

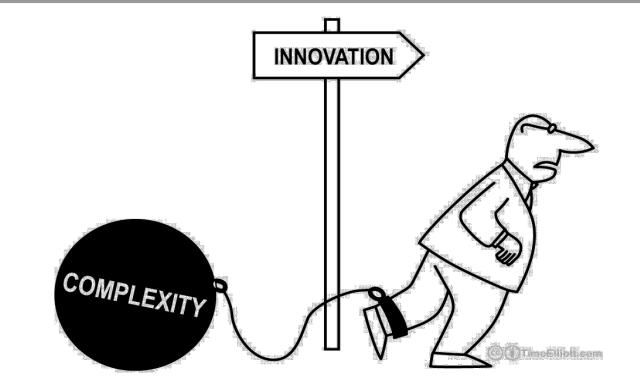
# Out of the Box Services:

# Promoting Innovation in Managed Care

Andrea Misenheimer, Director of Regulatory Affairs June 11, 2018



#### Myth Busted



#### Why the Ability to Innovate in Managed Care Matters

- Healthcare Practice continues to evolve
- Integrated Care
- Nimble benefit plans provide increased opportunity for individuals to achieve optimal outcomes
- Greater precision in linking individuals to appropriate levels of care
- Value based purchasing



#### Managed Benefit Plan Tools



## Opportunity for Innovation

Type of Medicaid Services	Definition Design	State wideness	Entitlement	Utilization Criteria	Use of Alternative Payment Structure
State Plan or SPA	State design	Yes	Yes	May develop less restrictive criteria	Yes
1915 (b)(3)	Service Type and Core Elements State Design	Yes	Yes, up to the available state-wide capitation	May develop less restrictive criteria	Yes
Alternative "In Lieu Of"	Designed by MCO	No	No, optional for the enrollee	MCO develops and amends the criteria	Yes

#### Flexibility in Medicaid Authority

#### **State Plan**

- Can develop less restrictive UM criteria
- Alternative rate
  structure
- Can access EPSDT

#### <u>1915 (b)(3)</u>

- Definition can be customized beyond the core elements
- Service definition modifications can be changed
- Alternative rate structure
- Less restrictive UM criteria if UM criteria is listed

#### <u>"In Lieu Of"</u>

- Definition designed to meet identified gap in benefit package; can be modified
- UM criteria is customized
- Can be used for small scale pilots and expanded once more experience is gained with the service
- Alternative rate structure
- Can access EPSDT



#### With Opportunity Comes Potential Risk

- Cost effectiveness "getting it right"
- Underestimating/overestimating
  utilization
- Destabilizing the Network

#### Funding Beyond Medicaid

- MCOs use state funding to meet the needs of the uninsured who are eligible
- Standard benefit plan that covers the continuum of care
- May develop Alternative State Services
- Provides an opportunity to develop "seamless systems"



## Identifying Needed Benefit Plan Change...Innovation

- Clinical Design Plan
- Network Adequacy and Accessibility Analysis
- Community Needs Assessments
- Identification and adoption of EBP or Best Practice Models
- Stakeholder feedback
- Evaluation of service effectiveness
- Grants and Pilots that the MCO chooses to continue



#### From Need to Approved/Revised Service

- Proposal
- Approval of concept to meet need
- Development/revision of definition
- Submission to DMA for approval
- "In Lieu Of" service amended in DMA contract, (b)(3) service approved

#### Proposal

- Basis of the Need
- Type of service needed can this need be met through a change to an existing (b)(3) or "In Lieu Of" definition or is a new service needed
- Where the new service/revised service aligns in the benefit plan and why
- Information to support the service being requested
  - population
  - service model
  - outcomes
  - data

#### Service Definition Design: It takes a Village

Committee led by the Chief Medical Officer reviews the proposal and makes the final determination to make the change to the benefit plan

Cross Functional Teamrevises or designs the definitionMedical OfficeNetwork ManagementRegulatory AffairsFinanceQuality ManagementUtilizationCare CoordinationManagement

Developing/Revising a Definition: Key Issues to Consider

- Definition clarity
- Staffing expectations
- If "In Lieu Of" what service is it replacing
- Service concurrency
- Cost analysis getting it right
- Rate structure

#### Implementation: Key Issues for Consideration

- Pilot or area wide implementation
- Identification of Providers: Who and how many, sufficient access, sustainability
- Active Collaboration with the identified provider
- Is the service available through Medicaid and State Funding - "Seamless System"
- Training, training, training
- Good communication with the provider as you implement

#### Payment Structure

- What rate structure will provide the greatest outcome for the service
- Coding to make the rate structure work
- Options currently in use: shared risk, bundled rates, case rates, per diem
- Making the payment structure similar

### (b)(3) Services Available to Cardinal Innovations Members

- Community Guide
- Community Transition
- DI Service Array
- In-Home Skill Building\*
- Individual Supports
- Intensive Recovery Supports\*

- Peer Support
- Psychiatric Consultation
- Respite
- Supported Employment
- Transitional Living\*



"In Lieu Of" Services Available to Cardinal Innovations Members

- ACT Step Down
- Family Centered Treatment<sup>®</sup> (FCT<sup>®</sup>)
- In Home Therapy Services (IHTS)
- Rapid Care
- Residential Services Complex Needs



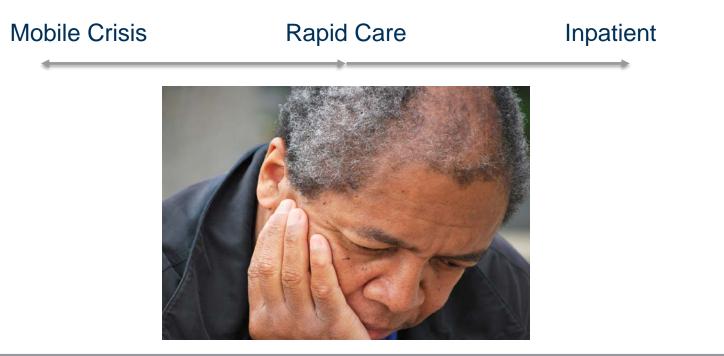
#### Innovation for Child Mental Health



Copyright © 2018 Cardinal Innovations Healthcare. All rights reserved.



#### Innovation for Crisis Continuum



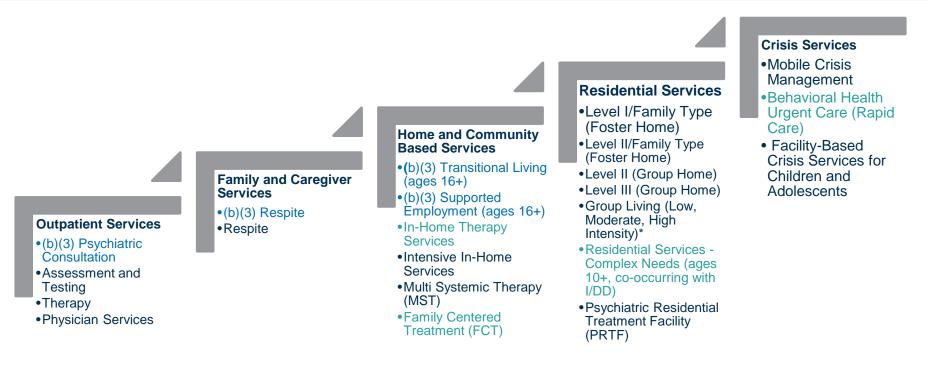


#### Innovations for Dually Diagnosed Children and Adults





#### Example of Integrated Service Array: Child Mental Health





#### Lessons Learned in Innovation

- If you build it, they may not come
- Small changes can yield big benefits
- Monitor, evaluate, modify
- Choose reasonable measurements
- Clear, consistent communication

#### Considerations for the Future

# Maintaining benefit plan flexibility will be vital as we implement Medicaid Reform

- The (b)(3) services need to be included in the benefit package
- MCOs need the continued ability to develop "In Lieu Of " services to address benefit plan gaps
- A comprehensive, nimble benefit plan will be vital to the success of the Tailored Plans

#### Questions/Discussion

#### For more information contact:

Andrea Misenheimer Director of Regulatory Affairs

**Cardinal Innovations Healthcare** 

704-305-2120

andrea.msienheimer@cardinalinnovations.org