



Centennial Care:

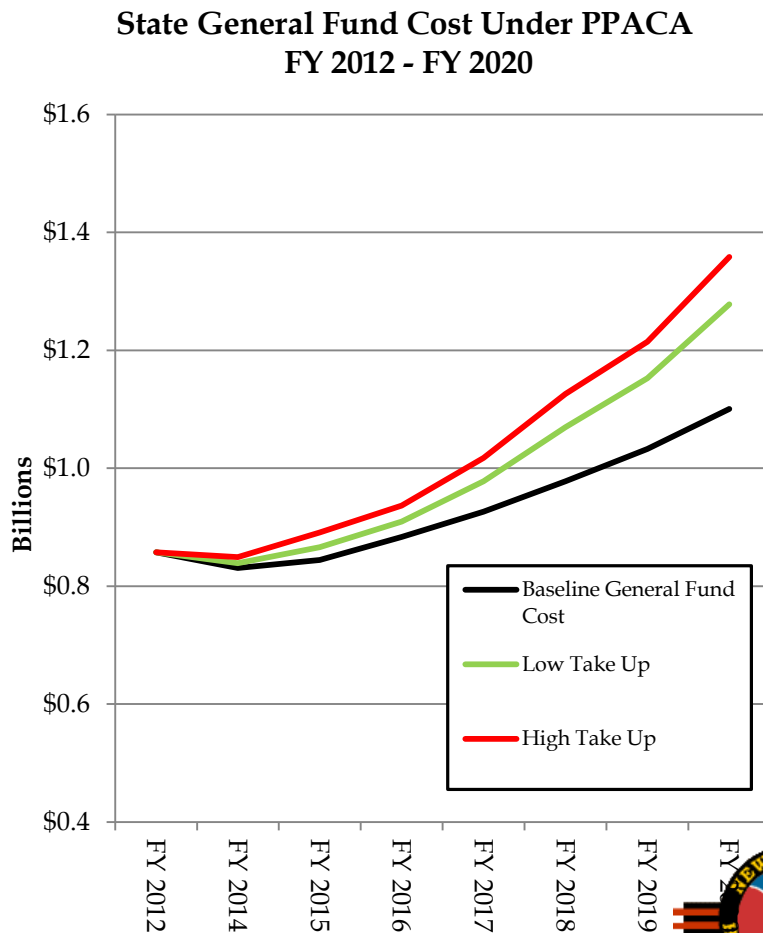
Medicaid Modernization & Efforts to Expand Access & Improve Quality

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Centennial Care

- ◆ Currently, the Medicaid program is 16% of the state budget.
- ◆ Health care costs continue to increase.
 - 5.8% a year through 2020 according to the Centers for Medicare and Medicaid Services actuaries. This rate is faster than the economy is expected to grow this decade.
- ◆ Even with three years of 100% federal funding for newly eligible enrollees under the Federal Health Care Reform, the State's Medicaid bill will continue to rise dramatically.



Centennial Care: Medicaid Costs

- ◆ 16% of the State budget is dedicated to Medicaid
- ◆ Health care costs will increase 5.8% / year thru 2020, and faster than economy will grow. (CMS actuaries)
- ◆ Costs for the State will rise despite the 100% federal funding for new enrollees under the Federal Health Care Reform.



New Mexico's Medicaid Modernization Effort

◆ Four Goals:

- Assure Medicaid recipients receive the right amount of care at the right time, in the most cost-effective settings
- Assure that care is measured for quality, not quantity
- Slow the rate of growth of program costs without cutting services, eligibility or provider rates
- Streamlining and modernizing the program administratively



New Mexico's Medicaid Modernization Effort

- ◆ Two Principles of Centennial Care Can Help Address Workforce Issues:
 - A Comprehensive Service Delivery System
 - Payment Reform



New Mexico's Medicaid Modernization Effort

- ◆ Principle 1: A Comprehensive Service Delivery System
 - Manage Care to Recipients
 - Comprehensive care coordination process
 - Health literacy for recipients
 - Reintegration of behavioral health
 - Maximize use of technology for rural/frontier regions
 - Better use of school based clinics



New Mexico's Medicaid Modernization Effort

- ◆ Comprehensive Care Coordination Process Can Increase Access to and Quality of Care
 - MCOs developing Patient Centered Medical Homes
 - Behavioral-Physical Health Home model
 - Intensive care management/coordination for those with SMI/SED and chronic medical conditions
 - Expanded multi-disciplinary teams, MD, APCs, RN, CHW/CSW
 - Physical Health Homes for other patient populations



New Mexico's Medicaid Modernization Effort

- ◆ Maximize technology for rural and frontier regions
 - Provider shortage deepens with expansion of Medicaid
 - Long waitlist for sub-specialty consults in urban areas
 - Telemedicine is an important tool for delivery of care and retention of providers:
 - Specialty consults
 - Education forum for rural providers
 - Develop local expertise/referral options
 - Reinforcing quality and best practices



New Mexico's Medicaid Modernization Effort

- ◆ Payment Reform allows for rewarding plans and providers who practice cost-effective medicine targeted at:
 - Outcomes rather than process
 - Quality rather than quantity
 - Pilot projects allow for road testing of new models
 - Pediatric Asthma/Diabetes
 - Readmissions for Coronary/Pulmonary Disease
 - Peer to peer effectiveness reporting



THANK YOU!

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New Mexico Human Services Department