status

State of Ohio | COVID - 19 Dashboard

Last Updated: 05-12-20
Updated daily at 2 p.m.

County Map | Cases

Select a County To Filter Dashboard

Case Classification Status

Filter all views by case classification

(All) Total Cases

View By

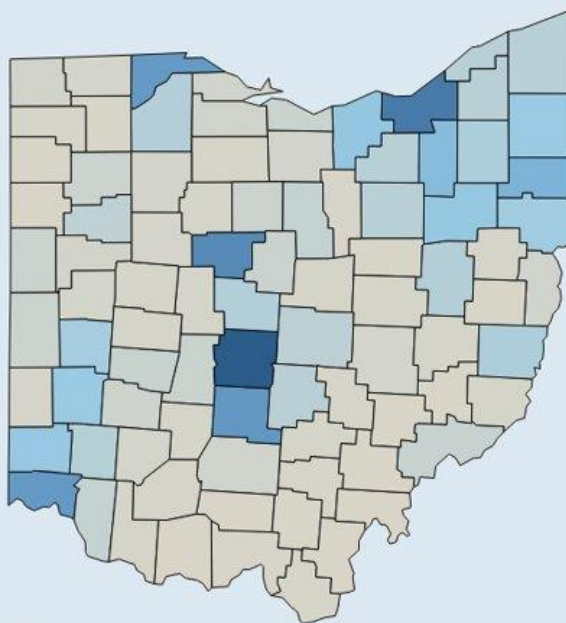
Pick an option to view in map

Cases

County Search

Search a county to highlight

Highlight County



© OpenStreetMap

Metrics | Cumulative and Daily Count

Cases

* Preliminary

25,250

Feb 4 Feb 19 Mar 5 Mar 20 Apr 4 Apr 19 May 4

Daily Case Count Existing Case Count

View Count By:

Select to view hospitalization counts by daily or cumulative

Cumulative Count

Hospitalizations

* Preliminary

4,539

Feb 4 Feb 19 Mar 5 Mar 20 Apr 4 Apr 19 May 4

Deaths **

* Preliminary

1,436

Feb 4 Feb 19 Mar 5 Mar 20 Apr 4 Apr 19 May 4

Daily Death Count Existing Death Count

Note: Totals include Confirmed and CDC Expanded Case Definition (Probable)

DeWine Administration Efforts to Help Ohioans

Ohio | Department
of Health

Ohio | Department of
Administrative Services

Ohio | Department of
Developmental Disabilities

Ohio
Department of Veterans Services

Ohio | Department of
Rehabilitation & Correction

Ohio | Department of
Aging

Ohio | Department of Mental Health and
Addiction Services

Ohio | Department of
Job and Family Services

[Link](#) to COVID CareLine

[Link](#) to Strive for Five Challenge

[Link](#) to Staying Connected Check-In Service



Your mental
health is just as
important as
your physical
health.

COVID CareLine:
1-800-720-9616

Help is available 24 hours a
day, seven days a week

#IN THIS
TOGETHER
Ohio

OHIO'S STRIVE FOR 5 CHALLENGE



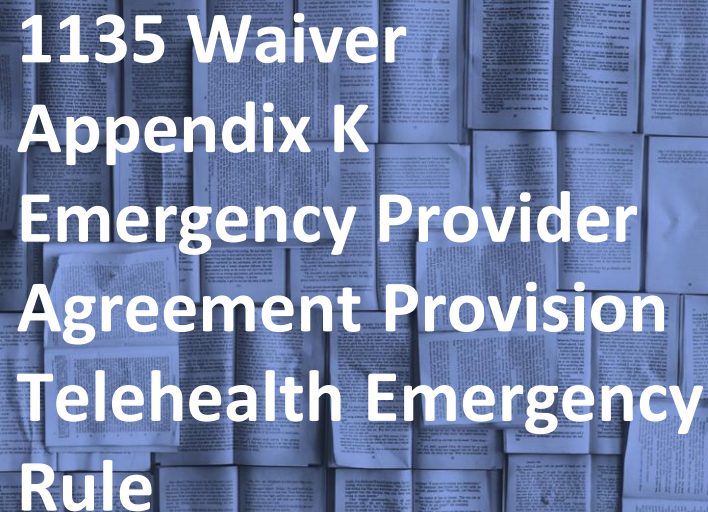
Heroic Work During the Pandemic

ODM staff in coordination with sister agencies committed considerable time and energy to implement emergency efforts to ensure access to services via telehealth and help providers during the COVID-19 crisis

Autumn Darnell
Sara Vollmer
Icilda Dickerson
Kim DeDino
Sarah Jones

Megan Powell
Lynne Lyons
Mary Haller
Nicole Small

...and so many others



**1135 Waiver
Appendix K
Emergency Provider
Agreement Provision
Telehealth Emergency
Rule**

Managed Care Pandemic Assistance

General Assistance

- Full provider reimbursements for waived member cost-sharing for COVID-19 testing and treatment
- Expanded telehealth services
- Accelerated claims payments to providers
- Reduced PA requirements
- Donations to community providers for purchase of PPE
- Streamlined provider credentialing

Community and Provider Assistance

- Offering up to three months paid leave for health plan clinical staff to join medical reserve force
- Accelerating and increasing donations to frontline nonprofit organizations
- Providing members access to free delivery of grocery and everyday essentials
- Donations of personal care items
- Providing meals to Ohioans, including to high risk pregnancy members and senior citizens
- Allowing for early prescription refills and delivery
- Working to assist members of Ohio's homeless population

Section 1135 SPA and Waiver

Approved Waiver Items:

- **Temporarily suspend Medicaid fee-for-service prior authorization requirements.**
- **Provider Enrollment requirements temporarily suspended**
 - Application fees
 - Site visits
 - Instate licensure
- **Provision of Services in Alternative Settings**
 - Allowing facilities, including NFs, intermediate care facilities for individuals with intellectual and developmental disabilities (ICF/IDDs), psychiatric residential treatment facilities (PRTFs), and hospital NFs, to be fully reimbursed for services rendered to an unlicensed facility
- **HCBS Settings Requirements Allowing Alternate Settings**

Section 1135 SPA and Waiver

Pending SPA Items:

- Hospital PE for ABD covered groups including institutional
- ODM designated as a Qualified Entity for conducting PE
- Suspending copayments and premiums
- Adding HCIC as a NF benefit
- Suspending face to face requirements generally
- Increase bed hold days to 60
- Suspend limits on Home health and PDN
- NF ventilator weaning staff requirements relaxed
 - Respiratory care professional or respiratory therapist in lieu of RN

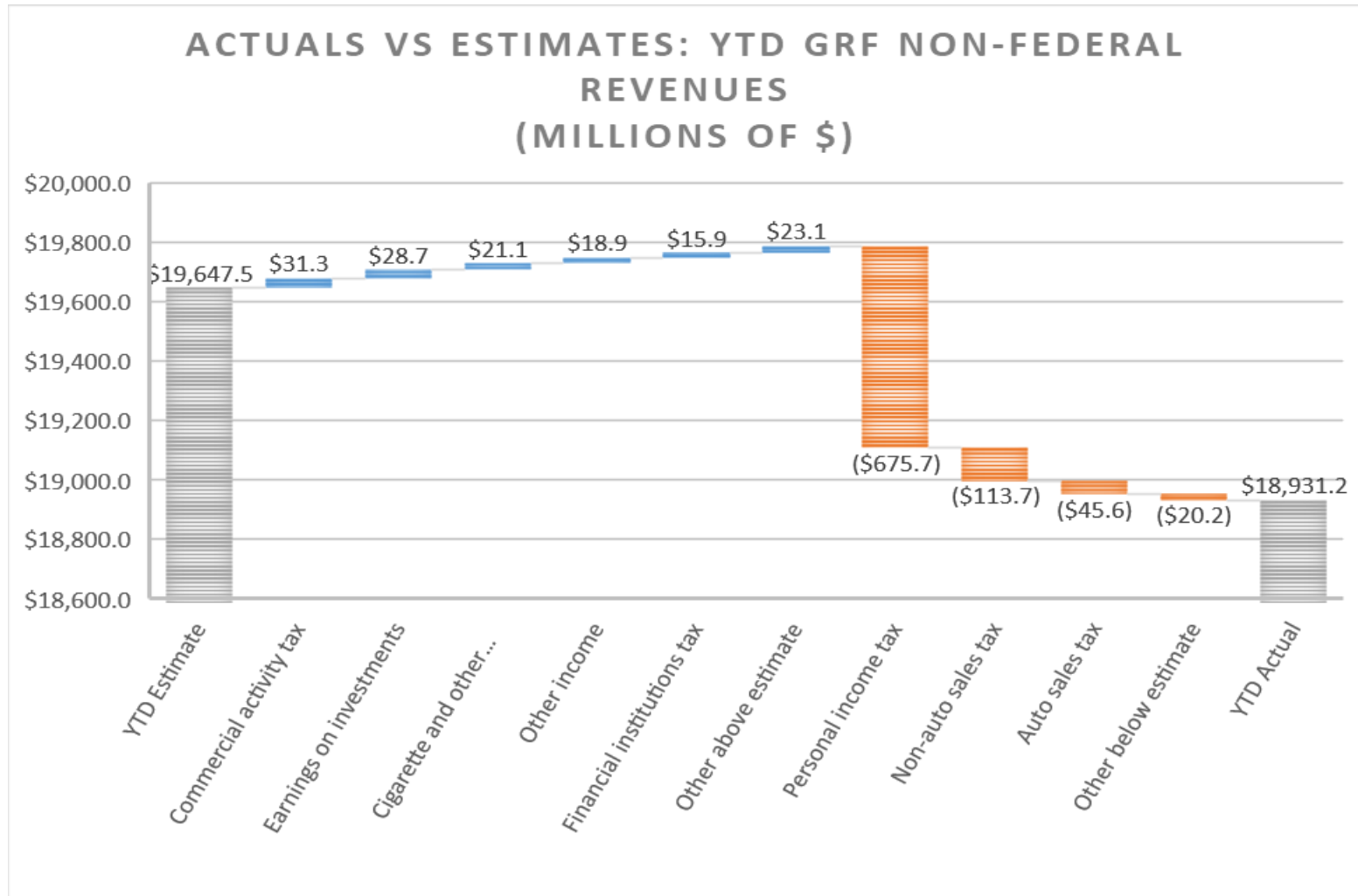
Appendix K Requests

Items pending:

- Increasing service limits
- Adding service settings ADS/Voc Rehab
- Family member as provider of care
- Faster provider enrollment/providers across waivers/waive background checks
- ADS/Voc Rehab providers can do HPC and respite
- Alternative service site delivery authority
- Waive face to face for LOC
- Service authorization and service planning over phone

ECONOMIC OUTLOOK

State Revenues are Down in FY 2020



Source: OBM Monthly Financial Report (April)

Ohio Recession and Recovery Shape

➤ V-shaped

- Quick bounce back of economy

➤ U-shaped

- Takes more time for recovery

➤ Nike swoosh/check mark

- Restriction lifted but takes even longer time to reach pre-pandemic state

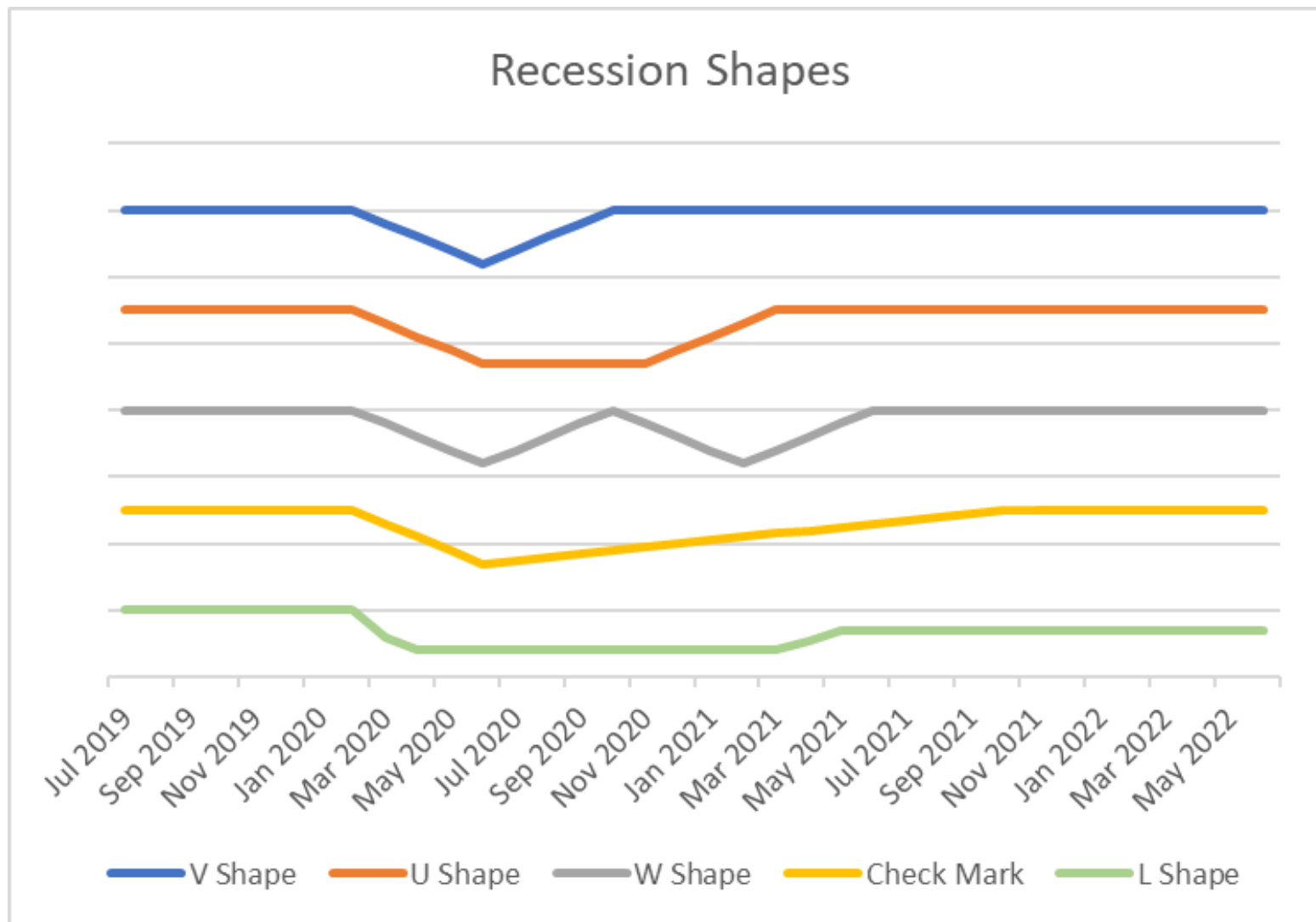
➤ W-shaped

- Second surge of COVID-19

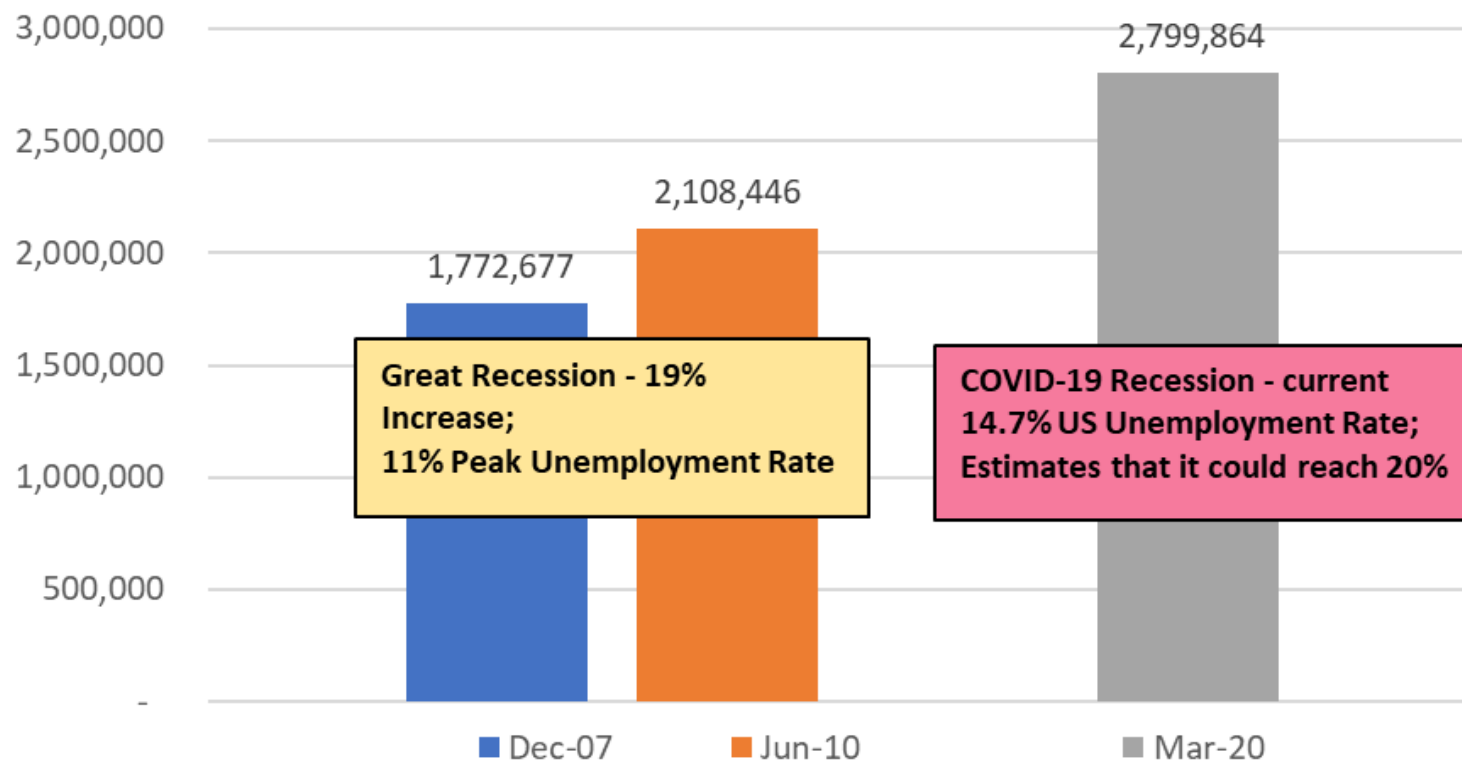
➤ L-shaped

- Most pessimistic; permanent damage, long slow recovery

Ohio Recession and Recovery Shape

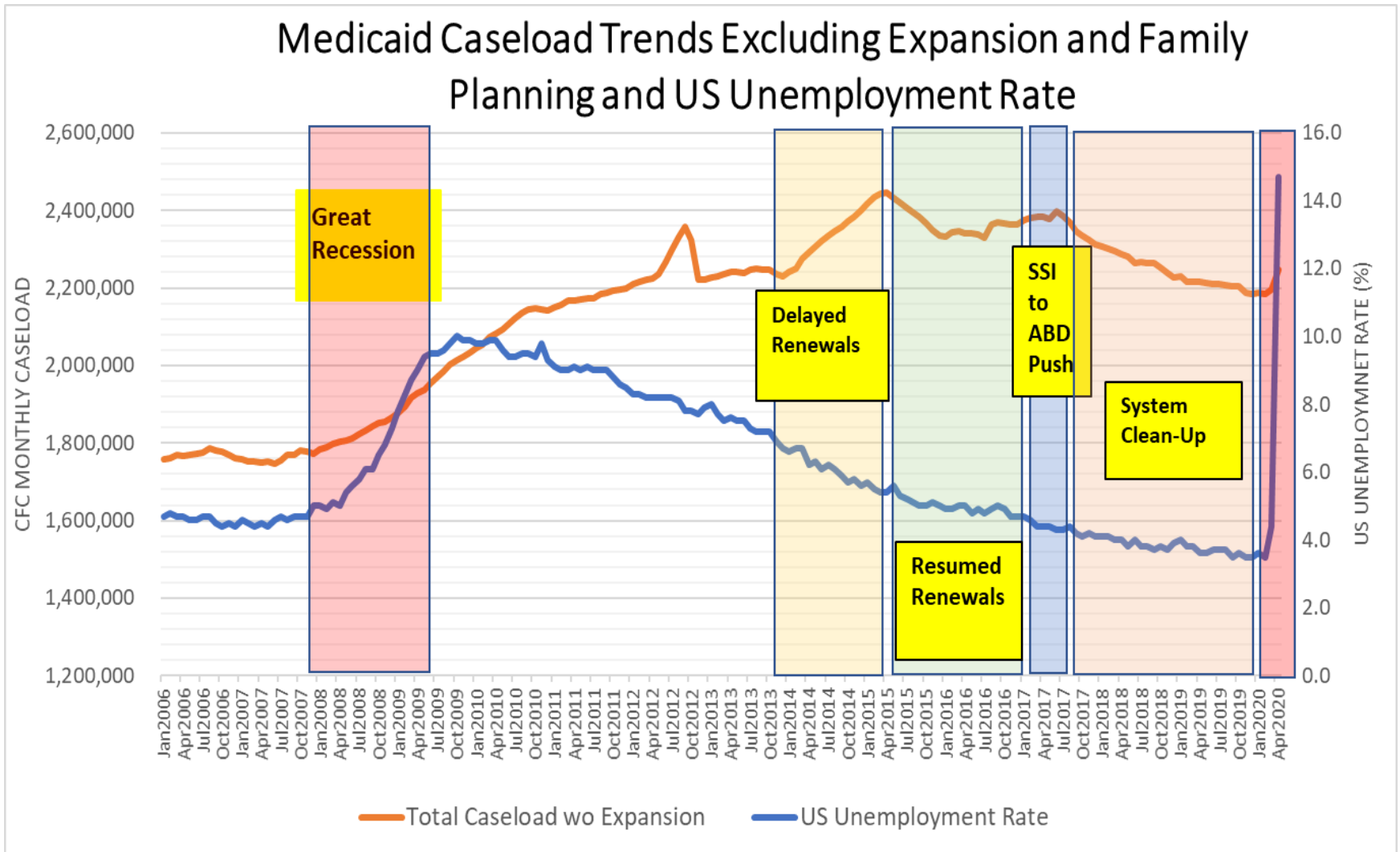


Recession Impact on Total Caseload



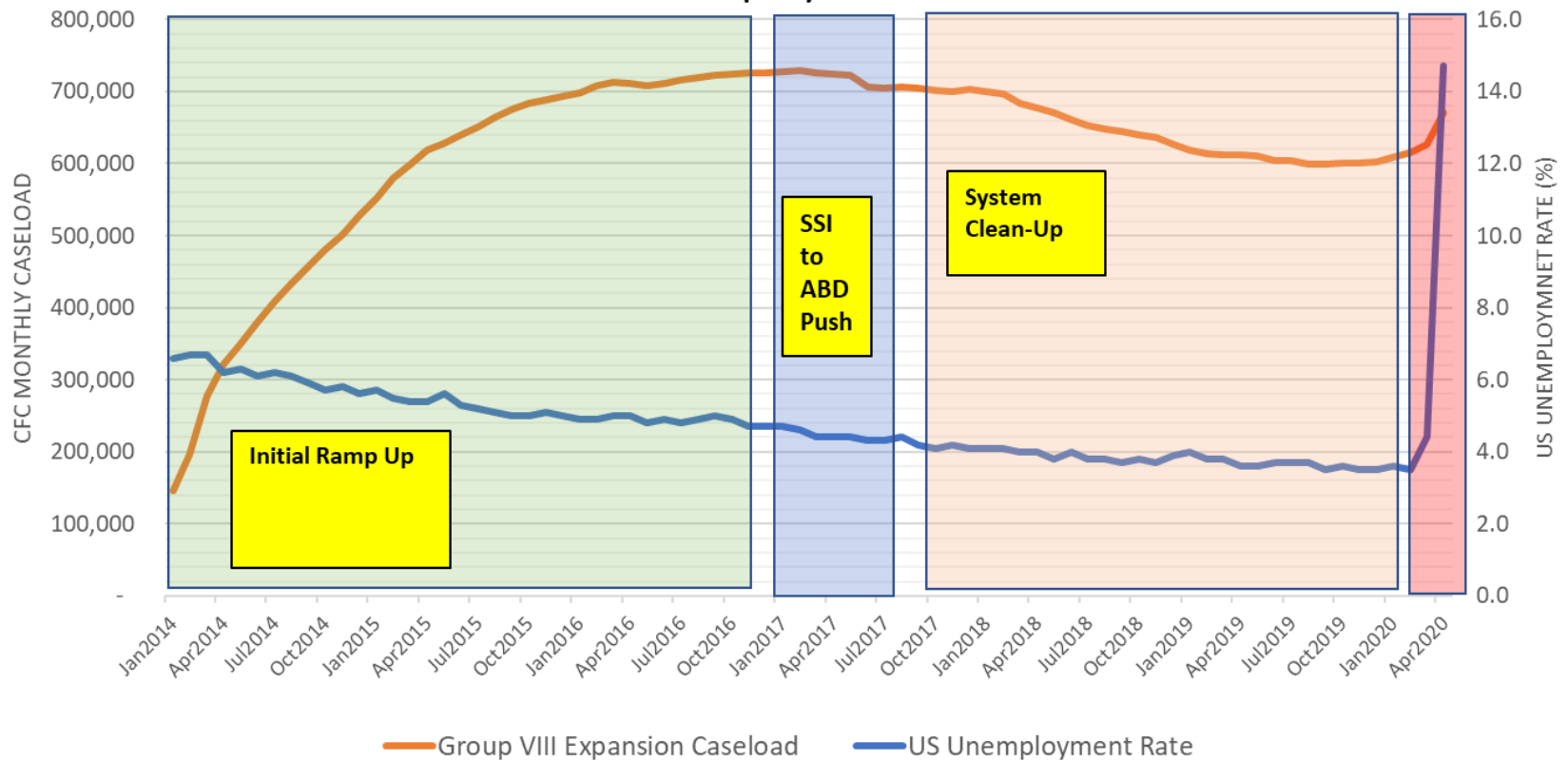
* Excludes Family Planning Limited Benefit

Recession Impact on Caseload



Recession Impact on Caseload

Chart 2 - Expansion Group VIII Caseload Trends
and US Unemployment Rate



State's Appropriation Problem

Impact on the Medicaid Budget

- **Increase** – COVID-19 hospitalization/ICU Caseload
 - **Increase** – Overall number of individuals on the program
 - **Decrease** – New enrollment will likely cost less on a per person basis (decreased morbidity)
- **Decrease** – Deferred and Missed Utilization
- **Increase** – Use of telemedicine
- **Increase** — Prior Authorization

Additional Considerations for the Budget Workforce and Maintaining Access

➤ Increased provider costs

- Staffing and overtime
- PPE and testing

➤ Provider lost revenue

- Services that rely heavily on people
- Services patients aren't utilizing

➤ Cash flow challenges

- Hospitals – outpatient shortfall and anticipated ICU case spikes
- NFs – increased costs and loss of revenue
- Other Providers

FY 2020 and 2021 Budget

- **Budget will exceed current appropriations due to the increased caseload**
- **Rainy Day fund**
- **ODM cuts of \$211M**
- **OBM guidance for FY21**
 - Administration – 20% of ODM contract funding will be held by OBM
 - Other guidance pending
- **Spending considerations for 2021**
 - Cut optional services and provide types
 - Change rates
 - Add additional utilization management (prior authorization)
 - Add new limits on services for adults
 - Cannot add premiums or co-pays per MOE
- **Revenue considerations for 2021**
 - Increase HFF
 - Add other provider taxes
 - MFAR?

Medicaid Services- Mandated and Optional

Figure 9. **Ohio Medicaid Covered Services**

Federally mandated services

- Inpatient hospital
- Outpatient hospital
- Early and Periodic Screening, Diagnostic, and Treatment Services (EPSDT)
- Nursing facility care
- Home health
- Physician services
- Lab and x-ray
- Family planning
- Nurse midwife
- Freestanding birth center services
- Tobacco cessation counseling for pregnant women
- Rural health clinic services
- Federally qualified health center services
- Transportation to medical care
- Certified pediatric and family nurse practitioners

Ohio's optional services

- Ambulance
- Chiropractic services
- Alcohol and drug screening analysis
- Intensive outpatient (to treat addiction)
- Methadone administration
- Medical and surgical dental care
- Durable medical equipment and supplies
- Medical and surgical vision care
- Individual or group counseling
- Occupational therapy
- Physical therapy
- Podiatry
- Prescription drugs
- Private duty nursing
- Speech therapy
- Ambulatory surgical centers

Note: For more information and a complete list of Ohio covered services, visit medicaid.ohio.gov

Source: Adapted from Ohio Department of Medicaid

FEDERAL RELIEF

Enhanced FMAP

Revenue:

- 6.2% Boost to FMAP (currently*)
- Ohio receives approximately \$300 million per quarter
- CARES Act Maintenance of Effort (MOE)—only three reasons permitted for disenrollment:
 - Deceased
 - Moves out of state
 - Requests to be disenrolled
- Effective 1/1/2020; in place during the crisis

Uses:

- Spending increases related to caseload
- Lower than projected state revenue

Other Federal Funding

- CARES Act Provider Fund:
- \$100 billion in initial act
- \$75 billion additional in later bill
- Money is being disbursed by the federal government
- State Medicaid programs are not a vehicle for this funding

Relief Funding for Ohio

CARES Act Provider Relief Fund: \$175 billion to hospitals and other healthcare providers on the front lines of the coronavirus response:

- **\$50 billion general distribution** to Medicare facilities and providers based on providers' net patient revenue
 - \$30 billion distributed April 10- 17. Ohio distribution: 10,166 providers, \$989,773,417
 - \$20 billion being sent out to same providers beginning April 24—Ohio distribution TBD
- **\$50 billion targeted allocation** to providers in hot spots, rural providers, others who serve low-income and uninsured populations
 - **\$12 billion COVID-19 High-Impact Allocation** - hospitals serving in areas where COVID-19 has been particularly severe
 - \$56M to 4 Ohio hospitals in Ohio
 - **\$10 Billion Rural Allocation:** Rural Acute Care General Hospitals, Critical Access Hospitals (CAHs), Rural Health Clinics (RHCs), and Community Health Centers located in rural areas.
 - \$368,963,066 to 216 providers in Ohio
 - **Remaining \$28 billion:** additional providers, including Medicaid providers. Reimbursement at Medicare rates for COVID-related treatment of the uninsured—other TBD
- **\$75 billion** - Congress recently added \$75 billion in additional funding to support our critical healthcare system—allocation TBD

Closing and Next Steps

- Email other specific questions to Medicaid@medicaid.ohio.gov or Allison.Conklin@Medicaid.ohio.gov
- Additional questions will be addressed at the May MCAC meeting, **May 21st at 2:00 PM**
- A link to the meeting will be sent out next week
- Continue to check the [ODH COVID-19 webpage](#) and the [ODM COVID-19 webpage](#) for updates

