SMART Act Presentation to the Joint Health Committees

January 6, 2015

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COLORADO
Department of Health Care Policy & Financing

Our Mission

Improving health care access and outcomes for the **people** we serve while demonstrating sound stewardship of financial **resources**

Presentation Agenda

- *Department Overview*
- *Transforming How We Deliver Care*
  - *Accountable Care Collaborative & HB13-1196 Update*
  - *I/DD System and HB14-1360 Update*
  - *SIM Grant Update*
- *Performance Plan*
- *Legislative Agenda*
- *Budget Requests*
- *Regulatory Agenda*
- *Committee Questions*

Working together for Colorado

COLORADO
Department of Health Care Policy & Financing

Administers the Medicaid and CHP+* as well as a variety of other programs for Colorado's low-income individuals, families, and persons with disabilities.

Supported by OIT.**

COLORADO
Department of Public Health & Environment

Administers programs that seek to improve health outcomes through the promotion of health, wellness and prevention.

Supported by OIT. **

COLORADO
Department of Human Services

Administers assistance programs such as food and cash assistance that improve the safety, independence and well-being of Coloradans. Also works closely with HCPF on the coordination of behavioral health and substance abuse benefits.

Supported by OIT. **

COLORADO
Department of Regulatory Agencies
Division of Insurance

Regulates insurance industry to ensure companies follow the laws and can afford to pay claims. Works with consumers to answer questions, help them understand their insurance and ensure they receive the benefits for which they have paid.

Supported by OIT. **

CONNECT for HEALTH COLORADO

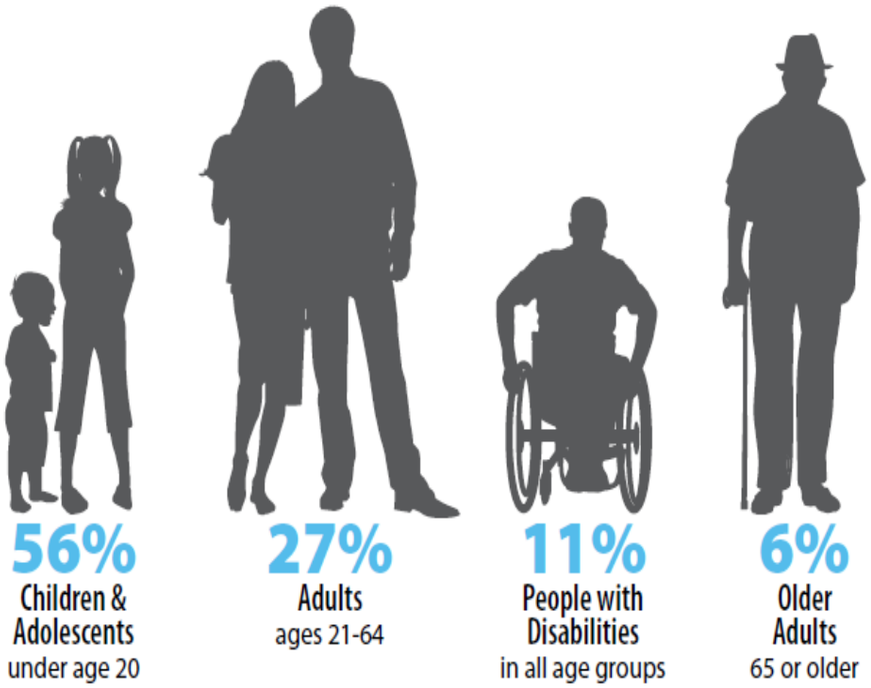
Health Insurance Marketplace for individuals, families and small employers to compare health plan options, apply for insurance affordability programs and to buy health insurance and use new financial help to reduce the cost of insurance.

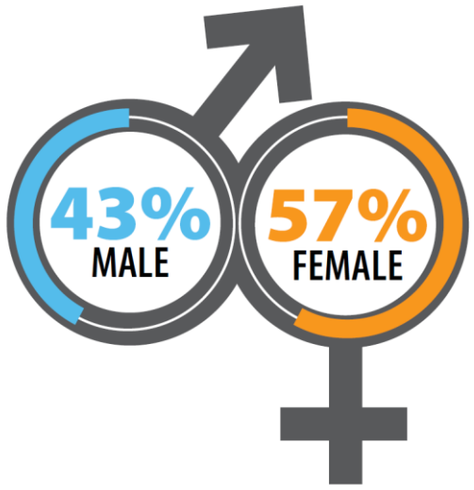
*CHP+ is the Child Health Plan *Plus*
**OIT is the Governor's Office of Information Technology

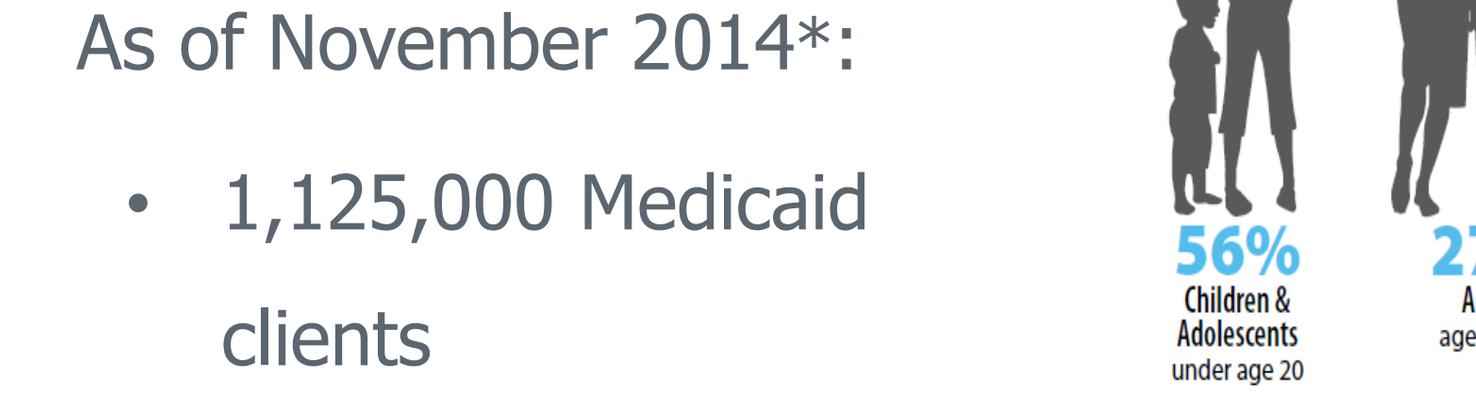
Who We Serve

As of November 2014*:

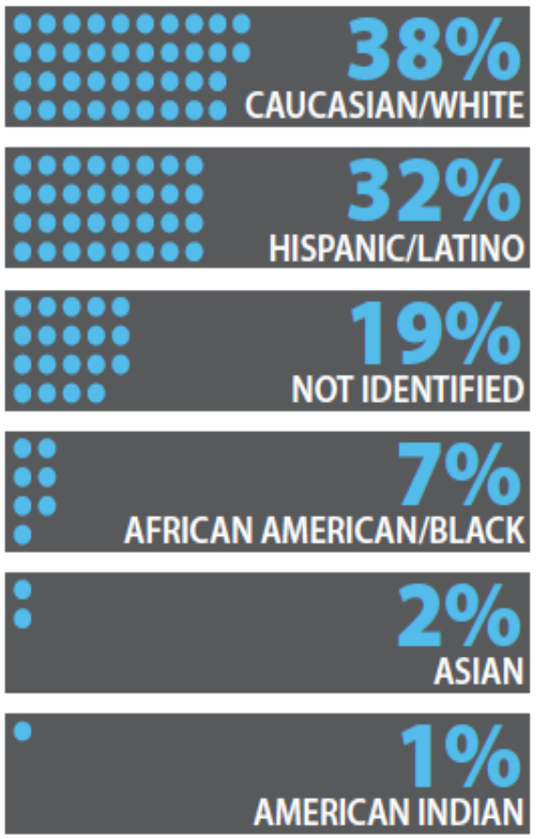
- 1,125,000 Medicaid clients
- 52,000 children and pregnant women in CHP+







MORE THAN 1/3 of babies in Colorado are born to mothers who are on Medicaid

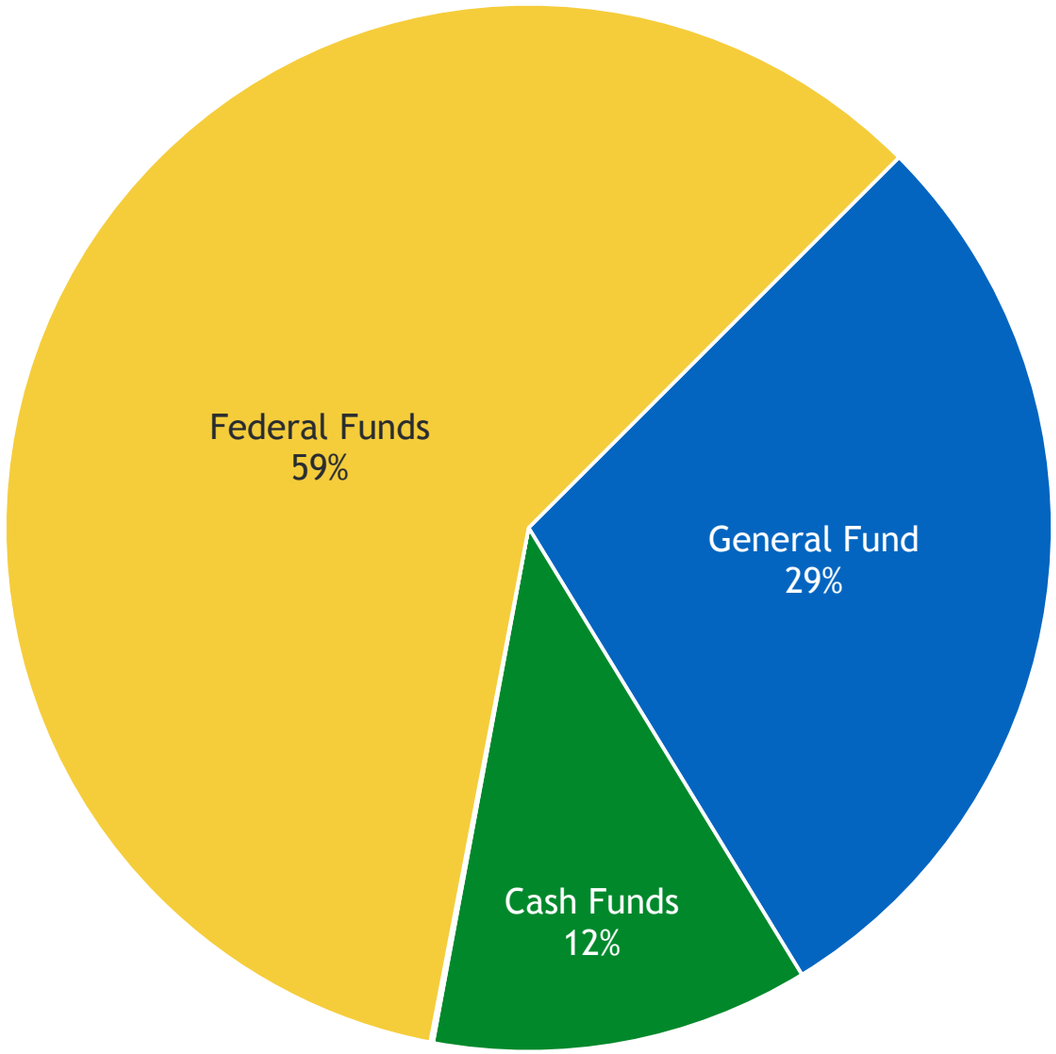


Infographic numbers from HCPF 2013 Annual Report.

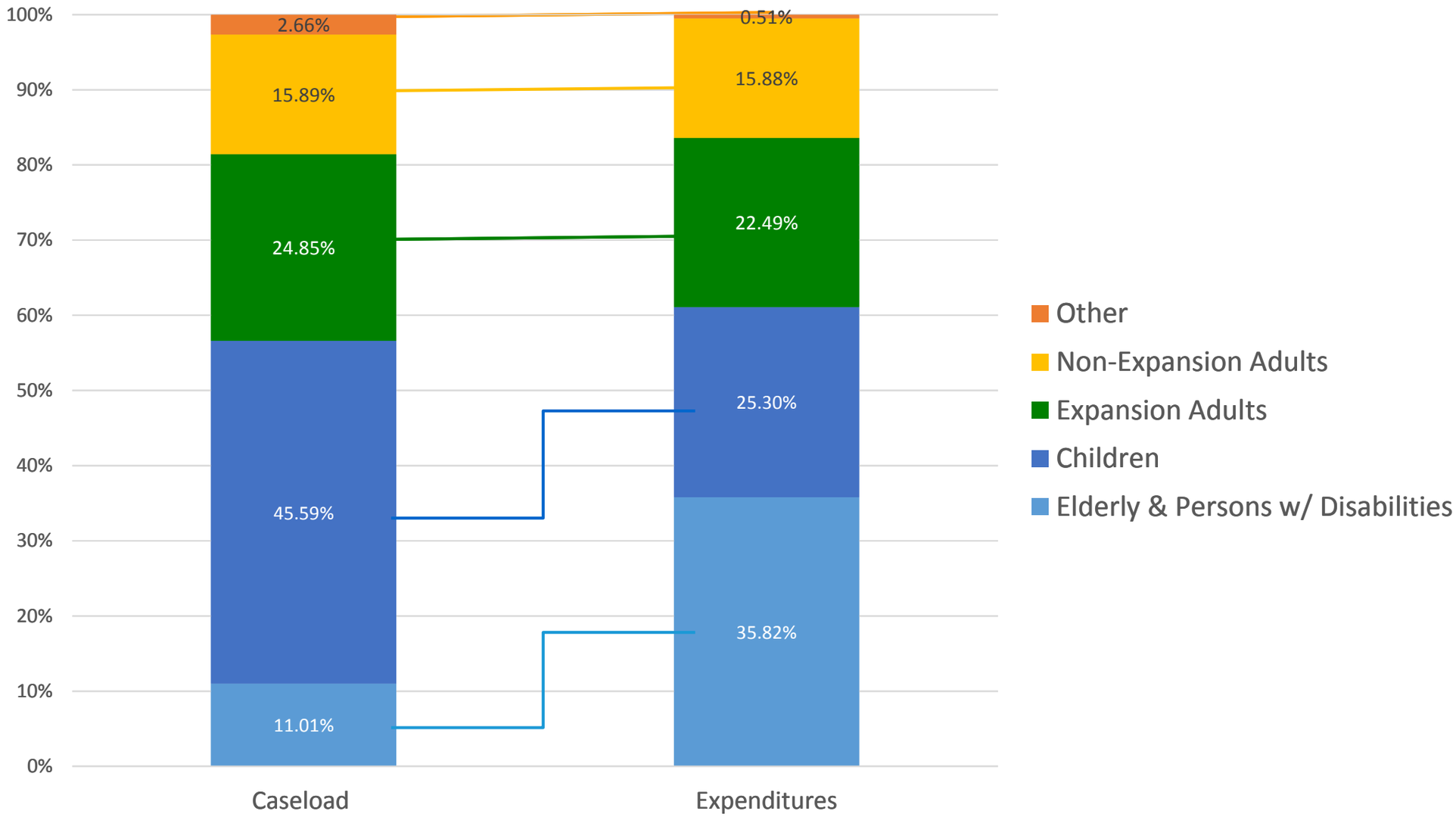
*HCPF December FY2014-15 Medicaid Premiums Expenditure and Caseload Report to the JBC

FY2015-16 Total Budget Request

- $8.63B Total Funds
- $5.13B Federal Funds
- $2.48B General Fund
- $1B Cash Funds

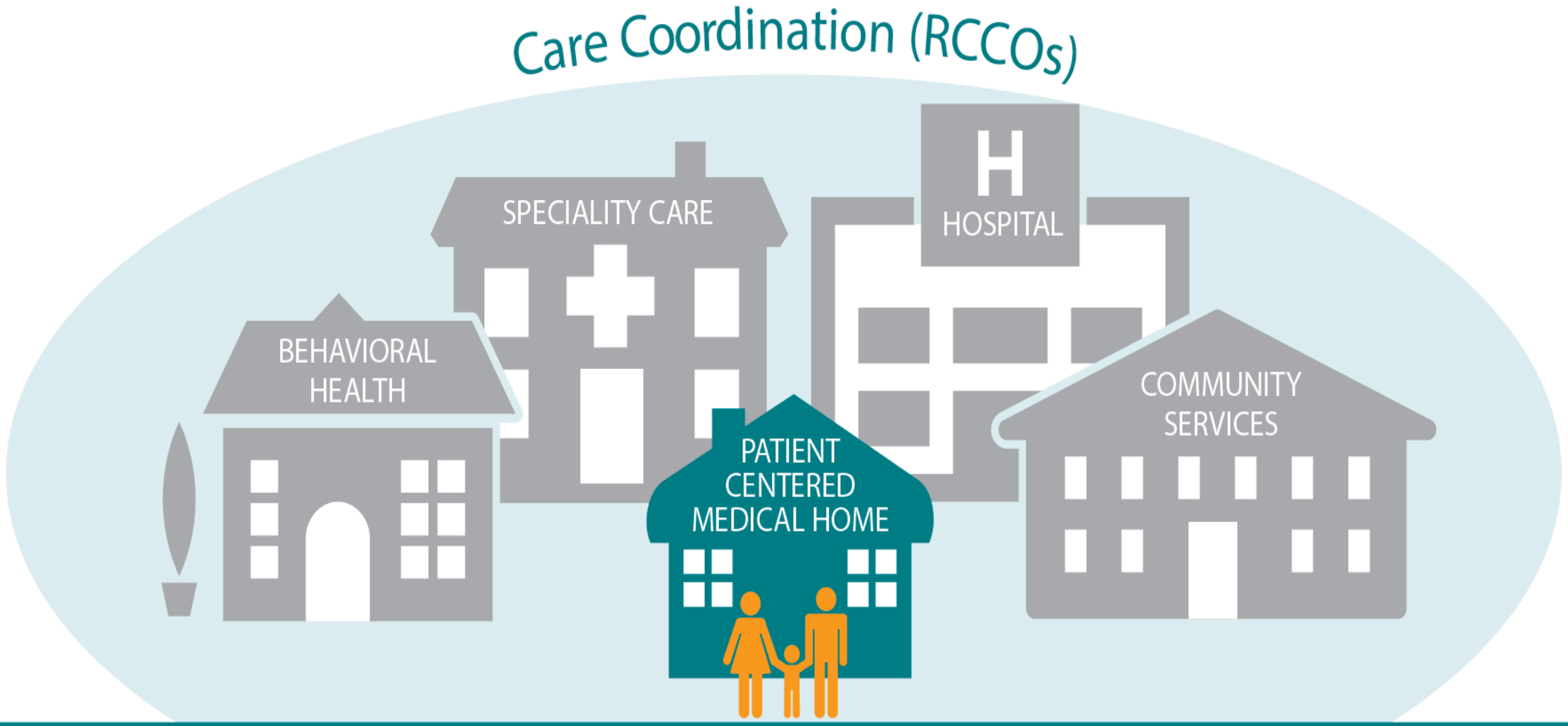


2014-15 (through November) Medicaid Caseload and Physical / Mental Health Expenditures



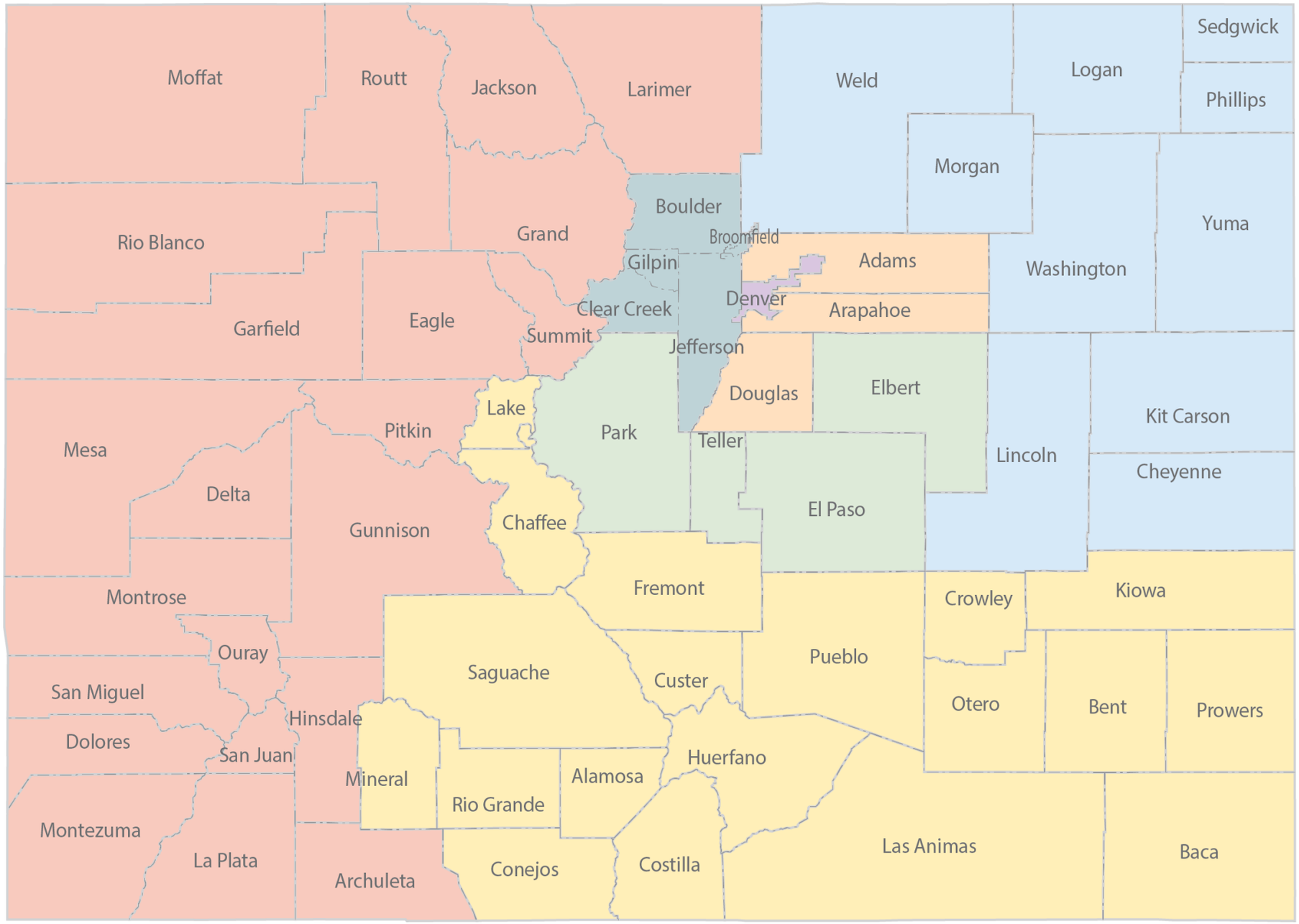
Transforming How We Deliver Care

Accountable Care Collaborative



Data & Analytics (SDAC)

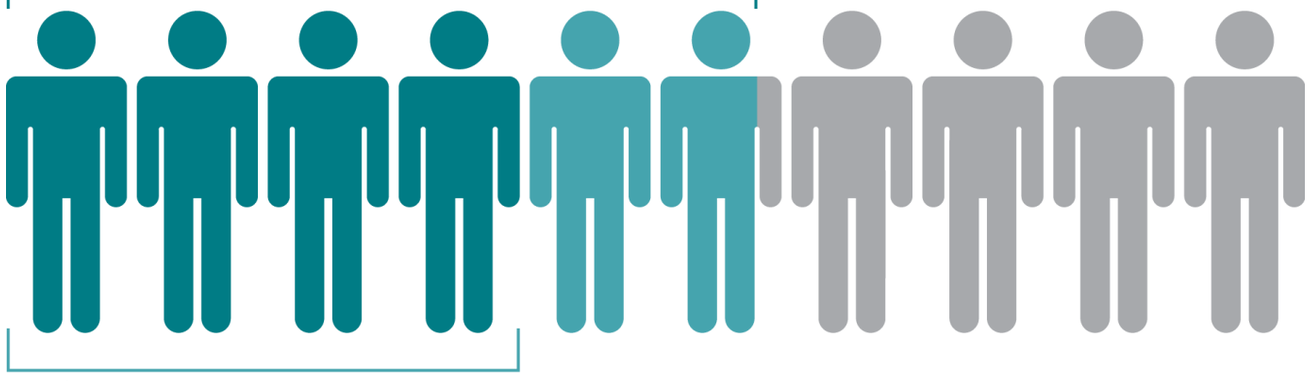
Seven RCCOs



- REGION 1
  Rocky Mountain Health Plans
  Payment Reform
- REGION 2
  Colorado Access
  Practice Transformation
- REGION 3
  Colorado Access
  Practice Transformation
- REGION 4
  Integrated Community Health Partners
  Prescription Drug Overuse
- REGION 5
  Colorado Access
  Practice Transformation
- REGION 6
  Colorado Community Health Alliance
  Physical/Behavioral Health Integration
- REGION 7
  Community Care of Central Colorado
  Emergency Services

Improving Value

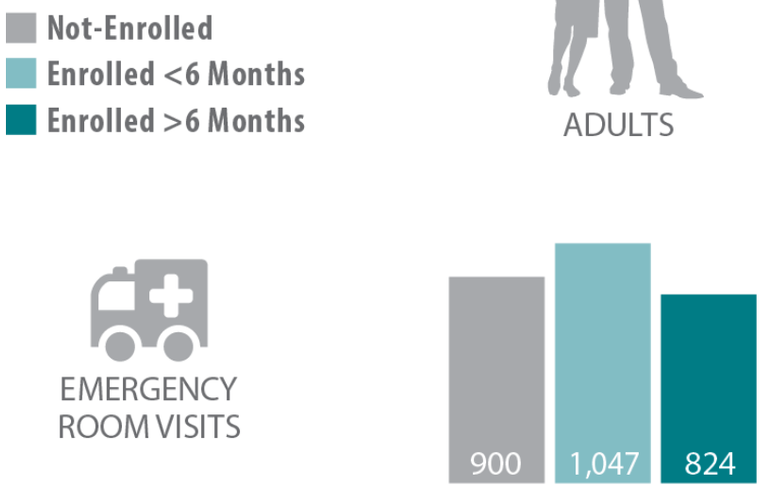
58% of Medicaid clients are members of the ACC



70% of those are connected to a medical home

MEDICAL EXPENSES SAVINGS		ADMINISTRATIVE COSTS*		NET SAVINGS
$98–$102 MILLION	–	$69 MILLION	=	$29–$33 MILLION

**Includes payments to providers and incentives*



LTSS System Complexities

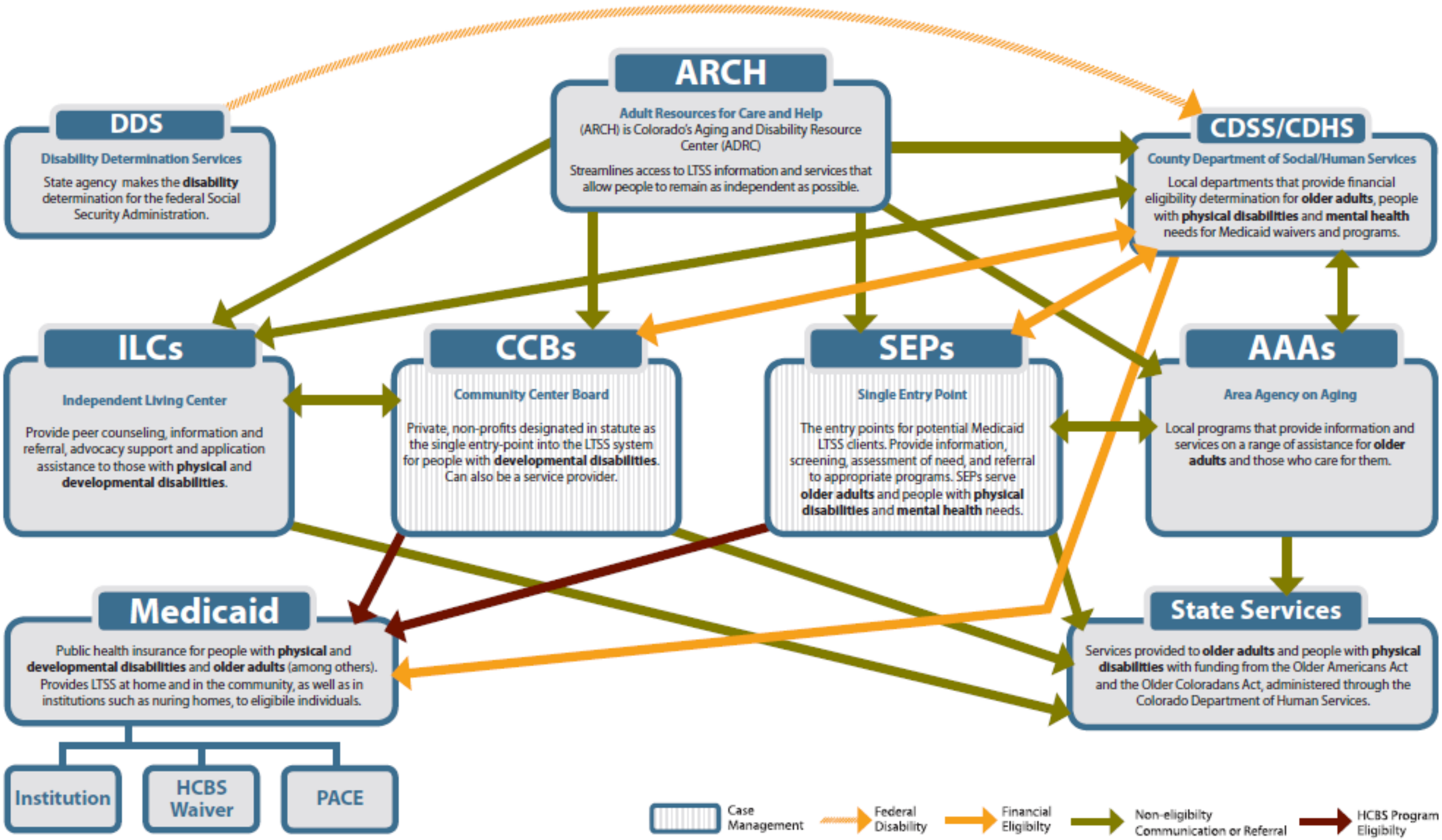


Image Source: Colorado Health Institute

Colorado State Innovation Model: The Road Ahead

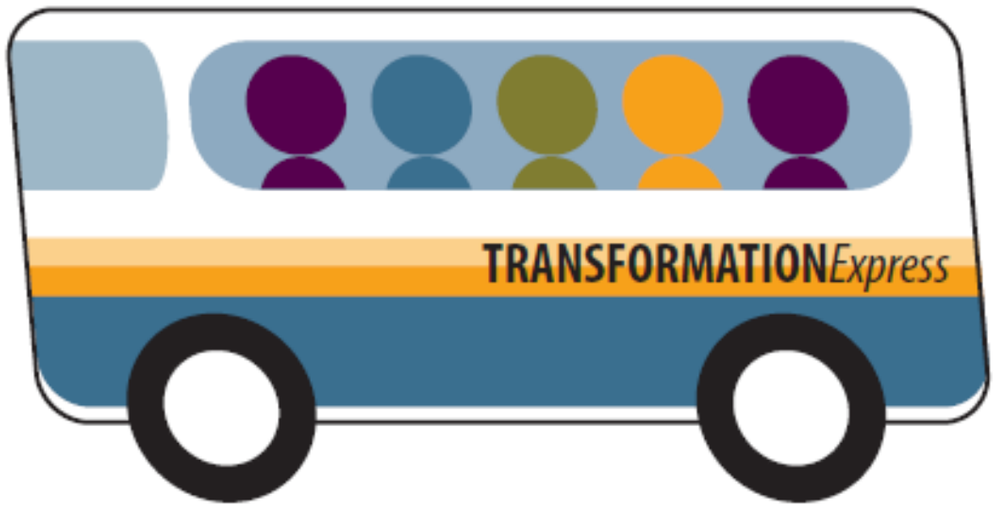
Our goal: We will improve the health of Coloradans by providing access to integrated primary care and behavioral health services in coordinated community systems, with value-based payment structures, for 80 percent of the state's residents by 2019.

Our fragmentation problem

Like a gridlocked highway, our health care system is inefficient and expensive.

Our transformation solution

We will get everyone on the bus to provide access to integrated behavioral and primary care to 80% of Coloradans. Federal SIM funding will support our efforts.



Performance Plan

https://www.colorado.gov/pacific/hcpf/performance-plan

COLORADO
Department of Health Care Policy & Financing

Department of Health Care Policy & Financing
5-Year Strategy Map

VISION

The Coloradans we serve have integrated health care and enjoy physical, mental and social well-being.

MISSION

Improving health care access and outcomes for the people we serve while demonstrating sound stewardship of financial resources.

GOALS

I. Improve health outcomes, client experience and lower per capita costs* (Customer)	II. Sustain effective internal and external relationships (Communications)	III. Provide exceptional service through technological innovation (Technology)	IV. Build and sustain a culture where we recruit and retain talented employees (People)	V. Enhance efficiency and effectiveness through process improvement (Process)	VI. Ensure sound stewardship of financial resources (Financing)

STRATEGIES

Logic Models & Implementation Plans

A. Integrated Delivery System	A. Internal Communications	A. Health Information Technology (HIT)	A. Workforce Development	A. Strategic Management Process (SMP)	A. Cost Containment Extpertise
B. Benefit / Program Design	B. External Communications	B. Collaboration & File Sharing	B. Employee Engagement	B. LEAN Community	B. Fraud, Waste & Abuse Prevention
C. Payment Methodology	C. Government Affairs		C. Human Resources Transformation	C. Tri-Agency & Interagency Collaboration	C. Grants Management
D. Eligibility & Enrollment			D. Revitalization		
E. Client Experience & Engagement					

5-Year Programmatic Performance Measures

1-Year Operational Performance Measures

**Adapted from the Institute for Healthcare Improvement's Triple Aim.*

2015 Legislative Agenda

COLORADO
Department of Health Care Policy & Financing

Eliminate the Waitlist for the Children with Autism Waiver

Sponsors: Corresponding budget request, asking JBC to sponsor

Current Situation:

- 320 kids on waitlist
- Kids get on the waiver too late
- Frequently end up getting a few months of services

Proposed Solution: Support funding to eliminate the waitlist and make changes to the waiver. Fastest way to get kids services.

Expand the Teen Pregnancy & Dropout Prevention Program

Sponsors: Reps. Coram and Danielson/Sen. Roberts

Current Situation:

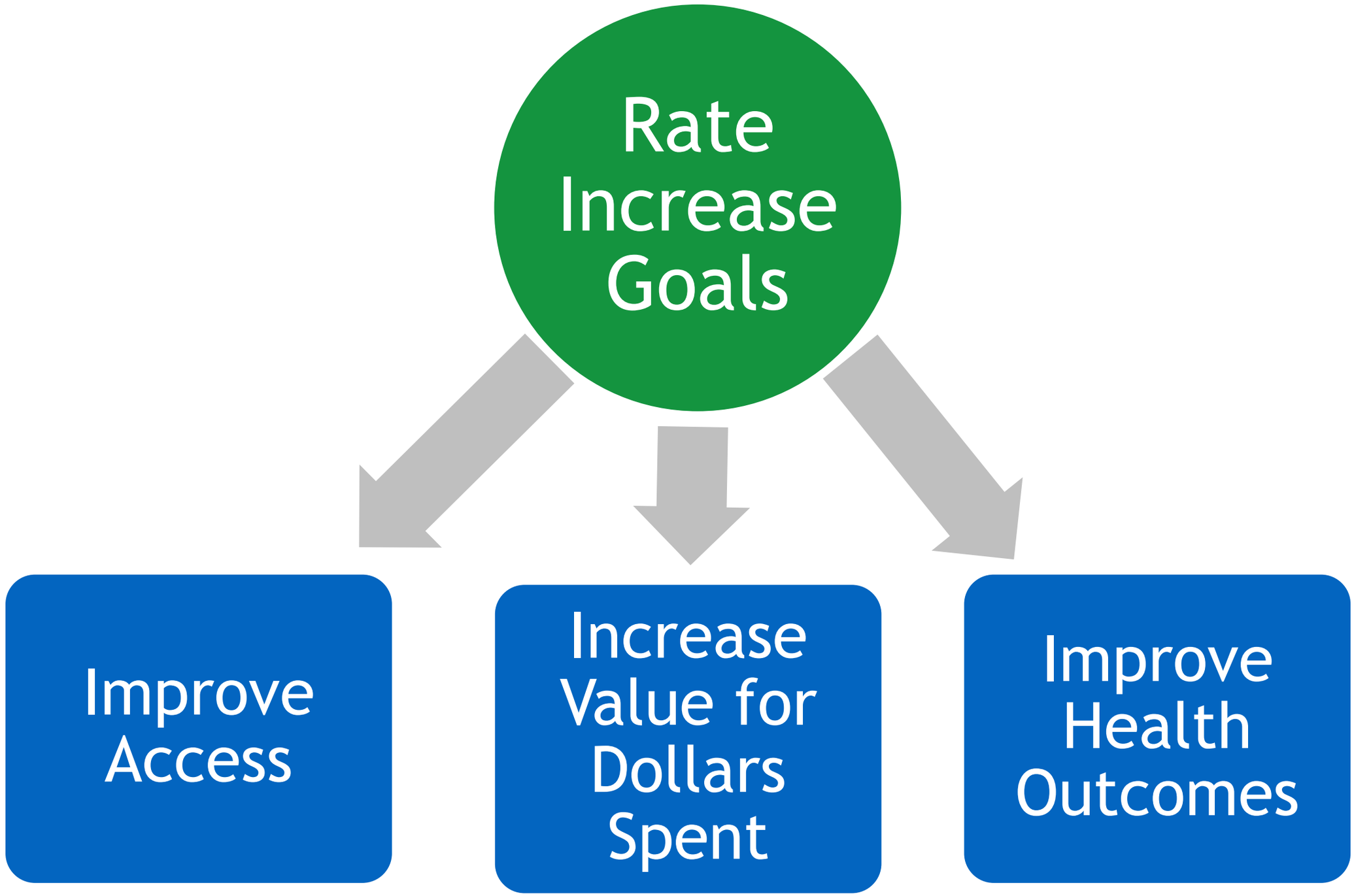
- Successfully piloted in Mesa, Montrose, and Delta
- 90% federally funded 10% locally funded (GF not allowed for local match)
- Program at risk of cancellation because other communities cannot come up with the 10%

Proposed Solution:

- Allow GF for the 10% local match so the program can be expanded statewide
- Expect $35K in GF savings first year, $540K in second year

2015 Budget Requests

Provider Rates Increases



2015 Regulatory Agenda

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Thank You

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