Medicaid Transformation Project

Five-year 1115 Medicaid waiver to implement several initiatives

- Initiative one: Delivery system transformation through Accountable Communities of Health (ACHs) and Indian Health Care Providers (IHCPs)
- Initiative two: Long term services and supports
- Initiative three: Foundational Community Supports
- Initiative four: Enhanced federal funding for substance use disorder treatment
- Initiative five (*pending approval*): Enhanced federal funding for mental health treatment
Overview of the COVID Extension Year

- One-year extension across all five MTP initiatives

- This extension would allow the state to utilize existing federal funding in the additional year (2022)
  - Difference between state appropriation and federal limits on Initiative 1
  - Program underspend within Initiatives 2 and 3
  - Initiatives 4 and 5 provide enhanced federal funding

- This sixth year would present a new opportunity to focus on essential activities and transition to a future state
  - Likely not pursuing substantial programmatic changes
Approval Process

CMS
- HCA will seek approval on the extended waiver authority and program budget adjustments to account for the extension year
- CMS has not made any commitments regarding approval of the extension concept
- Negotiations to start in early 2021 after a formal application

Legislature
- HCA and DSHS will seek additional spending authority to allow the state to access the federal funding for Initiatives 1-3 to support the extension year
- Related MQIP increases are likely necessary to support MTP
- The goal is to identify state share without requesting General Fund State
Timeline and next steps:

- Preliminary concept paper submitted to CMS for staff feedback – September 1, 2020
- MTP extension and MQIP DPs to OFM – September 14, 2020
- Public comment – November 2020
- Tribal consultation – December 9, 2020
- Final extension application to CMS – December 31, 2020 (target)
- CMS negotiations – Final Submission and through 2021
- Legislative engagement – Ongoing