

Long-Term Services and Supports Savings and Reforms

August 22, 2016



SNP: Current Waivers

ARChoices

- Services based on assessed need to allow physically-disabled adults and the frail elderly to remain home.
- 7,626 clients.

Living Choices

- Places physically-disabled adults and the frail elderly in assisted living facilities.
- 1,200 clients.

SNP: LTSS Savings & Reforms

Waivers for Home and Community-Based Services

- The ARChoices waiver, approved by CMS effective January 1, 2016, combines the Alternatives for Adults with Physical Disabilities and ElderChoices waivers.
- The Living Choices Assisted Living waiver was approved by CMS with effective date as February, 1, 2016. Legislative approval was completed Friday, August 19.
 - Increased waiver slots from 1,000 to 1,200.
- Both waivers base eligibility, level of care, and allocation of resources and services to an independent assessment to ensure the services provided appropriately match the recipient's assessed needs (*TSG Rec.*).

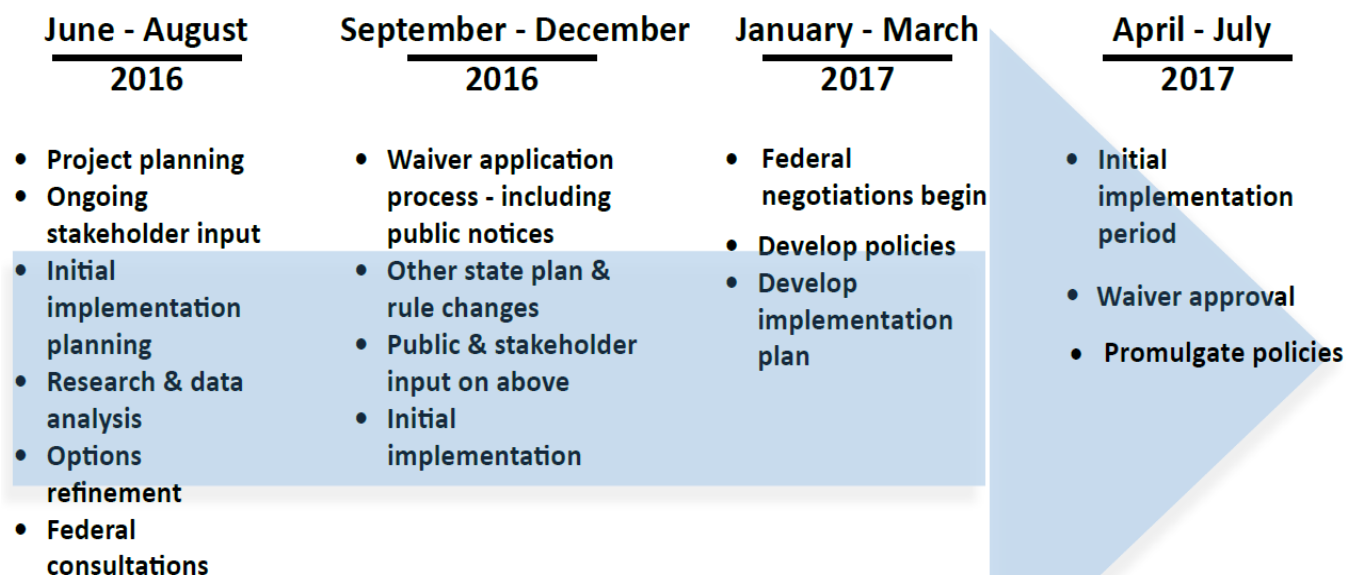
SNP: LTSS Savings & Reforms

DHS/LTSS Memorandum of Understanding

- Details specific agreement on reforms designed to improve long term services and supports service system.
- Meet Governor's directive for savings of \$250M over a five-year period.
- Encourages a smart re-balancing of services by increasing access to, strengthening and providing more options of choice in home- and community-based services (*TSG Rec.*).
- Creates a tiered-based, person-centered plan of care, tied to an independent assessment, to ensure beneficiaries are served in the most appropriate setting (*TSG Rec.*).
- Elimination of the provisional rate.
- Places a cap on the current number of licensed nursing home beds.

SNP: LTSS Savings & Reform

Long Term Care Savings & Reform Timeline*



* Timeline subject to change based on federal negotiations, legislative process and stakeholder input.



LTSS Savings & Reform–Promulgation Timeline

Elimination of Provisional Rates

- Rule drafting complete by mid-September.
- Public Comment from mid-September to mid-October.
- Promulgate in November.

Moratorium and Cap on Population-Based Certificates of Need for new NH Beds

- Rule drafting complete by mid-September.
- Public Comment from mid-September to mid-October.
- Promulgate in November.

LTSS Savings & Reform–Promulgation Timeline

Reduce Cap in NH Rate Methodology for Liability Insurance

- Rule drafting complete by mid-September; submit to CMS for amendment to state plan and NH rate methodology.
- Public Comment from mid-October to mid-November.
- Promulgate in December.

LTSS Savings & Reform–Promulgation Timeline

Implement Reforms to Comply with Objectives in MOU and Savings Commitment to Include Drafting And/Or Amendments to Waivers/State Plans

- Review data/costs—Fall 2016.
- Draft state plan/waiver applications and/or amendments—Fall 2016/January 2017.
- Stakeholder input — Fall 2016—January 2017.
- CMS Review and approval — February-May 2017.
- Promulgation — June-July 2017.

LTSS Savings & Reform–Promulgation Timeline

Personal Care—Add Independent Assessment and Prior Authorization of Services *(Address and consider short-term reforms to address OMIG concerns while developing a long-term reform path for personal care to match objectives in MOU.)*