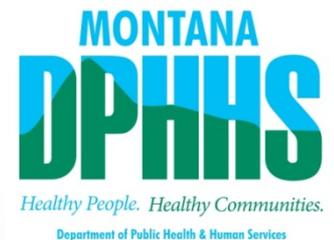


Montana's New Healthcare Plan

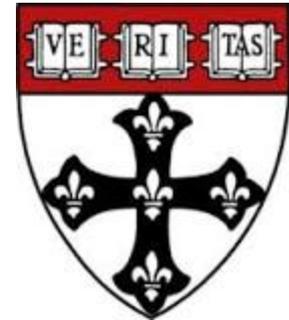
February 11, 2016



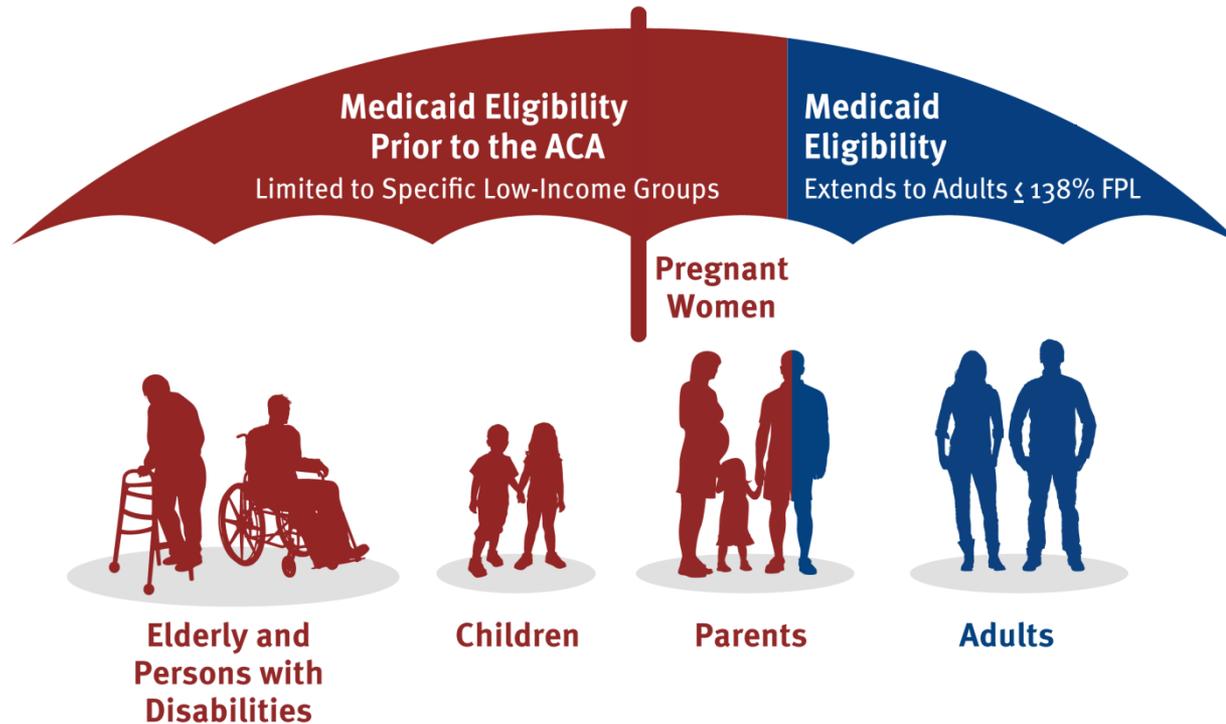
Health care matters

- State Medicaid expansions to low-income adults are associated with significant reductions in death and improvements in access, particularly in poor, rural areas.

Mortality and Access to Care among Adults after State Medicaid Expansions, Harvard School of Public Health, NEJM, July 2012



Eligibility



Parents and adults without kids living at home between the ages of 19-64 with an income at or below 138% of the Federal Poverty Level (FPL)

\$1,350 a month for one person, and \$2,300 a month for a family of three

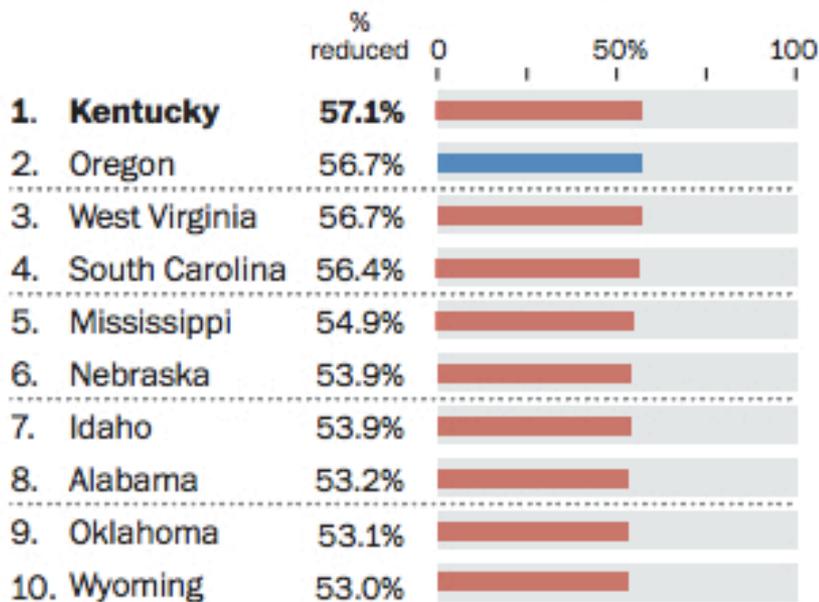
Benefits in Montana

- According to the Urban Institute and the Kaiser Family Foundation, this plan will be responsible for decreasing Montana's uninsured rate by almost 50%, decreasing uncompensated care costs, and helping to build a healthier, more productive and effective workforce.
- Increasing the number of Montanans with health insurance will also reduce the number one cause of bankruptcy, which is medical debt.

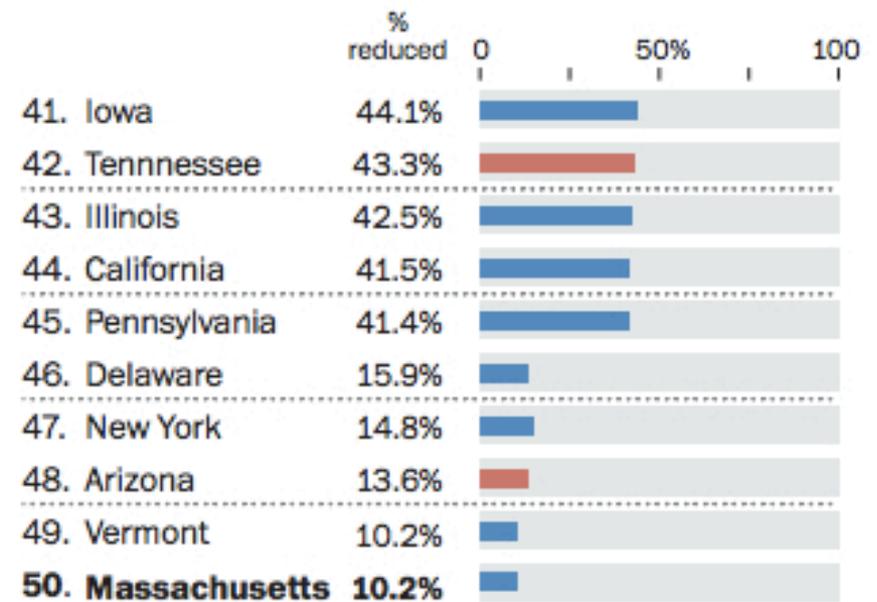
Who will benefit?

Ten states that will benefit the most

The number of uninsured adults earning less than 133 percent of the poverty line is expected to decrease by:



Ten states that will benefit the least



■ States that Obama won majority vote in 2008 presidential election ■ States that McCain won

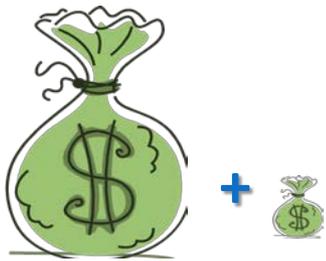
Source: The Henry J. Kaiser Family Foundation, U.S. Department of Health and Human Services

THE WASHINGTON POST

More Benefits to Montana



Reduction in the Number of Uninsured



Federal + State Funds



Increased Savings

- ↓ Uncompensated Care Costs
- ↓ State Funded Health Programs (e.g. Mental health, corrections)



Increased State Economic Activity

↑ Jobs and Revenues

Benefits for state and local government



“We estimate that 3.6 million fewer people would be insured, federal transfer payments to those states could fall by \$8.4 billion, and state spending on uncompensated care could increase by \$1 billion in 2016... In terms of coverage, cost, and federal payments, states would do best to expand Medicaid.”

RAND Corporation, “For States That Opt Out Of Medicaid Expansion: 3.6 Million Fewer Insured And \$8.4 Billion Less In Federal Payments,” June 2013

Benefits for business



“Pressures will be greatest in states that opt out of Medicaid expansion, but have a relatively high proportion of uninsured residents”

Moody's, "Reduction of Medicaid & Medicare Disproportionate Share Hospital Payments a Looming Challenge for States and Hospitals." March 14, 2013

Benefits for business

The average individual market and exchange premium would be \$70 higher if Montana had not expanded Medicaid.

*The Society of Actuaries, “Exposure Draft: Cost of the Future Newly Insured under the Affordable Care Act”
December 2012*

SOCIETY OF ACTUARIES



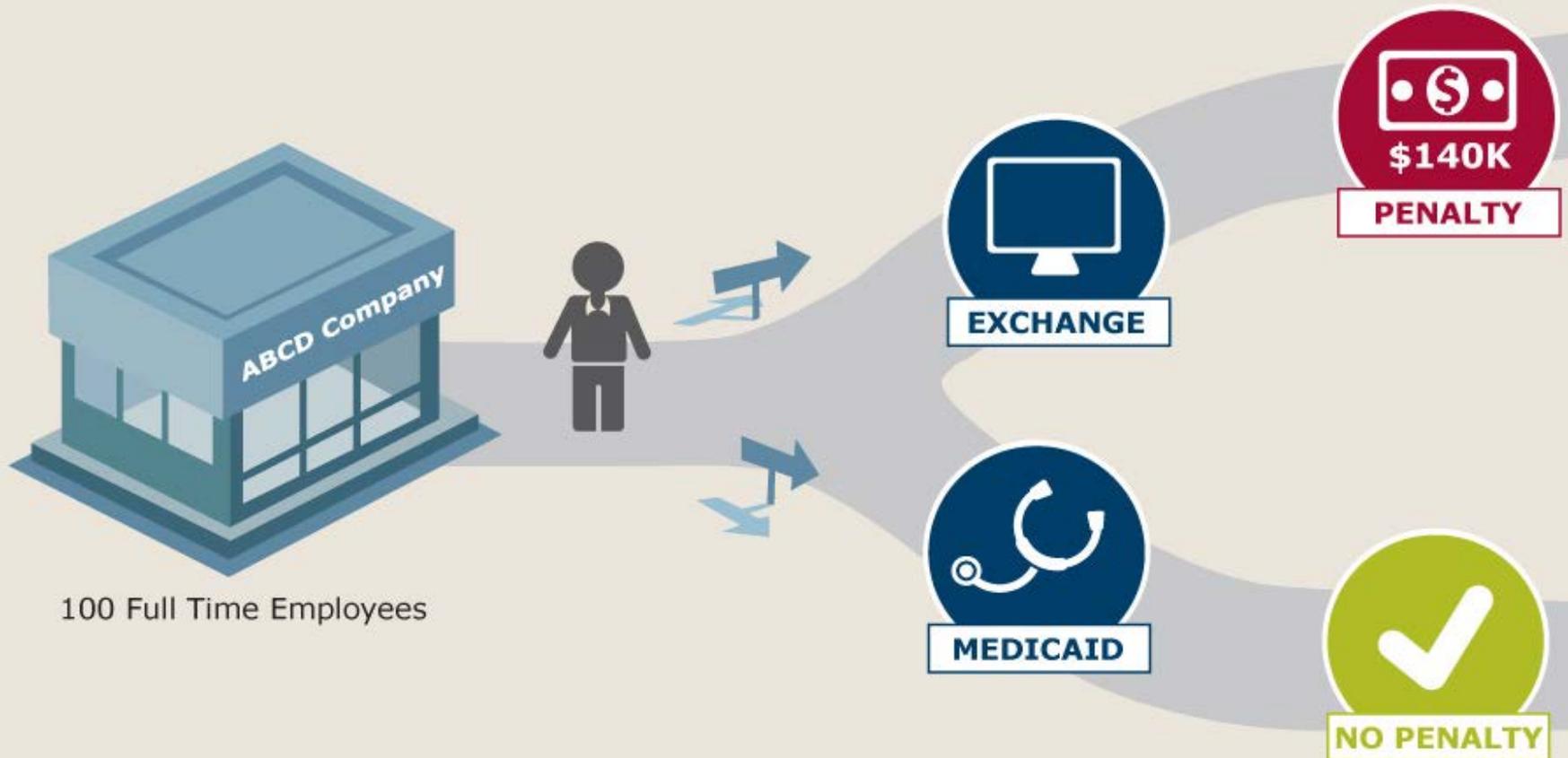
Benefits for business



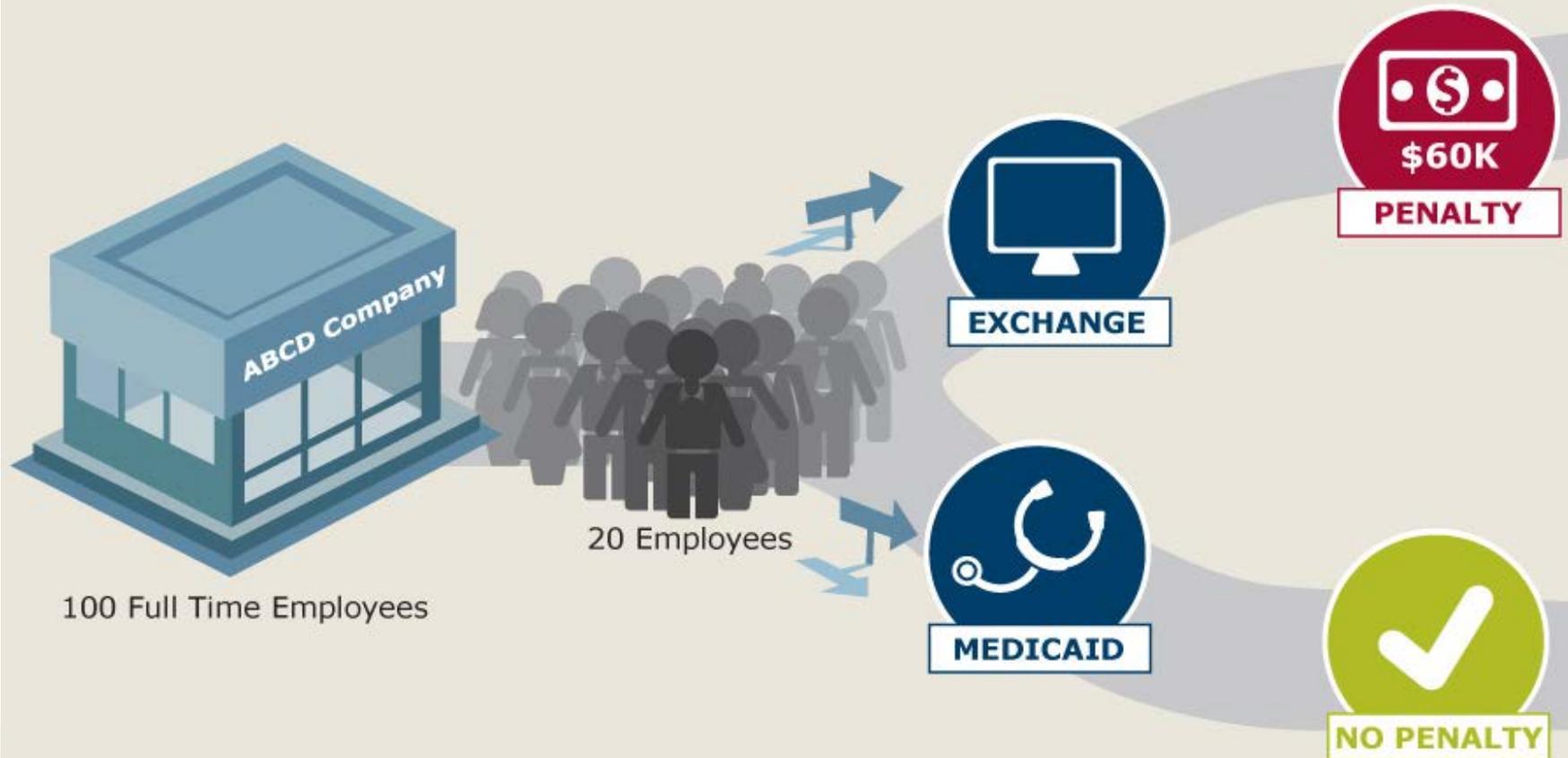
Expanding Medicaid will save Montana employers \$8 to \$12 million in annual tax penalties.

Jackson Hewitt, "The Supreme Court's ACA Decision and Its Hidden Surprise for Employers: Without Medicaid Expansion, Employers Face Higher Tax Penalties Under ACA" March 2013

expansion reduces penalty risks for low income workers
no coverage offered to employees



expansion reduces penalty risks for low income workers
unaffordable coverage offered to employees



Workplaces with the Most Uninsured Workers Who Could Gain Medicaid Coverage

Industries with Most Uninsured Workers under 138% of FPL in MT	
	43,640
Restaurants and Other Food Service	6,690
Construction	4,550
Recreation and Gambling (casinos, ski resorts, etc.)	2,190
Animal Production (ranching, poultry farming, etc.)	1,700
Nursing Care Homes	1,590
Grocery Stores	1,560
Hotels and Motels	1,540
Child Care Services	1,270
Business Support Services (call centers, mail services, etc.)	1,020
Dry-Cleaning and Laundry Services	1,010

Source: Analysis of the 2011 American Community Survey. Adults are those aged 19 through 64. Workers are those who have worked within the past year. The ten industries above are those with the largest number of uninsured citizen workers in the Medicaid expansion income-eligibility range in Montana. All figures are rounded to the nearest ten workers. As presented by the Montana Budget & Policy Center. <http://www.montanabudget.org/medicaid-expansion-a-critical-move-for-montana/>

Medicaid Expansion

STANDARD EXPANSION
IMPLEMENTED

IMPLEMENTING
EXPANSION WITH WAIVER

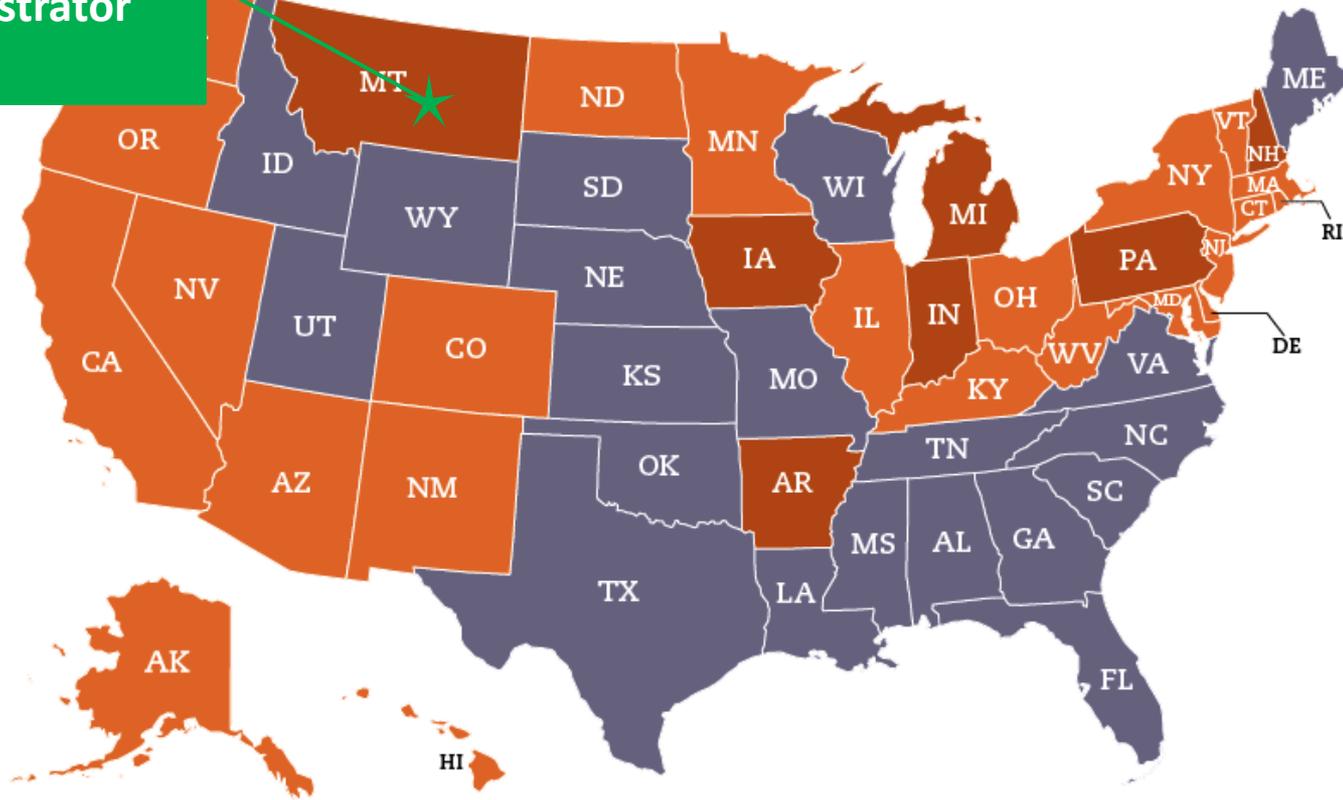
23+DC

7

20

NO EXPANSION
AT THIS TIME

First State Using
Third Party
Administrator
Model



Source: Families USA analysis

Note: Montana has passed expansion legislation and submitted numbers

Medicaid Expansion Reforms



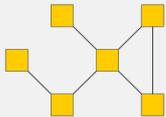
- ✓ **Health Risk Assessments (HRAs)** will provide screenings for patients and match them to preventive care and care coordination.



- ✓ **Innovative benefit and copayment design** will encourage patients to:
 - Understand the value of their insurance coverage
 - Be discerning health care purchasers
 - Take personal responsibility for their health care decisions
 - Develop cost-conscious behaviors as consumers of health care services
 - Engage in healthy behaviors



- ✓ **Efficient and cost effective coverage** will reduce uncompensated care costs and ensure health needs are met before complications arise



- ✓ **TPA model** will afford patients access to an established, statewide provider network with turnkey administrative infrastructure and expertise

Benefits

Essentials

All the essentials are covered, including:

- Doctor, hospital, and emergency services
- Prescription drugs
- Dental care
- Vision care
- Laboratory and x-ray services
- Maternity and newborn care
- Mental health and substance abuse treatment
- Rehabilitative services and supplies
- Transportation to appointments
- Mental health and substance use treatment
- Speech therapy, audiology, and hearing aids
- Home health care services
- Family planning

Dental

- Preventive (cleanings, fluoride)
- Removable Prosthodontics (Dentures)
- Anesthesia/Sedation services
- Dental emergency services as a result of an accident
- Preventive (cleanings, fluoride)
- Removable Prosthodontics (Dentures)
- Anesthesia/Sedation services
- Dental emergency services as a result of an accident

In addition to the benefits above, the following treatment services will also be available, up to \$1125 every year.

- Fillings, crowns
- Root canals
- Periodontal (gum disease issues)
- Oral surgery (like extractions)

Vision

- Annual exam once every year
- Eyeglasses/Eyewear once every year (depending on change in the prescription)

Prescription Drugs

- Extensive range of prescription drugs are covered.
- To find out if a drug you need is covered or to find out if a drug needs preauthorization, talk to your pharmacist or the person who prescribed the drug.

Covered by the HELP Act

Services Delivered by	Medicaid	Contractor (Blue Cross)
Who	<ul style="list-style-type: none">✓ American Indians✓ People with exceptional medical needs✓ Very low income people who earn less than \$6,000 a year (\$840 a month for family of three - \$490 a month)	<ul style="list-style-type: none">✓ Everyone else (People earning up to \$1,300 a month for one person or \$2,300 for family of 3)
Maximum out-of-pocket cost	No out-of-pocket above 5% of your total income.	No out-of-pocket above 5% of your total income.
Premium	X No	<ul style="list-style-type: none">✓ Low monthly premiums - can't be more than 2% of your annual income.

Covered by the HELP Act

Services Delivered by	Medicaid	Contractor (Blue Cross)
Co-pay	✓ Small co-pays for doctor visits, with no co-pays for preventive services such as health screenings, help to quit smoking, or flu shots.	✓ Small co-pays for doctor visits, with no co-pays for preventive services, co-pays. *For those who earn above about \$980 a month for an individual or \$2000 a month for a family of four - copayments capped at 10% of the allowable bill.*
Benefits	✓ All the essentials plus dental, vision, and prescription drugs	✓ All the essentials plus dental, vision, and prescription drugs

People with exceptional medical needs

Benefits	Medicaid	Blue Cross
Routine doctor visits and annual physicals	Yes	Yes
Prescription drugs	Yes	Yes
Hospitalizations	Yes	Yes
Help with everyday tasks like bathing, getting dressed and preparing meals	Yes	No
Long-term care and nursing homes	Yes	No
Mental health services, like therapeutic foster care, residential group homes, and day treatment	Yes	No (22)

More benefits



State launches job training for Medicaid recipients

Peter Johnson pjohnson@greatfallstribune.com 1:31 p.m. MST February 9, 2016



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(Photo: TRIBUNE PHOTO/PETER JOHNSON)

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The launching of a key workforce training component to Montana's 2015 Medicaid expansion program was announced in Great Falls on Monday.

Democratic Gov. Steve Bullock, Republican state Sen. Ed Buttrey and state Labor and Industry Commissioner Pam Bucy said the HELP-Link

MORE STORIES



Today's Question: Feb. 10

Feb. 9, 2016, 9:45 p.m.

Making a difference



Uninsured now accessing care with Medicaid expansion

Kristen Cates, GreatFalls 8:51 a.m. MST February 4, 2016



(Photo: Courtesy photo)

f 166 | TWEET | LINKEDIN | COMMENT | EMAIL | MORE

For the first time in eight years, Holly Blouch feels like she has a chance.

The 37-year-old from Kalispell is one of the 27,000 Montanans who now has health insurance because of Medicaid expansion. She's also eligible for a kidney transplant now that she has the coverage.

"I'm trying so hard to get on that list," she said.

MORE STORIES



Today's Question: Feb. 10

Feb. 9, 2016, 9:45 p.m.



State water projects to get nearly \$3M

Feb. 10, 2016, 4:33 p.m.

And 27,000 more Montanans

Information Online

More information can be found at:

<http://healthcare.mt.gov>

- You'll also find
 - Sign up for the Medicaid expansion interested parties email list
 - Outreach materials
 - Frequently asked questions
 - Opportunities for public comment and input

Thank you!

Jessica Rhoades
Policy Director
Director's Office, DPHHS

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