Department of Health & Human Services
Centers for Medicare & Medicaid Services
233 North Michigan Avenue, Suite 600
Chicago, Illinois 60601-5519

CMS
CENTERS for MEDICARE & MEDICAID SERVICES

DEC 23 2011

Stephen Fitton, Director
Medical Services Administration
Michigan Department of Community Health
Capitol Commons Center
400 South Pine
P.O. Box 30479
Lansing, Michigan 48913

Dear Mr. Fitton:

The Centers for Medicare & Medicaid Services (CMS) approves Michigan's 1915(b)(4) renewal waiver application for the Healthy Kids Dental Program. The CMS has assigned this waiver renewal control number MI-15.R01.00. The effective dates of this waiver are January 1, 2012 to December 31, 2013.

The CMS authorizes the State to utilize §1915(b)(4) authority within the Social Security Act (the Act). The State has also chosen to waive §1902(a)(1).

The CMS has based this decision on evidence the State submitted that demonstrates the information contained in the 1915(b) waiver application is consistent with the purposes of the Medicaid program, as well as other assurances that the State will meet all applicable statutory and regulatory requirements in the operation of this 1915(b) waiver program.

If you have any questions, please contact Cathy Song at (312)353-5184 or Catherine.Song1@cms.hhs.gov.

Sincerely,

Verlon Johnson
Associate Regional Administrator
Division of Medicaid and Children's Health Operations

cc: Jacqueline Coleman
Kathy Stiffler
Daniel McCarthy, CMCS

Facesheet: 1. Request Information (1 of 2)

A. The **State** of **Michigan** requests a waiver/amendment under the authority of section 1915(b) of the Act. The Medicaid agency will directly operate the waiver.

B. Name of Waiver Program(s): Please list each program name the waiver authorizes.

Short title (nickname)	Long title	Type of Program	
HKD	Healthy Kids Dental	PAHP;	

Waiver Application Title (*optional - this title will be used to locate this waiver in the finder*):
Healthy Kids Dental Waiver Renewal 2011

C. Type of Request. This is an:

☑ **Renewal request.**

☑ **This is the first time the State is using this waiver format to renew an existing waiver.**

The renewal modifies (Sect/Part):
Renewing the Healthy Kids Dental Waiver MI-15. Extension expires 12/31/2011. The most significant changes in this waiver are the expansion into four additional counties (Mason, Muskegon, Newaygo, Oceana) and the modification of the payment methodology.

☑ **Migration Waiver** - this is an existing approved waiver

☑ **Renewal of Waiver:**

Provide the information about the original waiver being migrated

Base Waiver Number: 0015

Amendment Number (if applicable): 1

Effective Date: *(mm/dd/yy)* 01/01/12

Requested Approval Period: *(For waivers requesting three, four, or five year approval periods, the waiver must serve individuals who are dually eligible for Medicaid and Medicare.)*

○ **1 year** ◉ **2 years** ○ **3 years** ○ **4 years** ○ **5 years**

Draft ID: MI.19.01.00
Waiver Number: MI.0015.R01.00

D. Effective Dates: This renewal is requested for a period of 2 years. (For beginning date for an initial or renewal request, please choose first day of a calendar quarter, if possible, or if not, the first day of a month. For an amendment, please identify the implementation date as the beginning date, and end of the waiver period as the end date)

Proposed Effective Date: *(mm/dd/yy)*
01/01/12

Proposed End Date: 12/31/13
Calculated as "Proposed Effective Date" (above) plus two years minus one day.
Approved Effective Date: 01/01/12

Facesheet: 2. State Contact(s) (2 of 2)

E. State Contact: The state contact person for this waiver is below:

Name:	Jacqueline Coleman	**Phone:**	(517) 241-7172	**Ext:**	☐ **TTY**
Fax:	(517) 241-5112	**E-mail:**	ColemanJ@michigan.gov		

If the State contact information is different for any of the authorized programs, please check the program name below and provide the contact information.
The State contact information is different for the following programs:

☐ **Healthy Kids Dental**

Note: If no programs appear in this list, please define the programs authorized by this waiver on the first page of the

Section A: Program Description

Part I: Program Overview

Tribal consultation.
For initial and renewal waiver requests, please describe the efforts the State has made to ensure Federally recognized tribes in the State are aware of and have had the opportunity to comment on this waiver proposal.
The quarterly Tribal Health Directors meeting offers Tribal chairs and the health directors an opportunity to be updated on the activities, operations, and changes of the Medicaid Managed Care Program.

Program History.
For renewal waivers, please provide a brief history of the program(s) authorized under the waiver. Include implementation date and major milestones (phase-in timeframe; new populations added; major new features of existing program; new programs added).
In 1997–98, the Michigan Department of Community Health (MDCH), which administers Michigan's Medicaid and MIChild programs convened a Task Force to evaluate long standing problems in Medicaid's dental program. The Task Force proposed budgetary increases, new administrative options, and a new delivery system. With political support from a broad array of stakeholders, primarily the Michigan Primary Care Association, University of Michigan Dental School and Michigan Dental Association, the state legislature appropriated $10.9 million for FY 2000 to expand access to oral health services for Medicaid beneficiaries, focusing on rural areas. Approximately half the appropriation was used to create a new Medicaid managed care dental service delivery model, called Healthy Kids Dental (HKD).

Healthy Kids Dental functions similar to commercial dental insurance. In establishing HKD as a demonstration within specific counties, the MDCH contracted with a dental insurance carrier, Delta Dental Plan of Michigan—a nonprofit service corporation that administers group dental benefits for more than 3 million people—to administer the Medicaid dental benefit in accordance with its own standard procedures, claim form, and payment levels and mechanisms. HKD enrollees receive a member identification card that looks very similar to that given to commercial enrollees and may use any Delta network dentist. In May 2000, the state converted the traditional dental coverage of all Medicaid-enrolled children in 22 of Michigan's 83 counties to HKD.

Since the inception of the program, Michigan has expanded the service area covered by the HKD program on several occasions.
• October 2000 - expanded to 15 more counties (total number of counties served by HKD increased to 37)
• May 2006 – expanded to 22 more counties (total number of counties served by HKD increased to 59)
• July 2008 – expanded to 2 urban counties(total number of counties served by HKD increased to 61)
With this waiver renewal, MI seeks to expand to four additional counties ((Mason, Muskegon, Newaygo, Oceana)bring the total counties served to 65.

In 2009, Healthy Kids Dental contract was included in the Contracts Management module of new Medicaid Management Information System (CHAMPS). This facilitates tracking the number of children with both commercial and Healthy Kids Dental insurance. In 2010, the submission and monitoring of encounter data was also incorporated into CHAMPS. This enables the Department to produce regular and ad hoc reports on the types and number of dental services provided to Medicaid beneficiaries.

In 2010, administration of the Healthy Kids Dental waiver program transferred to the Managed Care Plan Division to allow Michigan to take advantage of economies of scale in the management of the contract. The transfer also allows Michigan to better monitor the contract by learning from best practices developed through the monitoring of the Medicaid Health Plans.

Section A: Program Description

Part I: Program Overview

A. Statutory Authority (1 of 3)

1. **Waiver Authority.** The State's waiver program is authorized under section 1915(b) of the Act, which permits the Secretary to waive provisions of section 1902 for certain purposes. Specifically, the State is relying upon authority

provided in the following subsection(s) of the section 1915(b) of the Act (if more than one program authorized by this waiver, please list applicable programs below each relevant authority):

a. ☐ **1915(b)(1)** - The State requires enrollees to obtain medical care through a primary care case management (PCCM) system or specialty physician services arrangements. This includes mandatory capitated programs.
-- *Specify Program Instance(s) applicable to this authority*
☐ **HKD**

b. ☐ **1915(b)(2)** - A locality will act as a central broker (agent, facilitator, negotiator) in assisting eligible individuals in choosing among PCCMs or competing MCOs/PIHPs/PAHPs in order to provide enrollees with more information about the range of health care options open to them.
-- *Specify Program Instance(s) applicable to this authority*
☐ **HKD**

c. ☐ **1915(b)(3)** - The State will share cost savings resulting from the use of more cost-effective medical care with enrollees by providing them with additional services. The savings must be expended for the benefit of the Medicaid beneficiary enrolled in the waiver. Note: this can only be requested in conjunction with section 1915(b)(1) or (b)(4) authority.
-- *Specify Program Instance(s) applicable to this authority*
☐ **HKD**

d. ☑ **1915(b)(4)** - The State requires enrollees to obtain services only from specified providers who undertake to provide such services and meet reimbursement, quality, and utilization standards which are consistent with access, quality, and efficient and economic provision of covered care and services. The State assures it will comply with 42 CFR 431.55(f).
-- *Specify Program Instance(s) applicable to this authority*
☐ **HKD**

The 1915(b)(4) waiver applies to the following programs
☐ **MCO**
☐ **PIHP**
☑ **PAHP**
☐ **PCCM** (Note: please check this item if this waiver is for a PCCM program that limits who is eligible to be a primary care case manager. That is, a program that requires PCCMs to meet certain quality/utilization criteria beyond the minimum requirements required to be a fee-for-service Medicaid contracting provider.)
☐ **FFS** Selective Contracting program
Please describe:

Section A: Program Description

Part I: Program Overview

A. Statutory Authority (2 of 3)

2. **Sections Waived.** Relying upon the authority of the above section(s), the State requests a waiver of the following sections of 1902 of the Act (if this waiver authorizes multiple programs, please list program(s) separately under each applicable statute):

a. ☑ **Section 1902(a)(1)** - Statewideness--This section of the Act requires a Medicaid State plan to be in effect in all political subdivisions of the State. This waiver program is not available throughout the State.
-- *Specify Program Instance(s) applicable to this statute*
☑ **HKD**

b. ☐ **Section 1902(a)(10)(B)** - Comparability of Services--This section of the Act requires all services for categorically needy individuals to be equal in amount, duration, and scope. This waiver program includes additional benefits such as case management and health education that will not be available to other Medicaid beneficiaries not enrolled in the waiver program.
-- *Specify Program Instance(s) applicable to this statute*

HKD

c. Section 1902(a)(23) - Freedom of Choice--This Section of the Act requires Medicaid State plans to permit all individuals eligible for Medicaid to obtain medical assistance from any qualified provider in the State. Under this program, free choice of providers is restricted. That is, beneficiaries enrolled in this program must receive certain services through an MCO, PIHP, PAHP, or PCCM.
-- *Specify Program Instance(s) applicable to this statute*
HKD

d. Section 1902(a)(4) - To permit the State to mandate beneficiaries into a single PIHP or PAHP, and restrict disenrollment from them. (If state seeks waivers of additional managed care provisions, please list here).

-- *Specify Program Instance(s) applicable to this statute*
HKD

e. Other Statutes and Relevant Regulations Waived - Please list any additional section(s) of the Act the State requests to waive, and include an explanation of the request.

-- *Specify Program Instance(s) applicable to this statute*
HKD

Section A: Program Description

Part I: Program Overview

A. Statutory Authority (3 of 3)

Additional Information. Please enter any additional information not included in previous pages:
This is the first waiver period under which MI is moving from a selective contract waiver request to a PAHP waiver request subject to additional provisions of 42 CFR 438. Therefore, MI is working with CMS to determine which provisions must be incorporated into the contract and which provisions may be waived as not applicable to the dental contract.

Section A: Program Description

Part I: Program Overview

B. Delivery Systems (1 of 3)

1. **Delivery Systems.** The State will be using the following systems to deliver services:

a. MCO: Risk-comprehensive contracts are fully-capitated and require that the contractor be an MCO or HIO. Comprehensive means that the contractor is at risk for inpatient hospital services and any other mandatory State plan service in section 1905(a), or any three or more mandatory services in that section. References in this preprint to MCOs generally apply to these risk-comprehensive entities.

b. PIHP: Prepaid Inpatient Health Plan means an entity that: (1) provides medical services to enrollees under contract with the State agency, and on the basis of prepaid capitation payments or other payment arrangements that do not use State Plan payment rates; (2) provides, arranges for, or otherwise has responsibility for the provision of any inpatient hospital or institutional services for its enrollees; and (3) does not have a comprehensive risk contract. Note: this includes MCOs paid on a non-risk basis.
- The PIHP is paid on a risk basis
- The PIHP is paid on a non-risk basis

c. PAHP: Prepaid Ambulatory Health Plan means an entity that: (1) provides medical services to enrollees under contract with the State agency, and on the basis of prepaid capitation payments, or

other payment arrangements that do not use State Plan payment rates; (2) does not provide or arrange for, and is not otherwise responsible for the provision of any inpatient hospital or institutional services for its enrollees; and (3) does not have a comprehensive risk contract. This includes capitated PCCMs.

- (●) **The PAHP is paid on a risk basis**
- ( ) **The PAHP is paid on a non-risk basis**

d. [ ] **PCCM:** A system under which a primary care case manager contracts with the State to furnish case management services. Reimbursement is on a fee-for-service basis. Note: a capitated PCCM is a PAHP.

e. [ ] **Fee-for-service (FFS) selective contracting:** State contracts with specified providers who are willing to meet certain reimbursement, quality, and utilization standards.

- ( ) **the same as stipulated in the state plan**
- ( ) **different than stipulated in the state plan**

Please describe:

f. [ ] **Other:** (Please provide a brief narrative description of the model.)

Section A: Program Description

Part I: Program Overview

B. Delivery Systems (2 of 3)

2. **Procurement.** The State selected the contractor in the following manner. Please complete for each type of managed care entity utilized (e.g. procurement for MCO; procurement for PIHP, etc):

[ ] **Procurement for MCO**

- ( ) **Competitive** procurement process (e.g. Request for Proposal or Invitation for Bid that is formally advertised and targets a wide audience)
- ( ) **Open** cooperative procurement process (in which any qualifying contractor may participate)
- ( ) **Sole source** procurement
- ( ) **Other** (please describe)

[ ] **Procurement for PIHP**

- ( ) **Competitive** procurement process (e.g. Request for Proposal or Invitation for Bid that is formally advertised and targets a wide audience)
- ( ) **Open** cooperative procurement process (in which any qualifying contractor may participate)
- ( ) **Sole source** procurement
- ( ) **Other** (please describe)

[✓] **Procurement for PAHP**

- ( ) **Competitive** procurement process (e.g. Request for Proposal or Invitation for Bid that is formally advertised and targets a wide audience)
- ( ) **Open** cooperative procurement process (in which any qualifying contractor may participate)

- (●) **Sole source** procurement
- ( ) **Other** (please describe)

☐ **Procurement for PCCM**

- ( ) **Competitive** procurement process (e.g. Request for Proposal or Invitation for Bid that is formally advertised and targets a wide audience)
- ( ) **Open** cooperative procurement process (in which any qualifying contractor may participate)
- ( ) **Sole source** procurement
- ( ) **Other** (please describe)

☐ **Procurement for FFS**

- ( ) **Competitive** procurement process (e.g. Request for Proposal or Invitation for Bid that is formally advertised and targets a wide audience)
- ( ) **Open** cooperative procurement process (in which any qualifying contractor may participate)
- ( ) **Sole source** procurement
- ( ) **Other** (please describe)

Section A: Program Description

Part I: Program Overview

B. Delivery Systems (3 of 3)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

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C. Choice of MCOs, PIHPs, PAHPs, and PCCMs (1 of 3)

1. **Assurances.**
   - ☑ The State assures CMS that it complies with section 1932(a)(3) of the Act and 42 CFR 438.52, which require that a State that mandates Medicaid beneficiaries to enroll in an MCO, PIHP, PAHP, or PCCM must give those beneficiaries a choice of at least two entities.
     - ☑ The State seeks a waiver of section 1932(a)(3) of the Act, which requires States to offer a choice of more than one PIHP or PAHP per 42 CFR 438.52. Please describe how the State will ensure this lack of choice of PIHP or PAHP is not detrimental to beneficiaries' ability to access services.

       Based on the county of residence, eligible beneficiaries are automatically enrolled with the dental Contractor. State of Michigan has a single dental Contractor that operates with a network of dentists. Beneficiaries are notified that they are part of the dental plan and the Contractor provides a list of participating dentists in the geographical area in which the beneficiary resides. Beneficiaries enrolled in the dental plan with the Contractor receive a member packet that describes the dental plan along with a list of participating dentists within their geographical area. Beneficiaries have freedom of choice from among the participating network of dentists. The Contractor has customer service staff to assist beneficiaries with locating and choosing a dentist.

       Currently, the dental plan is operating in 61 of Michigan's 83 counties.

2. **Details.** The State will provide enrollees with the following choices (please replicate for each program in waiver):
   Program: " **Healthy Kids Dental.** *"*
   - ☐ **Two or more MCOs**
   - ☐ **Two or more primary care providers within one PCCM system.**
   - ☐ **A PCCM or one or more MCOs**
   - ☐ **Two or more PIHPs.**
   - ☐ **Two or more PAHPs.**
   - ☑ **Other:**

     please describe
     Two or more dental providers within one Dental Contractor provider network panel.

Section A: Program Description

Part I: Program Overview

C. Choice of MCOs, PIHPs, PAHPs, and PCCMs (2 of 3)

3. **Rural Exception.**
   ☐ The State seeks an exception for rural area residents under section 1932(a)(3)(B) of the Act and 42 CFR 438.52 (b), and assures CMS that it will meet the requirements in that regulation, including choice of physicians or case managers, and ability to go out of network in specified circumstances. The State will use the rural exception in the following areas ("rural area" must be defined as any area other than an "urban area" as defined in 42 CFR 412.62 (f)(1)(ii)):

4. **1915(b)(4) Selective Contracting.**
   ○ **Beneficiaries will be limited to a single provider in their service area**
   Please define service area.

   ○ **Beneficiaries will be given a choice of providers in their service area**

Section A: Program Description

Part I: Program Overview

C. Choice of MCOs, PIHPs, PAHPs, and PCCMs (3 of 3)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

Part I: Program Overview

D. Geographic Areas Served by the Waiver (1 of 2)

1. **General.** Please indicate the area of the State where the waiver program will be implemented. (If the waiver authorizes more than one program, please list applicable programs below item(s) the State checks.
   - ■ **Statewide** -- all counties, zip codes, or regions of the State
     -- *Specify Program Instance(s) for Statewide*
     - ☐ **HKD**
   - ■ **Less than Statewide**
     -- *Specify Program Instance(s) for Less than Statewide*

☑ **HKD**

2. **Details.** Regardless of whether item 1 or 2 is checked above, please list in the chart below the areas (i.e., cities, counties, and/or regions) and the name and type of entity or program (MCO, PIHP, PAHP, HIO, PCCM or other entity) with which the State will contract.

City/County/Region	Type of Program (PCCM, MCO, PIHP, or PAHP)	Name of Entity (for MCO, PIHP, PAHP)
ALCONA	PAHP	DELTA DENTAL PLAN OF MI
ALGER	PAHP	DELTA DENTAL PLAN OF MI
ALLEGAN	PAHP	DELTA DENTAL PLAN OF MI
ALPENA	PAHP	DELTA DENTAL PLAN OF MI
ANTRIM	PAHP	DELTA DENTAL PLAN OF MI
ARENAC	PAHP	DELTA DENTAL PLAN OF MI
BARAGA	PAHP	DELTA DENTAL PLAN OF MI
BARRY	PAHP	DELTA DENTAL PLAN OF MI
BENZIE	PAHP	DELTA DENTAL PLAN OF MI
BRANCH	PAHP	DELTA DENTAL PLAN OF MI
CHARLEVOIX	PAHP	DELTA DENTAL PLAN OF MI
CHEBOYGAN	PAHP	DELTA DENTAL PLAN OF MI
CHIPPEWA	PAHP	DELTA DENTAL PLAN OF MI
CLARE	PAHP	DELTA DENTAL PLAN OF MI
CLINTON	PAHP	DELTA DENTAL PLAN OF mi
CRAWFORD	PAHP	DELTA DENTAL PLAN OF MI
DELTA	PAHP	DELTA DENTAL PLAN OF MI
DICKINSON	PAHP	DELTA DENTAL PLAN OF MI
EATON	PAHP	DELTA DENTAL PLAN OF MI
EMMET	PAHP	DELTA DENTAL PLAN OF MI
GENESEE	PAHP	DELTA DENTAL PLAN OF MI
GLADWIN	PAHP	DELTA DENTAL PLAN OF MI
GOGEBIC	PAHP	DELTA DENTAL PLAN OF MI
GRATIOT	PAHP	DELTA DENTAL PLAN OF MI
HILLSDALE	PAHP	DELTA DENTAL PLAN OF MI
HOUGHTON	PAHP	DELTA DENTAL PLAN OF MI
HURON	PAHP	DELTA DENTAL PLAN OF MI
IONIA	PAHP	DELTA DENTAL PLAN OF MI
IOSCO	PAHP	DELTA DENTAL PLAN OF MI
IRON	PAHP	DELTA DENTAL PLAN OF MI
ISABELLA	PAHP	DELTA DENTAL PLAN OF MI
KALKASKA	PAHP	DELTA DENTAL PLAN OF MI
KEEWEENAW	PAHP	DELTA DENTAL PLAN OF MI
LAKE	PAHP	DELTA DENTAL PLAN OF MI
LAPEER	PAHP	DELTA DENTAL PLAN OF MI
LEELANAU	PAHP	DELTA DENTAL PLAN OF MI
LENAWEE	PAHP	DELTA DENTAL PLAN OF MI
LIVINGSTON	PAHP	DELTA DENTAL PLAN OF MI

City/County/Region	Type of Program (PCCM, MCO, PIHP, or PAHP)	Name of Entity (for MCO, PIHP, PAHP)
LUCE	PAHP	DELTA DENTAL PLAN OF MI
MACKINAC	PAHP	DELTA DENTAL PLAN OF MI
MANISTEE	PAHP	DELTA DENTAL PLAN OF MI
MARQUETTE	PAHP	DELTA DENTAL PLAN OF MI
MASON	PAHP	DELTA DENTAL PLAN OF MI
MENOMINEE	PAHP	DELTA DENTAL PLAN OF MI
MIDLAND	PAHP	DELTA DENTAL PLAN OF MI
MISSAUKEE	PAHP	DELTA DENTAL PLAN OF MI
MONROE	PAHP	DELTA DENTAL PLAN OF MI
MONTMORENCY	PAHP	DELTA DENTAL PLAN OF MI
MUSKEGON	PAHP	DELTA DENTAL PLAN OF MI
NEWAYGO	PAHP	DELTA DENTAL PLAN OF MI
OCEANA	PAHP	DELTA DENTAL PLAN OF MI
OGEMAW	PAHP	DELTA DENTAL PLAN OF MI
ONTONAGON	PAHP	DELTA DENTAL PLAN OF MI
OSCODA	PAHP	DELTA DENTAL PLAN OF MI
OTSEGO	PAHP	DELTA DENTAL PLAN OF MI
PRESQUE ISLE	PAHP	DELTA DENTAL PLAN OF MI
ROSCOMMON	PAHP	DELTA DENTAL PLAN OF MI
SAGINAW	PAHP	DELTA DENTAL PLAN OF MI
SAINT CLAIR	PAHP	DELTA DENTAL PLAN OF MI
SAINT JOSEPH	PAHP	DELTA DENTAL PLAN OF MI
SANILAC	PAHP	DELTA DENTAL PLAN OF MI
SCHOOLCRAFT	PAHP	DELTA DENTAL PLAN OF MI
SHIAWASSEE	PAHP	DELTA DENTAL PLAN OF MI
TUSCOLA	PAHP	DELTA DENTAL PLAN OF MI
VAN BUREN	PAHP	DELTA DENTAL PLAN OF MI

Section A: Program Description

Part I: Program Overview

D. Geographic Areas Served by the Waiver (2 of 2)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

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E. Populations Included in Waiver (1 of 3)

Please note that the eligibility categories of Included Populations and Excluded Populations below may be modified as needed to fit the State's specific circumstances.

1. **Included Populations.** The following populations are included in the Waiver Program:

Section 1931 Children and Related Populations are children including those eligible under Section 1931, poverty-level related groups and optional groups of older children.

- **Mandatory enrollment**
- **Voluntary enrollment**

Section 1931 Adults and Related Populations are adults including those eligible under Section 1931, poverty-level pregnant women and optional group of caretaker relatives.

- **Mandatory enrollment**
- **Voluntary enrollment**

Blind/Disabled Adults and Related Populations are beneficiaries, age 18 or older, who are eligible for Medicaid due to blindness or disability. Report Blind/Disabled Adults who are age 65 or older in this category, not in Aged.

- **Mandatory enrollment**
- **Voluntary enrollment**

Blind/Disabled Children and Related Populations are beneficiaries, generally under age 18, who are eligible for Medicaid due to blindness or disability.

- **Mandatory enrollment**
- **Voluntary enrollment**

Aged and Related Populations are those Medicaid beneficiaries who are age 65 or older and not members of the Blind/Disabled population or members of the Section 1931 Adult population.

- **Mandatory enrollment**
- **Voluntary enrollment**

Foster Care Children are Medicaid beneficiaries who are receiving foster care or adoption assistance (Title IV-E), are in foster-care, or are otherwise in an out-of-home placement.

- **Mandatory enrollment**
- **Voluntary enrollment**

TITLE XXI SCHIP is an optional group of targeted low-income children who are eligible to participate in Medicaid if the State decides to administer the State Children's Health Insurance Program (SCHIP) through the Medicaid program.

- **Mandatory enrollment**
- **Voluntary enrollment**

Other (Please define):

(NOTE: Foster care children who reside in a Court Treatment Facility, Mental Health Facility, Detention Center, Child Care Institute, out-of-state foster home, out-of-state facility, or in jail are excluded from enrollment)

Section A: Program Description

Part I: Program Overview

E. Populations Included in Waiver (2 of 3)

2. **Excluded Populations.** Within the groups identified above, there may be certain groups of individuals who are excluded from the Waiver Program. For example, the "Aged" population may be required to enroll into the program, but "Dual Eligibles" within that population may not be allowed to participate. In addition, "Section 1931 Children" may be able to enroll voluntarily in a managed care program, but "Foster Care Children" within that population may be excluded from that program. Please indicate if any of the following populations are excluded from participating in the Waiver Program:

- [x] **Medicare Dual Eligible** --Individuals entitled to Medicare and eligible for some category of Medicaid benefits. (Section 1902(a)(10) and Section 1902(a)(10)(E))
- [x] **Poverty Level Pregnant Women** -- Medicaid beneficiaries, who are eligible only while pregnant and for a short time after delivery. This population originally became eligible for Medicaid under the SOBRA legislation.
- [ ] **Other Insurance** --Medicaid beneficiaries who have other health insurance.
- [x] **Reside in Nursing Facility or ICF/MR** --Medicaid beneficiaries who reside in Nursing Facilities (NF) or Intermediate Care Facilities for the Mentally Retarded (ICF/MR).
- [ ] **Enrolled in Another Managed Care Program** --Medicaid beneficiaries who are enrolled in another Medicaid managed care program
- [ ] **Eligibility Less Than 3 Months** --Medicaid beneficiaries who would have less than three months of Medicaid eligibility remaining upon enrollment into the program.
- [ ] **Participate in HCBS Waiver** --Medicaid beneficiaries who participate in a Home and Community Based Waiver (HCBS, also referred to as a 1915(c) waiver).
- [ ] **American Indian/Alaskan Native** --Medicaid beneficiaries who are American Indians or Alaskan Natives and members of federally recognized tribes.
- [ ] **Special Needs Children (State Defined)** --Medicaid beneficiaries who are special needs children as defined by the State. Please provide this definition.

- [x] **SCHIP Title XXI Children** – Medicaid beneficiaries who receive services through the SCHIP program.
- [x] **Retroactive Eligibility** – Medicaid beneficiaries for the period of retroactive eligibility.
- [ ] **Other** (Please define):

Section A: Program Description

Part I: Program Overview

E. Populations Included in Waiver (3 of 3)

Additional Information. Please enter any additional information not included in previous pages:
Foster care children who reside in a Court Treatment Facility, Mental Health Facility, Detention Center, Child Care Institute, out-of-state foster home, out-of-state facility, or in jail are excluded from enrollment)

Section A: Program Description

Part I: Program Overview

F. Services (1 of 5)

List all services to be offered under the Waiver in Appendices D2.S. and D2.A of Section D, Cost-Effectiveness.

1. **Assurances.**

☑ The State assures CMS that services under the Waiver Program will comply with the following federal requirements:

- Services will be available in the same amount, duration, and scope as they are under the State Plan per 42 CFR 438.210(a)(2).
- Access to emergency services will be assured per section 1932(b)(2) of the Act and 42 CFR 438.114.
- Access to family planning services will be assured per section 1905(a)(4) of the Act and 42 CFR 431.51(b)

☐ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of more of the regulatory requirements listed above for PIHP or PAHP programs. Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any. (See note below for limitations on requirements that may be waived).

☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, PAHP, or PCCM contracts for compliance with the provisions of 42 CFR 438.210(a)(2), 438.114, and 431.51 (Coverage of Services, Emergency Services, and Family Planning) as applicable. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

☐ This is a proposal for a 1915(b)(4) FFS Selective Contracting Program only and the managed care regulations do not apply. The State assures CMS that services will be available in the same amount, duration, and scope as they are under the State Plan.

☑ The state assures CMS that it complies with Title I of the Medicare Modernization Act of 2003, in so far as these requirements are applicable to this waiver.

Note: Section 1915(b) of the Act authorizes the Secretary to waive most requirements of section 1902 of the Act for the purposes listed in sections 1915(b)(1)-(4) of the Act. However, within section 1915(b) there are prohibitions on waiving the following subsections of section 1902 of the Act for any type of waiver program:

- Section 1902(s) -- adjustments in payment for inpatient hospital services furnished to infants under age 1, and to children under age 6 who receive inpatient hospital services at a Disproportionate Share Hospital (DSH) facility.
- Sections 1902(a)(15) and 1902(bb) – prospective payment system for FQHC/RHC
- Section 1902(a)(10)(A) as it applies to 1905(a)(2)(C) – comparability of FQHC benefits among Medicaid beneficiaries
- Section 1902(a)(4)(C) -- freedom of choice of family planning providers
- Sections 1915(b)(1) and (4) also stipulate that section 1915(b) waivers may not waive freedom of choice of emergency services providers.

Section A: Program Description

Part I: Program Overview

F. Services (2 of 5)

2. **Emergency Services.** In accordance with sections 1915(b) and 1932(b) of the Act, and 42 CFR 431.55 and 438.114, enrollees in an MCO, PIHP, PAHP, or PCCM must have access to emergency services without prior authorization, even if the emergency services provider does not have a contract with the entity.

   ☑ The PAHP, PAHP, or FFS Selective Contracting program does not cover emergency services.

   Emergency Services Category General Comments (optional):
   Access to emergency services per section 1932(b)(2) of the Act and 42 CFR 438.114 are not applicable to the dental waiver
3. **Family Planning Services.** In accordance with sections 1905(a)(4) and 1915(b) of the Act, and 42 CFR 431.51(b), prior authorization of, or requiring the use of network providers for family planning services is prohibited under the waiver program. Out-of-network family planning services are reimbursed in the following manner:

   ☐ The MCO/PIHP/PAHP will be required to reimburse out-of-network family planning services.

☐ The MCO/PIHP/PAHP will be required to pay for family planning services from network providers, and the State will pay for family planning services from out-of-network providers.

☐ The State will pay for all family planning services, whether provided by network or out-of-network providers.

☑ Other (please explain):
Access to family planning services per section 1905(a)(4) of the Act and 42 CFR 431.51(b) are not applicable to the dental waiver

☐ Family planning services are not included under the waiver.

Family Planning Services Category General Comments (optional):

Section A: Program Description

Part I: Program Overview

F. Services (3 of 5)

4. **FQHC Services.** In accordance with section 2088.6 of the State Medicaid Manual, access to Federally Qualified Health Center (FQHC) services will be assured in the following manner:

☐ The program is **voluntary**, and the enrollee can disenroll at any time if he or she desires access to FQHC services. The MCO/PIHP/PAHP/PCCM is not required to provide FQHC services to the enrollee during the enrollment period.

☐ The program is **mandatory** and the enrollee is guaranteed a choice of at least one MCO/PIHP/PAHP/PCCM which has at least one FQHC as a participating provider. If the enrollee elects not to select a MCO/PIHP/PAHP/PCCM that gives him or her access to FQHC services, no FQHC services will be required to be furnished to the enrollee while the enrollee is enrolled with the MCO/PIHP/PAHP/PCCM he or she selected. Since reasonable access to FQHC services will be available under the waiver program, FQHC services outside the program will not be available. Please explain how the State will guarantee all enrollees will have a choice of at least one MCO/PIHP/PAHP/PCCM with a participating FQHC:

☑ The program is **mandatory** and the enrollee has the right to obtain FQHC services **outside** this waiver program through the regular Medicaid Program.

FQHC Services Category General Comments (optional):
The Contractor is required to allow enrolees access to FQHC services out-of-network without requiring prior authorization.

5. **EPSDT Requirements.**

☑ The managed care programs(s) will comply with the relevant requirements of sections 1905(a)(4)(b) (services), 1902(a)(43) (administrative requirements including informing, reporting, etc.), and 1905(r) (definition) of the Act related to Early, Periodic Screening, Diagnosis, and Treatment (EPSDT) program.

EPSDT Requirements Category General Comments (optional):
Only dental EPSDT services are covered under this waiver

Section A: Program Description

Part I: Program Overview

F. Services (4 of 5)

6. **1915(b)(3) Services.**

☐ This waiver includes 1915(b)(3) expenditures. The services must be for medical or health-related care, or other services as described in 42 CFR Part 440, and are subject to CMS approval. Please describe below what these expenditures are for each waiver program that offers them. Include a description of the populations eligible, provider type, geographic availability, and reimbursement method.

1915(b)(3) Services Requirements Category General Comments:

7. Self-referrals.

☑ The State requires MCOs/PIHPs/PAHPs/PCCMs to allow enrollees to self-refer (i.e. access without prior authorization) under the following circumstances or to the following subset of services in the MCO/PIHP/PAHP/PCCM contract:

Self-referrals Requirements Category General Comments:
FQHC dental services

8. Other.

☐ Other (Please describe)

Section A: Program Description

Part I: Program Overview

F. Services (5 of 5)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

Part II: Access

A. Timely Access Standards (1 of 7)

Each State must ensure that all services covered under the State plan are available and accessible to enrollees of the 1915(b) Waiver Program. Section 1915(b) of the Act prohibits restrictions on beneficiaries' access to emergency services and family planning services.

1. Assurances for MCO, PIHP, or PAHP programs

☑ The State assures CMS that it complies with section 1932(c)(1)(A)(i) of the Act and 42 CFR 438.206 Availability of Services; in so far as these requirements are applicable.

☐ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP or PAHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, or PAHP contracts for compliance with the provisions of section 1932(c)(1)(A)(i) of the Act and 42 CFR 438.206 Availability of Services. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

If the 1915(b) Waiver Program does not include a PCCM component, please continue with Part II.B. Capacity Standards.

Section A: Program Description

Part II: Access

A. Timely Access Standards (2 of 7)

2. **Details for PCCM program.** The State must assure that Waiver Program enrollees have reasonable access to services. Please note below the activities the State uses to assure timely access to services.
   a. ☐ **Availability Standards.** The State's PCCM Program includes established maximum distance and/or travel time requirements, given beneficiary's normal means of transportation, for waiver enrollees' access to the following providers. For each provider type checked, please describe the standard.
      1. ☐ PCPs

      Please describe:

      2. ☐ Specialists

      Please describe:

      3. ☐ Ancillary providers

      Please describe:

      4. ☐ Dental

      Please describe:

      5. ☐ Hospitals

      Please describe:

      6. ☐ Mental Health

      Please describe:

      7. ☐ Pharmacies

      Please describe:

8. ☐ Substance Abuse Treatment Providers

Please describe:

9. ☐ Other providers

Please describe:

Section A: Program Description

Part II: Access

A. Timely Access Standards (3 of 7)

2. Details for PCCM program. (Continued)

b. ☐ **Appointment Scheduling**means the time before an enrollee can acquire an appointment with his or her provider for both urgent and routine visits. The State's PCCM Program includes established standards for appointment scheduling for waiver enrollee's access to the following providers.

1. ☐ PCPs

Please describe:

2. ☐ Specialists

Please describe:

3. ☐ Ancillary providers

Please describe:

4. ☐ Dental

Please describe:

5. ☐ Mental Health

Please describe:

6. ☐ Substance Abuse Treatment Providers

Please describe:

7. ☐ Urgent care

Please describe:

8. ☐ Other providers

Please describe:

Section A: Program Description

Part II: Access

A. Timely Access Standards (4 of 7)

2. Details for PCCM program. (Continued)

c. ☐ **In-Office Waiting Times**: The State's PCCM Program includes established standards for in-office waiting times. For each provider type checked, please describe the standard.

1. ☐ PCPs

Please describe:

2. ☐ Specialists

Please describe:

3. ☐ Ancillary providers

Please describe:

4. ☐ Dental

Please describe:

5. ☐ Mental Health

Please describe:

6. ☐ Substance Abuse Treatment Providers

Please describe:

7. ☐ Other providers

Please describe:

Section A: Program Description

Part II: Access

A. Timely Access Standards (5 of 7)

2. **Details for PCCM program.** (Continued)

d. ☐ **Other Access Standards**

Section A: Program Description

Part II: Access

A. Timely Access Standards (6 of 7)

3. **Details for 1915(b)(4)FFS selective contracting programs:** Please describe how the State assures timely access to the services covered under the selective contracting program.

Section A: Program Description

Part II: Access

A. Timely Access Standards (7 of 7)

Additional Information. Please enter any additional information not included in previous pages:
MI utilizes the following timely access standards:

• Time and distance: One of the annual measurements for the evaluator is to review the time and distance for travel for the beneficiaries.

• Waiting times to obtain services: This will be a measurement in the annual beneficiary survey to determine how long it takes to schedule an appointment.

• Provider-to-beneficiary ratios: The State and Contractor has to have a provider-to-beneficiary ratio per county that is at least 20% greater than the current FFS ratio.

• Beneficiary knowledge of how to appropriately access waiver services: Review of the newsletters and all materials developed by the Contractor will be conducted by the State prior to the mailings to beneficiaries.

Section A: Program Description

Part II: Access

B. Capacity Standards (1 of 6)

1. **Assurances for MCO, PIHP, or PAHP programs**

   ☑ The State assures CMS that it complies with section 1932(b)(5) of the Act and 42 CFR 438.207 Assurances of adequate capacity and services, in so far as these requirements are applicable.

   ☐ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP or PAHP programs.

   Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

   ☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, or PAHP contracts for compliance with the provisions of section 1932(b)(5) and 42 CFR 438.207 Assurances of adequate capacity and services. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

If the 1915(b) Waiver Program does not include a PCCM component, please continue with Part II, C. Coordination and Continuity of Care Standards.

Section A: Program Description

Part II: Access

B. Capacity Standards (2 of 6)

2. **Details for PCCM program.** The State must assure that Waiver Program enrollees have reasonable access to services. Please note below which of the strategies the State uses assure adequate provider capacity in the PCCM program.

   a. ☐ The State has set **enrollment limits** for each PCCM primary care provider.

   Please describe the enrollment limits and how each is determined:

   b. ☐ The State ensures that there are adequate number of PCCM PCPs with **open panels**.

   Please describe the State's standard:

   c. ☐ The State ensures that there is an **adequate number** of PCCM PCPs under the waiver assure access to all services covered under the Waiver.

   Please describe the State's standard for adequate PCP capacity:

Section A: Program Description

Part II: Access

B. Capacity Standards (3 of 6)

2. **Details for PCCM program.** (Continued)
   - **d.** ☐ The State compares **numbers of providers** before and during the Waiver.

Provider Type	# Before Waiver	# in Current Waiver	# Expected in Renewal	

Please note any limitations to the data in the chart above:

   - **e.** ☐ The State ensures adequate **geographic distribution** of PCCMs.

Please describe the State's standard:

Section A: Program Description

Part II: Access

B. Capacity Standards (4 of 6)

2. **Details for PCCM program.** (Continued)
   - **f.** ☐ **PCP:Enrollee Ratio**. The State establishes standards for PCP to enrollee ratios.

Area/(City/County/Region)	PCCM-to-Enrollee Ratio	

Please note any changes that will occur due to the use of physician extenders.:

   - **g.** ☐ **Other capacity standards**.

Please describe:

Section A: Program Description

Part II: Access

B. Capacity Standards (5 of 6)

3. **Details for 1915(b)(4)FFS selective contracting programs:** Please describe how the State assures provider capacity has not been negatively impacted by the selective contracting program. Also, please provide a detailed capacity analysis of the number of beds (by type, per facility) – for facility programs, or vehicles (by type, per contractor) – for non-emergency transportation programs, needed per location to assure sufficient capacity under the waiver program. This analysis should consider increased enrollment and/or utilization expected under the waiver.

Section A: Program Description

Part II: Access

B. Capacity Standards (6 of 6)

Additional Information. Please enter any additional information not included in previous pages:
Mi utilizes the following capacity standards:

• In the previous waiver period, provider-to-beneficiary ratio was approximately 1:650 as compared to 1:1400 prior to the waiver under fee-for-service.
• Beneficiaries are not assigned dental providers within the dental plan. They are free to choose among the participating dentists within the dental plan network.
• The Dental Plan contractor has more enrolled providers than fee-for-service. Additionally, many of the fee-for-service enrolled dentists limit the number of Medicaid beneficiaries allowed in their practice.
• With a larger network of participating providers in the dental network, the State has experienced an increase in utilization of dental services and seen the travel distance of the beneficiaries enrolled in the dental plan decrease.

Section A: Program Description

Part II: Access

C. Coordination and Continuity of Care Standards (1 of 5)

1. **Assurances for MCO, PIHP, or PAHP programs**

☑ The State assures CMS that it complies with section 1932(c)(1)(A)(i) of the Act and 42 CFR 438.206 Availability of Services; in so far as these requirements are applicable.

☐ The State seeks a waiver of a waiver of section 1902(a)(4) of the Act, to waive one or more of more of the regulatory requirements listed above for PIHP or PAHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, or PAHP contracts for compliance with the provisions of section 1932(c)(1)(A)(i) of the Act and 42 CFR 438.206 Availability of Services. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

Section A: Program Description

Part II: Access

C. Coordination and Continuity of Care Standards (2 of 5)

2. **Details on MCO/PIHP/PAHP enrollees with special health care needs.**

The following items are required.

a. ☑ The plan is a PIHP/PAHP, and the State has determined that based on the plan's scope of services, and how the State has organized the delivery system, that the **PIHP/PAHP need not meet the requirements** for additional services for enrollees with special health care needs in 42 CFR 438.208.

Please provide justification for this determination:

The waiver covers dental services only. In MI, Persons with Special Health Care Needs are defined as those individuals who age out of the Children's Special Health Care Services (CSHCS) program. Since

the dental waiver only covers children under 21, individuals who age out of the CSHCS program as not eligible for services under this waiver.

b. ☐ **Identification**. The State has a mechanism to identify persons with special health care needs to MCOs, PIHPs, and PAHPs, as those persons are defined by the State.

Please describe:

c. ☐ **Assessment**. Each MCO/PIHP/PAHP will implement mechanisms, using appropriate health care professionals, to assess each enrollee identified by the State to identify any ongoing special conditions that require a course of treatment or regular care monitoring. Please describe:

Please describe the enrollment limits and how each is determined:

d. ☐ **Treatment Plans**. For enrollees with special health care needs who need a course of treatment or regular care monitoring, the State requires the MCO/PIHP/PAHP to produce a treatment plan.If so, the treatment plan meets the following requirements:

1. ☐ Developed by enrollees' primary care provider with enrollee participation, and in consultation with any specialists' care for the enrollee.
2. ☐ Approved by the MCO/PIHP/PAHP in a timely manner (if approval required by plan).
3. ☐ In accord with any applicable State quality assurance and utilization review standards.

Please describe:

e. ☐ **Direct access to specialists**. If treatment plan or regular care monitoring is in place, the MCO/PIHP/PAHP has a mechanism in place to allow enrollees to directly access specialists as appropriate for enrollee's condition and identified needs.

Please describe:

Section A: Program Description

Part II: Access

C. Coordination and Continuity of Care Standards (3 of 5)

3. **Details for PCCM program.** The State must assure that Waiver Program enrollees have reasonable access to services. Please note below which of the strategies the State uses assure adequate provider capacity in the PCCM program.
   - **a.** ☐ Each enrollee selects or is assigned to a **primary care provider** appropriate to the enrollee's needs.
   - **b.** ☐ Each enrollee selects or is assigned to a designated **designated health care practitioner** who is primarily responsible for coordinating the enrollee's overall health care.
   - **c.** ☐ Each enrollee is receives **health education/promotion** information.

     Please explain:

   - **d.** ☐ Each provider maintains, for Medicaid enrollees, **health records** that meet the requirements established by the State, taking into account professional standards.
   - **e.** ☐ There is appropriate and confidential **exchange of information** among providers.

f. ☐ Enrollees receive information about specific health conditions that require **follow-up** and, if appropriate, are given training in self-care.

g. ☐ Primary care case managers **address barriers** that hinder enrollee compliance with prescribed treatments or regimens, including the use of traditional and/or complementary medicine.

h. ☐ **Additional case management** is provided.

Please include how the referred services and the medical forms will be coordinated among the practitioners, and documented in the primary care case manager's files.

i. ☐ **Referrals.**

Please explain in detail the process for a patient referral. In the description, please include how the referred services and the medical forms will be coordinated among the practitioners, and documented in the primary care case managers' files.

Section A: Program Description

Part II: Access

C. Coordination and Continuity of Care Standards (4 of 5)

4. **Details for 1915(b)(4) only programs:** If applicable, please describe how the State assures that continuity and coordination of care are not negatively impacted by the selective contracting program.

Section A: Program Description

Part II: Access

C. Coordination and Continuity of Care Standards (5 of 5)

Additional Information. Please enter any additional information not included in previous pages:
The Contractor has a network of participating dentists and the beneficiaries are able to choose a participating dentist of their choice. Providers are only able to request that the beneficiary be reassigned to a new provider if the patient/provider relationship is not mutually acceptable; if the patient's condition or illness would be better treated by another provider type; or if the provider is no longer operating as a Medicaid dental provider in the beneficiary's service area. If the reassignment is approved, the provider must send a certified letter to the beneficiary acknowledging the change of provider relationship. The Dental Contactor is responsible for assisting the beneficiary in locating a new dental provider.

Section A: Program Description

Part III: Quality

1. **Assurances for MCO or PIHP programs**

☐ The State assures CMS that it complies with section 1932(c)(1)(A)(iii)-(iv) of the Act and 42 CFR 438.202, 438.204, 438.210, 438.214, 438.218, 438.224, 438.226, 438.228, 438.230, 438.236, 438.240, and 438.242 in so far as these regulations are applicable.

☐ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, or PAHP contracts for compliance with the provisions of section 1932(c)(1)(A)(iii)-(iv) of the Act and 42 CFR 438.202, 438.204, 438.210, 438.214, 438.218, 438.224, 438.226, 438.228, 438.230, 438.236, 438.240, and 438.242. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

☐ Section 1932(c)(1)(A)(iii)-(iv) of the Act and 42 CFR 438.202 requires that each State Medicaid agency that contracts with MCOs and PIHPs submit to CMS a written strategy for assessing and improving the quality of managed care services offered by all MCOs and PIHPs.
The State assures CMS that this **quality strategy** was initially submitted to the CMS Regional Office on: _____ *(mm/dd/yy)*

☐ The State assures CMS that it complies with section 1932(c)(2) of the Act and 42 CFR 438 Subpart E, to arrange for an annual, independent, **external quality review** of the outcomes and timeliness of, and access to the services delivered under each MCO/ PIHP contract. Note: EQR for PIHPs is required beginning March 2004.
Please provide the information below (modify chart as necessary):

Program Type	Name of Organization	Activities Conducted		
		EQR study	Mandatory Activities	Optional Activities
MCO				
PIHP				

Section A: Program Description

Part III: Quality

2. Assurances For PAHP program

☑ The State assures CMS that it complies with section 1932(c)(1)(A)(iii)-(iv) of the Act and 42 CFR 438.210, 438.214, 438.218, 438.224, 438.226, 438.228, 438.230 and 438.236, in so far as these regulations are applicable.

☐ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PAHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

☐ The CMS Regional Office has reviewed and approved the PAHP contracts for compliance with the provisions of section 1932(c) (1)(A)(iii)-(iv) of the Act and 42 CFR 438.210, 438.214, 438.218, 438.224, 438.226, 438.228, 438.230 and 438.236. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

Section A: Program Description

Part III: Quality

3. Details for PCCM program. The State must assure that Waiver Program enrollees have access to medically necessary services of adequate quality. Please note below the strategies the State uses to assure quality of care in the PCCM program.

a. ☐ The State has developed a set of overall quality **improvement guidelines** for its PCCM program.

Please describe:

Section A: Program Description

Part III: Quality

3. **Details for PCCM program.** (Continued)
   - **b.** ☐ **State Intervention**: If a problem is identified regarding the quality of services received, the State will intervene as indicated below.
     - **1.** ☐ Provide education and informal mailings to beneficiaries and PCCMs
     - **2.** ☐ Initiate telephone and/or mail inquiries and follow-up
     - **3.** ☐ Request PCCM's response to identified problems
     - **4.** ☐ Refer to program staff for further investigation
     - **5.** ☐ Send warning letters to PCCMs
     - **6.** ☐ Refer to State's medical staff for investigation
     - **7.** ☐ Institute corrective action plans and follow-up
     - **8.** ☐ Change an enrollee's PCCM
     - **9.** ☐ Institute a restriction on the types of enrollees
     - **10.** ☐ Further limit the number of assignments
     - **11.** ☐ Ban new assignments
     - **12.** ☐ Transfer some or all assignments to different PCCMs
     - **13.** ☐ Suspend or terminate PCCM agreement
     - **14.** ☐ Suspend or terminate as Medicaid providers
     - **15.** ☐ Other

       Please explain:

Section A: Program Description

Part III: Quality

3. **Details for PCCM program.** (Continued)
   - **c.** ☐ **Selection and Retention of Providers**: This section provides the State the opportunity to describe any requirements, policies or procedures it has in place to allow for the review and documentation of qualifications and other relevant information pertaining to a provider who seeks a contract with the State or PCCM administrator as a PCCM. This section is required if the State has applied for a 1915(b)(4) waiver that will be applicable to the PCCM program.
     Please check any processes or procedures listed below that the State uses in the process of selecting and retaining PCCMs. The State (please check all that apply):
     - **1.** ☐ Has a documented process for selection and retention of PCCMs (please submit a copy of that documentation).
     - **2.** ☐ Has an initial credentialing process for PCCMs that is based on a written application and site visits as appropriate, as well as primary source verification of licensure, disciplinary status, and eligibility for payment under Medicaid.
     - **3.** ☐ Has a recredentialing process for PCCMs that is accomplished within the time frame set by the State and through a process that updates information obtained through the following (check all that apply):
       - **A.** ☐ Initial credentialing

B. ☐ Performance measures, including those obtained through the following (check all that apply):

- ☐ The utilization management system.
- ☐ The complaint and appeals system.
- ☐ Enrollee surveys.
- ☐ Other.

Please describe:

4. ☐ Uses formal selection and retention criteria that do not discriminate against particular providers such as those who serve high risk populations or specialize in conditions that require costly treatment.

5. ☐ Has an initial and recredentialing process for PCCMs other than individual practitioners (e.g., rural health clinics, federally qualified health centers) to ensure that they are and remain in compliance with any Federal or State requirements (e.g., licensure).

6. ☐ Notifies licensing and/or disciplinary bodies or other appropriate authorities when suspensions or terminations of PCCMs take place because of quality deficiencies.

7. ☐ Other

Please explain:

Section A: Program Description

Part III: Quality

3. Details for PCCM program. (Continued)

d. Other quality standards (please describe):

Section A: Program Description

Part III: Quality

4. Details for 1915(b)(4) only programs: Please describe how the State assures quality in the services that are covered by the selective contracting program. Please describe the provider selection process, including the criteria used to select the providers under the waiver. These include quality and performance standards that the providers must meet. Please also describe how each criteria is weighted:

Section A: Program Description

Part IV: Program Operations

A. Marketing (1 of 4)

1. Assurances

☐ The State assures CMS that it complies with section 1932(d)(2) of the Act and 42 CFR 438.104 Marketing activities; in so far as these regulations are applicable.

☑ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP or PAHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

Marketing is not allowed until this waiver; therefore, MI seeks a waiver of 1932(d)(2) and 42 CFR 438.104.

☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, PAHP, or PCCM contracts for compliance with the provisions of section 1932(d)(2) of the Act and 42 CFR 438.104 Marketing activities. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

☐ This is a proposal for a 1915(b)(4) FFS Selective Contracting Program only and the managed care regulations do not apply.

Section A: Program Description

Part IV: Program Operations

A. Marketing (2 of 4)

2. Details

a. Scope of Marketing

1.

☑ The State does not permit direct or indirect marketing by MCO/PIHP/PAHP/PCCM or selective contracting FFS providers.

2. ☐ The State permits indirect marketing by MCO/PIHP/PAHP/PCCM or selective contracting FFS providers (e.g., radio and TV advertising for the MCO/PIHP/PAHP or PCCM in general).

Please list types of indirect marketing permitted:

3. ☐ The State permits direct marketing by MCO/PIHP/PAHP/PCCM or selective contracting FFS providers (e.g., direct mail to Medicaid beneficiaries).

Please list types of direct marketing permitted:

Section A: Program Description

Part IV: Program Operations

A. Marketing (3 of 4)

2. Details (Continued)

b. Description. Please describe the State's procedures regarding direct and indirect marketing by answering the following questions, if applicable.

1.

☑ The State prohibits or limits MCOs/PIHPs/PAHPs/PCCMs/selective contracting FFS providers from offering gifts or other incentives to potential enrollees.

Please explain any limitation or prohibition and how the State monitors this:

Marketing is not really applicable as Michigan automatically enrolls eligible beneficiaries into single Dental Contractor.

2. ☐ The State permits MCOs/PIHPs/PAHPs/PCCMs/selective contracting FFS providers to pay their marketing representatives based on the number of new Medicaid enrollees he/she recruited into the plan.

Please explain how the State monitors marketing to ensure it is not coercive or fraudulent:

3. ☐ The State requires MCO/PIHP/PAHP/PCCM/selective contracting FFS providers to translate marketing materials.

Please list languages materials will be translated into. (If the State does not translate or require the translation of marketing materials, please explain):

The State has chosen these languages because (check any that apply):

a. ☐ The languages comprise all prevalent languages in the service area.

Please describe the methodology for determining prevalent languages:

b. ☐ The languages comprise all languages in the service area spoken by approximately percent or more of the population.

c. ☐ Other

Please explain:

Section A: Program Description

Part IV: Program Operations

A. Marketing (4 of 4)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

Part IV: Program Operations

B. Information to Potential Enrollees and Enrollees (1 of 5)

1. Assurances

☑ The State assures CMS that it complies with Federal Regulations found at section 1932(a)(5) of the Act and 42 CFR 438.10 Information requirements; in so far as these regulations are applicable.

☑ The State seeks a waiver of a waiver of section 1902(a)(4) of the Act, to waive one or more of more of the regulatory requirements listed above for PIHP or PAHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

42 CFR 438.10(f)
42 CFR 438.10(f)(2)
42 CFR 438.10(f)(3)
42 CFR 438.10(f)(6)
See "0ther" section for alternative MI proposes.

☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, PAHP, or PCCM contracts for compliance with the provisions of section 1932(a)(5) of the Act and 42 CFR 438.10 Information requirements. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

☐ This is a proposal for a 1915(b)(4) FFS Selective Contracting Program only and the managed care regulations do not apply.

Section A: Program Description

Part IV: Program Operations

B. Information to Potential Enrollees and Enrollees (2 of 5)

2. Details

a. Non-English Languages

1.

☑ Potential enrollee and enrollee materials will be translated into the prevalent non-English languages.

Please list languages materials will be translated into. (If the State does not require written materials to be translated, please explain):

The Contractor will utilize the same services that are available to the commercial population for Beneficiaries who speak an alternative language.

If the State does not translate or require the translation of marketing materials, please explain:

The State defines prevalent non-English languages as: (check any that apply):

a. ☐ The languages spoken by significant number of potential enrollees and enrollees.

Please explain how the State defines "significant.":

b. ☐ The languages spoken by approximately _____ percent or more of the potential enrollee/enrollee population.

c. ☐ Other

Please explain:

2. ☑ Please describe how oral translation services are available to all potential enrollees and enrollees, regardless of language spoken.

Contract requires: All Beneficiary services must address the need for culturally appropriate interventions. In order to provide necessary dental services, reasonable accommodation must be made for Beneficiaries with hearing and/or vision impairments and/or other health care needs.

3. ☑ The State will have a mechanism in place to help enrollees and potential enrollees understand the managed care program.

Please describe:

Contract requires: All Beneficiary services must address the need for culturally appropriate interventions. In order to provide necessary dental services, reasonable accommodation must be made for Beneficiaries with hearing and/or vision impairments and/or other health care needs.

Section A: Program Description

Part IV: Program Operations

B. Information to Potential Enrollees and Enrollees (3 of 5)

2. **Details** (Continued)

b. Potential Enrollee Information

Information is distributed to potential enrollees by:

- ☐ State
- ☐ Contractor

Please specify:

☑ There are no potential enrollees in this program. (Check this if State automatically enrolls beneficiaries into a single PIHP or PAHP.)

Section A: Program Description

Part IV: Program Operations

B. Information to Potential Enrollees and Enrollees (4 of 5)

2. **Details** (Continued)

c. Enrollee Information

The State has designated the following as responsible for providing required information to enrollees:

- ☐ the State
- ☑ State contractor

Please specify:

Contractor is required to provide a handbook and provider directory. Please see "other" for a complete list of handbook requirements.

- ☐ The MCO/PIHP/PAHP/PCCM/FFS selective contracting provider.

Section A: Program Description

Part IV: Program Operations

B. Information to Potential Enrollees and Enrollees (5 of 5)

Additional Information. Please enter any additional information not included in previous pages:

For requested waived provisions, MI proposes the following:

Contractor is required to provide a handbook and provider directory with the following information:

• a table of contents,
• (for a Dental Provider Directory) provider name, address, telephone number, and information on how to choose and change dentists,
• a toll free number for the dental plan explaining member benefits,
• a description of all available contract services and an explanation of any service limitations or exclusions from coverage,
• information regarding the grievance and complaint process including how to register a complaint with the Contractor, and/or the State, and how to file a written grievance,
• what to do in case of an emergency and instructions for receiving advice on getting care in case of any emergency. Instructions on how to activate emergency medical services (EMS) by calling 9-1-1 in life threatening situations,
• information on the process of referral to dental specialists and other providers,
• information on how to handle out of service area and out of state services,
• description of Beneficiary/Beneficiary family's responsibilities,
• and any other information deemed essential by the Contractor and/or the Department

Section A: Program Description

Part IV: Program Operations

C. Enrollment and Disenrollment (1 of 6)

1. Assurances

- ☐ The State assures CMS that it complies with section 1932(a)(4) of the Act and 42 CFR 438.56 Disenrollment; in so far as these regulations are applicable.
- ☑ The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP or PAHP programs. (Please check this item if the State has requested a waiver of the choice of plan requirements in section A.I.C.)

  Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

  42 CFR 438.56(b)(2)
  42 CFR 438.56(b)(3)
  42 CFR 438.56(c)
  MI automatically enrolls beneficiaries into a single contractor based on county of residence. Disenrollment provisions are not applicable.
- ☐ The CMS Regional Office has reviewed and approved the MCO, PIHP, PAHP, or PCCM contracts for compliance with the provisions of section 1932(a)(4) of the Act and 42 CFR 438.56 Disenrollment requirements. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.
- ☐ This is a proposal for a 1915(b)(4) FFS Selective Contracting Program only and the managed care regulations do not apply.

Section A: Program Description

Part IV: Program Operations

C. Enrollment and Disenrollment (2 of 6)

2. Details

Please describe the State's enrollment process for MCOs/PIHPs/PAHP/PCCMs and FFS selective contracting provider by checking the applicable items below.

a. Outreach

☐ The State conducts outreach to inform potential enrollees, providers, and other interested parties of the managed care program.

Please describe the outreach process, and specify any special efforts made to reach and provide information to special populations included in the waiver program:

Section A: Program Description

Part IV: Program Operations

C. Enrollment and Disenrollment (3 of 6)

2. Details (Continued)

b. Administration of Enrollment Process

☑ State staff conducts the enrollment process.

☐ The State contracts with an independent contractor(s) (i.e., enrollment broker) to conduct the enrollment process and related activities.

☐ The State assures CMS the enrollment broker contract meets the independence and freedom from conflict of interest requirements in section 1903(b) of the Act and 42 CFR 438.810.

Broker name:

Please list the functions that the contractor will perform:

☐ choice counseling

☐ enrollment

☐ other

Please describe:

☐ State allows MCO/PIHP/PAHP or PCCM to enroll beneficiaries.

Please describe the process:

Section A: Program Description

Part IV: Program Operations

C. Enrollment and Disenrollment (4 of 6)

2. Details (Continued)

c. Enrollment . The State has indicated which populations are mandatorily enrolled and which may enroll on a voluntary basis in Section A.I.E.

☐ This is a **new** program.

Please describe the **implementation schedule** (e.g. implemented statewide all at once; phased in by area; phased in by population, etc.):

☐ This is an **existing program** that will be expanded during the renewal period.

Please describe: Please describe the **implementation schedule** (e.g. new population implemented statewide all at once; phased in by area; phased in by population, etc.):

☐ If a potential enrollee **does not select** an MCO/PIHP/PAHP or PCCM within the given time frame, the potential enrollee will be **auto-assigned** or default assigned to a plan.

i. ☐ Potential enrollees will have ○ **day(s)** / ○ **month(s)** to choose a plan.

ii. ☐ There is an auto-assignment process or algorithm.

In the description please indicate the factors considered and whether or not the auto-assignment process assigns persons with special health care needs to an MCO/PIHP/PAHP/PCCM who is their current provider or who is capable of serving their particular needs:

☑ The State automatically enrolls beneficiaries.

- ☐ on a mandatory basis into a single MCO, PIHP, or PAHP in a rural area (please also check item A.I.C.3).
- ☑ on a mandatory basis into a single PIHP or PAHP for which it has requested a waiver of the requirement of choice of plans (please also check item A.I.C.1).
- ☐ on a voluntary basis into a single MCO, PIHP, or PAHP. The State must first offer the beneficiary a choice. If the beneficiary does not choose, the State may enroll the beneficiary as long as the beneficiary can opt out at any time without cause.

Please specify geographic areas where this occurs:

☐ The State provides **guaranteed eligibility** of months (maximum of 6 months permitted) for MCO/PCCM enrollees under the State plan.

☐ The State allows otherwise mandated beneficiaries to request **exemption** from enrollment in an MCO/PIHP/PAHP/PCCM.

Please describe the circumstances under which a beneficiary would be eligible for exemption from enrollment. In addition, please describe the exemption process:

☐ The State **automatically re-enrolls** a beneficiary with the same PCCM or MCO/PIHP/PAHP if there is a loss of Medicaid eligibility of 2 months or less.

Section A: Program Description

Part IV: Program Operations

C. Enrollment and Disenrollment (5 of 6)

2. Details (Continued)

d. Disenrollment

☐ The State allows enrollees to **disenroll** from/transfer between MCOs/PIHPs/PAHPs and PCCMs.

Regardless of whether plan or State makes the determination, determination must be made no later than the first day of the second month following the month in which the enrollee or plan files the request. If determination is not made within this time frame, the request is deemed approved.

- **i.** ☐ Enrollee submits request to State.
- **ii.** ☐ Enrollee submits request to MCO/PIHP/PAHP/PCCM. The entity may approve the request, or refer it to the State. The entity may not disapprove the request.
- **iii.** ☐ Enrollee must seek redress through MCO/PIHP/PAHP/PCCM grievance procedure before determination will be made on disenrollment request.

☑ The State **does not permit disenrollment** from a single PIHP/PAHP (authority under 1902 (a)(4) authority must be requested), or from an MCO, PIHP, or PAHP in a rural area.

☐ The State has a **lock-in** period (i.e. requires continuous enrollment with MCO/PIHP/PAHP/PCCM) of months (up to 12 months permitted). If so, the State assures it meets the requirements of 42 CFR 438.56(c).

Please describe the good cause reasons for which an enrollee may request disenrollment during the lock-in period (in addition to required good cause reasons of poor quality of care, lack of access to covered services, and lack of access to providers experienced in dealing with enrollee's health care needs):

☐ The State does not have a **lock-in**, and enrollees in MCOs/PIHPs/PAHPs and PCCMs are allowed to terminate or change their enrollment without cause at any time. The disenrollment/transfer is effective no later than the first day of the second month following the request.

☐ The State permits **MCOs/PIHPs/PAHPs and PCCMs to request disenrollment** of enrollees.

- **i.** ☐ MCO/PIHP/PAHP and PCCM can request reassignment of an enrollee.

  Please describe the reasons for which enrollees can request reassignment

- **ii.** ☐ The State reviews and approves all MCO/PIHP/PAHP/PCCM-initiated requests for enrollee transfers or disenrollments.
- **iii.** ☐ If the reassignment is approved, the State notifies the enrollee in a direct and timely manner of the desire of the MCO/PIHP/PAHP/PCCM to remove the enrollee from its membership or from the PCCM's caseload.
- **iv.** ☐ The enrollee remains an enrollee of the MCO/PIHP/PAHP/PCCM until another MCO/PIHP/PAHP/PCCM is chosen or assigned.

Section A: Program Description

Part IV: Program Operations

C. Enrollment and Disenrollment (6 of 6)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

Part IV: Program Operations

D. Enrollee Rights (1 of 2)

1. **Assurances**

- [x] The State assures CMS that it complies with section 1932(a)(5)(B)(ii) of the Act and 42 CFR 438 Subpart C Enrollee Rights and Protections.
- [x] The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP or PAHP programs.

  Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

- [ ] The CMS Regional Office has reviewed and approved the MCO, PIHP, PAHP, or PCCM contracts for compliance with the provisions of section 1932(a)(5)(B)(ii) of the Act and 42 CFR Subpart C Enrollee Rights and Protections. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.
- [ ] This is a proposal for a 1915(b)(4) FFS Selective Contracting Program only and the managed care regulations do not apply.
- [x] The State assures CMS it will satisfy all HIPAA Privacy standards as contained in the HIPAA rules found at 45 CFR Parts 160 and 164.

Section A: Program Description

Part IV: Program Operations

D. Enrollee Rights (2 of 2)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

Part IV: Program Operations

E. Grievance System (1 of 5)

1. **Assurances for All Programs** States, MCOs, PIHPs, PAHPs, and States in PCCM and FFS selective contracting programs are required to provide Medicaid enrollees with access to the State fair hearing process as required under 42 CFR 431 Subpart E, including:

   a. informing Medicaid enrollees about their fair hearing rights in a manner that assures notice at the time of an action,
   b. ensuring that enrollees may request continuation of benefits during a course of treatment during an appeal or reinstatement of services if State takes action without the advance notice and as required in accordance with State Policy consistent with fair hearings. The State must also inform enrollees of the procedures by which benefits can be continued for reinstated, and
   c. other requirements for fair hearings found in 42 CFR 431, Subpart E.

   - [x] The State assures CMS that it complies with section 1932(a)(4) of the Act and 42 CFR 438.56 Disenrollment; in so far as these regulations are applicable.

Section A: Program Description

Part IV: Program Operations

E. Grievance System (2 of 5)

2. **Assurances For MCO or PIHP programs**. MCOs/PIHPs are required to have an internal grievance system that allows an enrollee or a provider on behalf of an enrollee to challenge the denial of coverage of, or payment for services as required by section 1932(b)(4) of the Act and 42 CFR 438 Subpart H.

☑ The State assures CMS that it complies with section 1932(b)(4) of the Act and 42 CFR 438 Subpart F Grievance System, in so far as these regulations are applicable.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

☐ The CMS Regional Office has reviewed and approved the MCO or PIHP contracts for compliance with the provisions of section 1932(b)(4) of the Act and 42 CFR 438 Subpart F Grievance System. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

Section A: Program Description

Part IV: Program Operations

E. Grievance System (3 of 5)

3. Details for MCO or PIHP programs

a. Direct Access to Fair Hearing

☐ The State **requires** enrollees to **exhaust** the MCO or PIHP grievance and appeal process before enrollees may request a state fair hearing.

☑ The State **does not require** enrollees to **exhaust** the MCO or PIHP grievance and appeal process before enrollees may request a state fair hearing.

b. Timeframes

☑ The State's timeframe within which an enrollee, or provider on behalf of an enrollee, must file an **appeal** is 90 days (between 20 and 90).

☐ The State's timeframe within which an enrollee must file a **grievance** is days.

c. Special Needs

☐ The State has special processes in place for persons with special needs.

Please describe:

Section A: Program Description

Part IV: Program Operations

E. Grievance System (4 of 5)

4. Optional grievance systems for PCCM and PAHP programs. States, at their option, may operate a PCCM and/or PAHP grievance procedure (distinct from the fair hearing process) administered by the State agency or the PCCM and/or PAHP that provides for prompt resolution of issues. These grievance procedures are strictly voluntary and may not interfere with a PCCM, or PAHP enrollee's freedom to make a request for a fair hearing or a PCCM or PAHP enrollee's direct access to a fair hearing in instances involving terminations, reductions, and suspensions of already authorized Medicaid covered services.

☐ The State has a grievance procedure for its ☐ PCCM and/or ☐ PAHP program characterized by the following (please check any of the following optional procedures that apply to the optional PCCM/PAHP grievance procedure):

The grievance procedures are operated by:

- ☐ the State
- ☐ the State's contractor.

Please identify:

- ☐ the PCCM
- ☐ the PAHP

☐ Requests for review can be made in the PCCM and/or PAHP grievance system (e.g. grievance, appeals):

Please describe:

☐ Has a committee or staff who review and resolve requests for review.

Please describe if the State has any specific committee or staff composition or if this is a fiscal agent, enrollment broker, or PCCM administrator function:

☐ Specifies a time frame from the date of action for the enrollee to file a request for review.

Please specify the time frame for each type of request for review:

☐ Has time frames for resolving requests for review.

Specify the time period set for each type of request for review:

☐ Establishes and maintains an expedited review process.

Please explain the reasons for the process and specify the time frame set by the State for this process:

☐ Permits enrollees to appear before State PCCM/PAHP personnel responsible for resolving the request for review.

☐ Notifies the enrollee in writing of the decision and any further opportunities for additional review, as well as the procedures available to challenge the decision.

☐ Other.

Please explain:

Section A: Program Description

Part IV: Program Operations

E. Grievance System (5 of 5)

Additional Information. Please enter any additional information not included in previous pages:

Section A: Program Description

Part IV: Program Operations

F. Program Integrity (1 of 3)

1. **Assurances**

- [x] The State assures CMS that it complies with section 1932(d)(1) of the Act and 42 CFR 438.610 Prohibited Affiliations with Individuals Barred by Federal Agencies. The State assures that it prohibits an MCO, PCCM, PIHP, or PAHP from knowingly having a relationship listed below with:
  1. An individual who is debarred, suspended, or otherwise excluded from participating in procurement activities under the Federal Acquisition Regulation or from participating in nonprocurement activities under regulations issued under Executive Order No. 12549 or under guidelines implementing Executive Order No. 12549, or
  2. An individual who is an affiliate, as defined in the Federal Acquisition Regulation, of a person described above.

  The prohibited relationships are:
  1. A director, officer, or partner of the MCO, PCCM, PIHP, or PAHP;
  2. A person with beneficial ownership of five percent or more of the MCO's, PCCM's, PIHP's, or PAHP's equity;
  3. A person with an employment, consulting or other arrangement with the MCO, PCCM, PIHP, or PAHP for the provision of items and services that are significant and material to the MCO's, PCCM's, PIHP's, or PAHP's obligations under its contract with the State.
- [x] The State assures that it complies with section 1902(p)(2) and 42 CFR 431.55, which require section 1915(b) waiver programs to exclude entities that:
  1. Could be excluded under section 1128(b)(8) of the Act as being controlled by a sanctioned individual;
  2. Has a substantial contractual relationship (direct or indirect) with an individual convicted of certain crimes described in section 1128(b)(8)(B) of the Act;
  3. Employs or contracts directly or indirectly with an individual or entity that is
     a. precluded from furnishing health care, utilization review, medical social services, or administrative services pursuant to section 1128 or 1128A of the Act, or
     b. could be exclude under 1128(b)(8) as being controlled by a sanctioned individual.

Section A: Program Description

Part IV: Program Operations

F. Program Integrity (2 of 3)

2. **Assurances For MCO or PIHP programs**

- [ ] The State assures CMS that it complies with section 1932(d)(1) of the Act and 42 CFR 438.608 Program Integrity Requirements, in so far as these regulations are applicable.
- [ ] State payments to an MCO or PIHP are based on data submitted by the MCO or PIHP. If so, the State assures CMS that it is in compliance with 42 CFR 438.604 Data that must be Certified, and 42 CFR 438.606 Source, Content, Timing of Certification.
- [ ] The State seeks a waiver of section 1902(a)(4) of the Act, to waive one or more of the regulatory requirements listed for PIHP or PAHP programs.

Please identify each regulatory requirement for which a waiver is requested, the managed care program(s) to which the waiver will apply, and what the State proposes as an alternative requirement, if any:

☐ The CMS Regional Office has reviewed and approved the MCO or PIHP contracts for compliance with the provisions of section 1932(d)(1) of the Act and 42 CFR 438.604 Data that must be Certified; 438.606 Source, Content , Timing of Certification; and 438.608 Program Integrity Requirements. If this is an initial waiver, the State assures that contracts that comply with these provisions will be submitted to the CMS Regional Office for approval prior to enrollment of beneficiaries in the MCO, PIHP, PAHP, or PCCM.

Section A: Program Description

Part IV: Program Operations

F. Program Integrity (3 of 3)

Additional Information. Please enter any additional information not included in previous pages:

Section B: Monitoring Plan

Part I: Summary Chart of Monitoring Activities

Summary of Monitoring Activities (1 of 3)

The charts in this section summarize the activities used to monitor major areas of the waiver program. The purpose is to provide a "big picture" of the monitoring activities, and that the State has at least one activity in place to monitor each of the areas of the waiver that must be monitored.

Please note:

- **MCO, PIHP, and PAHP** programs:
  - There must be at least one checkmark in each column.
- **PCCM and FFS selective contracting** programs:
  - There must be at least one checkmark in each column under "Evaluation of Program Impact."
  - There must be at least one check mark in one of the three columns under "Evaluation of Access."
  - There must be at least one check mark in one of the three columns under "Evaluation of Quality."

Summary of Monitoring Activities: Evaluation of Program Impact

Evaluation of Program Impact						
Monitoring Activity	**Choice**	**Marketing**	**Enroll Disenroll**	**Program Integrity**	**Information to Beneficiaries**	**Grievance**
Accreditation for Non-duplication	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Accreditation for Participation	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Consumer Self-Report data	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS

Evaluation of Program Impact						
Monitoring Activity	**Choice**	**Marketing**	**Enroll Disenroll**	**Program Integrity**	**Information to Beneficiaries**	**Grievance**
Data Analysis (non-claims)	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Enrollee Hotlines	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Focused Studies	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Geographic mapping	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Independent Assessment	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Measure any Disparities by Racial or Ethnic Groups	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Network Adequacy Assurance by Plan	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
Ombudsman	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS	MCO PIHP PAHP PCCM FFS
On-Site Review	MCO PIHP	MCO PIHP	MCO PIHP	MCO PIHP	MCO PIHP	MCO PIHP

Evaluation of Program Impact						
Monitoring Activity	**Choice**	**Marketing**	**Enroll Disenroll**	**Program Integrity**	**Information to Beneficiaries**	**Grievance**
	☑ PAHP ☐ PCCM ☐ FFS	☐ PAHP ☐ PCCM ☐ FFS	☑ PAHP ☐ PCCM ☐ FFS	☑ PAHP ☐ PCCM ☐ FFS	☑ PAHP ☐ PCCM ☐ FFS	☑ PAHP ☐ PCCM ☐ FFS
Performance Improvement Projects	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Performance Measures	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Periodic Comparison of # of Providers	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Profile Utilization by Provider Caseload	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Provider Self-Report Data	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Test 24/7 PCP Availability	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Utilization Review	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Other	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM

Evaluation of Program Impact						
Monitoring Activity	**Choice**	**Marketing**	**Enroll Disenroll**	**Program Integrity**	**Information to Beneficiaries**	**Grievance**
	☐ FFS	☐ FFS	☐ FFS	☐ FFS	☐ FFS	☐ FFS

Section B: Monitoring Plan

Part I: Summary Chart of Monitoring Activities

Summary of Monitoring Activities (2 of 3)

The charts in this section summarize the activities used to monitor major areas of the waiver program. The purpose is to provide a "big picture" of the monitoring activities, and that the State has at least one activity in place to monitor each of the areas of the waiver that must be monitored.

Please note:

- **MCO, PIHP, and PAHP** programs:
  - There must be at least one checkmark in each column.
- **PCCM and FFS selective contracting** programs:
  - There must be at least one checkmark in each column under "Evaluation of Program Impact."
  - There must be at least one check mark in one of the three columns under "Evaluation of Access."
  - There must be at least one check mark in one of the three columns under "Evaluation of Quality."

Summary of Monitoring Activities: Evaluation of Access

Evaluation of Access			
Monitoring Activity	**Timely Access**	**PCP / Specialist Capacity**	**Coordination / Continuity**
Accreditation for Non-duplication	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Accreditation for Participation	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Consumer Self-Report data	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Data Analysis (non-claims)	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Enrollee Hotlines	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM

Evaluation of Access			
Monitoring Activity	**Timely Access**	**PCP / Specialist Capacity**	**Coordination / Continuity**
	☐ FFS	☐ FFS	☐ FFS
Focused Studies	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Geographic mapping	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Independent Assessment	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Measure any Disparities by Racial or Ethnic Groups	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Network Adequacy Assurance by Plan	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Ombudsman	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
On-Site Review	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Performance Improvement Projects	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Performance Measures	☐ MCO ☐ PIHP	☐ MCO ☐ PIHP	☐ MCO ☐ PIHP

Evaluation of Access			
Monitoring Activity	**Timely Access**	**PCP / Specialist Capacity**	**Coordination / Continuity**
	☐ PAHP ☐ PCCM ☐ FFS	☐ PAHP ☐ PCCM ☐ FFS	☐ PAHP ☐ PCCM ☐ FFS
Periodic Comparison of # of Providers	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Profile Utilization by Provider Caseload	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Provider Self-Report Data	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Test 24/7 PCP Availability	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Utilization Review	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Other	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS

Section B: Monitoring Plan

Part I: Summary Chart of Monitoring Activities

Summary of Monitoring Activities (3 of 3)

The charts in this section summarize the activities used to monitor major areas of the waiver program. The purpose is to provide a "big picture" of the monitoring activities, and that the State has at least one activity in place to monitor each of the areas of the waiver that must be monitored.

Please note:

- **MCO, PIHP, and PAHP** programs:
  - There must be at least one checkmark in each column.

- **PCCM and FFS selective contracting** programs:
  - There must be at least one checkmark in each column under "Evaluation of Program Impact."
  - There must be at least one check mark in one of the three columns under "Evaluation of Access."
  - There must be at least one check mark in one of the three columns under "Evaluation of Quality."

Summary of Monitoring Activities: Evaluation of Quality

Evaluation of Quality			
Monitoring Activity	**Coverage / Authorization**	**Provider Selection**	**Qualitiy of Care**
Accreditation for Non-duplication	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Accreditation for Participation	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Consumer Self-Report data	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Data Analysis (non-claims)	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Enrollee Hotlines	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Focused Studies	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Geographic mapping	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Independent Assessment	☐ MCO ☐ PIHP ☐ PAHP	☐ MCO ☐ PIHP ☐ PAHP	☐ MCO ☐ PIHP ☐ PAHP

Evaluation of Quality			
Monitoring Activity	**Coverage / Authorization**	**Provider Selection**	**Qualitiy of Care**
	☐ PCCM ☐ FFS	☐ PCCM ☐ FFS	☐ PCCM ☐ FFS
Measure any Disparities by Racial or Ethnic Groups	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Network Adequacy Assurance by Plan	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Ombudsman	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
On-Site Review	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS
Performance Improvement Projects	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Performance Measures	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS
Periodic Comparison of # of Providers	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Profile Utilization by Provider Caseload	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Provider Self-Report Data	☐ MCO	☐ MCO	☐ MCO

Evaluation of Quality			
Monitoring Activity	**Coverage / Authorization**	**Provider Selection**	**Qualitiy of Care**
	☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Test 24/7 PCP Availability	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Utilization Review	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS
Other	☐ MCO ☐ PIHP ☑ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS	☐ MCO ☐ PIHP ☐ PAHP ☐ PCCM ☐ FFS

Section B: Monitoring Plan

Part II: Details of Monitoring Activities

Details of Monitoring Activities by Authorized Programs

For each program authorized by this waiver, please provide the details of its monitoring activities by editing each program listed below.

Programs Authorized by this Waiver:

Program	Type of Program
HKD	PAHP;

Note: If no programs appear in this list, please define the programs authorized by this waiver on the

Section B: Monitoring Plan

Part II: Details of Monitoring Activities

Program Instance: Healthy Kids Dental

Please check each of the monitoring activities below used by the State. A number of common activities are listed below, but the State may identify any others it uses. If federal regulations require a given activity, this is indicated just after the name of the activity. If the State does not use a required activity, it must explain why.
For each activity, the state must provide the following information:

- Personnel responsible (e.g. state Medicaid, other state agency, delegated to plan, EQR, other contractor)
- Detailed description of activity
- Frequency of use
- How it yields information about the area(s) being monitored

a. ☐ **Accreditation for Non-duplication** (i.e. if the contractor is accredited by an organization to meet certain access, structure/operation, and/or quality improvement standards, and the state determines that the organization's standards are at least as stringent as the state-specific standards required in 42 CFR 438 Subpart D, the state deems the contractor to be in compliance with the state-specific standards)

Activity Details:

- [ ] **NCQA**
- [ ] **JCAHO**
- [ ] **AAAHC**
- [ ] **Other**

Please describe:

b. [ ] **Accreditation for Participation** (i.e. as prerequisite to be Medicaid plan)

Activity Details:

- [ ] **NCQA**
- [ ] **JCAHO**
- [ ] **AAAHC**
- [ ] **Other**

Please describe:

c. [x] **Consumer Self-Report data**

Activity Details:
Enrollee Satisfaction Survey administered by the Contractor

- [ ] **CAHPS**

Please identify which one(s):

- [ ] **State-developed survey**
- [ ] **Disenrollment survey**
- [ ] **Consumer/beneficiary focus group**

d. [ ] **Data Analysis (non-claims)**

Activity Details:

- [ ] **Denials of referral requests**
- [ ] **Disenrollment requests by enrollee**
  - [ ] **From plan**
  - [ ] **From PCP within plan**
- [ ] **Grievances and appeals data**
- [ ] **Other**

Please describe:

e. [x] **Enrollee Hotlines**

Activity Details:
Operated by the State

f. ☐ **Focused Studies** (detailed investigations of certain aspects of clinical or non-clinical services at a point in time, to answer defined questions. Focused studies differ from performance improvement projects in that they do not require demonstrable and sustained improvement in significant aspects of clinical care and non-clinical service)

Activity Details:

g. ☑ **Geographic mapping**

Activity Details:
Geographic mapping is performed by the Contractor and reviewed by the State at the annual compliance review.

h. ☑ **Independent Assessment** (Required for first two waiver periods)

Activity Details:
DCH submitted the independent assessment to CMS on 6/15/2011

i. ☐ **Measure any Disparities by Racial or Ethnic Groups**

Activity Details:

j. ☑ **Network Adequacy Assurance by Plan** [Required for MCO/PIHP/PAHP]

Activity Details:
Reviewed as part of the annual compliance review.

k. ☐ **Ombudsman**

Activity Details:

l. ☑ **On-Site Review**

Activity Details:
Conduct annual on-site review

m. ☐ **Performance Improvement Projects** [Required for MCO/PIHP]

Activity Details:

- ☐ **Clinical**
- ☐ **Non-clinical**

n. ☐ **Performance Measures** [Required for MCO/PIHP]

Activity Details:

- ☐ **Process**
- ☐ **Health status/ outcomes**
- ☐ **Access/ availability of care**
- ☐ **Use of services/ utilization**
- ☐ **Health plan stability/ financial/ cost of care**
- ☐ **Health plan/ provider characteristics**
- ☐ **Beneficiary characteristics**

o. ☐ **Periodic Comparison of # of Providers**

Activity Details:

p. ☐ **Profile Utilization by Provider Caseload** (looking for outliers)

Activity Details:

q. ☐ **Provider Self-Report Data**

Activity Details:

☐ **Survey of providers**

☐ **Focus groups**

r. ☐ **Test 24/7 PCP Availability**

Activity Details:

s. ☐ **Utilization Review** (e.g. ER, non-authorized specialist requests)

Activity Details:

t. ☐ **Other**

Activity Details:

Section C: Monitoring Results

Renewal Waiver Request

Section 1915(b) of the Act and 42 CFR 431.55 require that the State must document and maintain data regarding the effect of the waiver on the accessibility and quality of services as well as the anticipated impact of the project on the State's Medicaid program. In Section B of this waiver preprint, the State describes how it will assure these requirements are met. For an initial waiver request, the State provides assurance in this Section C that it will report on the results of its monitoring plan when it submits its waiver renewal request. For a renewal request, the State provides evidence that waiver requirements were met for the most recent waiver period. Please use Section D to provide evidence of cost-effectiveness.

CMS uses a multi-pronged effort to monitor waiver programs, including rate and contract review, site visits, reviews of External Quality Review reports on MCOs/PIHPs, and reviews of Independent Assessments. CMS will use the results of these activities and reports along with this Section to evaluate whether the Program Impact, Access, and Quality requirements of the waiver were met.

This is a renewal request.

◉ **This is the first time the State is using this waiver format to renew an existing waiver.** The State provides below the results of the monitoring activities conducted during the previous waiver period.

○ **The State has used this format previously** The State provides below the results of the monitoring activities conducted during the previous waiver period.

For each of the monitoring activities checked in Section B of the previous waiver request, the State should:

- **Confirm** it was conducted as described in Section B of the previous waiver preprint. If it was not done as described, please explain why.
- **Summarize the results** or findings of each activity. CMS may request detailed results as appropriate.
- **Identify problems** found, if any.
- **Describe plan/provider-level corrective action** , if any, that was taken. The State need not identify the provider/plan by name, but must provide the rest of the required information.
- **Describe system-level program changes** , if any, made as a result of monitoring findings.

The Monitoring Activities were conducted as described:

(●) **Yes** ( ) **No**

If No, please explain:

Provide the results of the monitoring activities:

During the compliance review, the State found potential problems with four areas of the Contractor's operations:
1. Provider Contracts
2. Quality
3. Grievance/Appeal Procedures
4. Enrollee Services

Problems identified (#1):
The State mandates Contractors to have specific provisions in the provider contractors that protect the enrollee-provider relationship. For example, provider contractors must state that providers are not prohibited from advocating on behalf of the Enrollee in any grievance or utilization review process. Similarly, provider contractor are required to specifically require providers to address the cultural, racial and linguistic needs of the population. The Contractors current provider contracts do not clearly delineate and include all requirement provisions.

Corrective action (plan/provider level) (#1):
The Contractor must modify provider contractor to include all required provisions

Problems identified (#2):
The contract between the State and the Contractor includes specific components of a comprehensive quality program that must be present in the Contractors operations. During the compliance review, the State found that the Contractor's Quality of Care policy does not sufficiently describe the Peer Review process used by the Contractor. Additionally, the Contractor's implementation and usage of performance outcome standards with emphasis on preventative care does not fully achieve the State's expectations.

Corrective action (plan/provider level) (#2):
The Quality of Care policy is re-written to specify the steps in the process and the agency used for Peer Review. DCH is working with the Contractor to develop and implement measurable performance outcomes standards.

Problems identified (#3):
As part the compliance review, the State reviewed the Contractor's grievance and appeal procedures/policies. During the review, the State determined that not all of the written documentation regarding service denials includes specific reasons for the denial.

Corrective action (plan/provider level) (#3):
The Contractor's Adverse Benefit Determination Appeal policy states that written correspondence sent to the enrollee must include the reason(s) for the denial. Therefore, the policy to correct the deficiency is already in place. The State is requiring the Contractor to develop a formal plan for monitoring denial correspondence to ensure that all elements are present in each denial.

Problems identified (#4):
The State mandates that all member reading materials are below a 7th grade reading level. However, certain sections of the member handbook do not meet this requirement. Additionally, the handbook does not include all required provisions related to enrollee access.

Corrective action (plan/provider level) (#4):
The Contractor must re-write the member handbook to meet all contractual and regulatory requirements.

Program change (system-wide level): In the next annual compliance review, DCH intends to add criteria dealing with

coordination/continuity of care as well as prior authorization procedures. DCH will also make contract changes to ensure that the State can hold the Contractor responsible for performing required quality activities.

Section D: Cost-Effectiveness

Medical Eligibility Groups

Title	
Healthy Kids Dental	

	First Period		Second Period	
	Start Date	End Date	Start Date	End Date
Actual Enrollment for the Time Period**	04/01/2009	03/31/2010	04/01/2010	03/31/2011
Enrollment Projections for the Time Period*	01/01/2012	12/31/2012	01/01/2013	12/31/2013
**Include actual data and dates used in conversion - no estimates *Projections start on Quarter and include data for requested waiver period				

Section D: Cost-Effectiveness

Services Included in the Waiver

Document the services included in the waiver cost-effectiveness analysis:

Service Name	State Plan Service	1915(b)(3) Service	Included in Actual Waiver Cost	
Dental Services	☑	☐	☑	

Section D: Cost-Effectiveness

Part I: State Completion Section

A. Assurances

a. [Required] Through the submission of this waiver, the State assures CMS:

- The fiscal staff in the Medicaid agency has reviewed these calculations for accuracy and attests to their correctness.
- The State assures CMS that the actual waiver costs will be less than or equal to or the State's waiver cost projection.
- Capitated rates will be set following the requirements of 42 CFR 438.6(c) and will be submitted to the CMS Regional Office for approval.
- Capitated 1915(b)(3) services will be set in an actuarially sound manner based only on approved 1915(b)(3) services and their administration subject to CMS RO prior approval.
- The State will monitor, on a regular basis, the cost-effectiveness of the waiver (for example, the State may compare the PMPM Actual Waiver Cost from the CMS 64 to the approved Waiver Cost Projections). If changes are needed, the State will submit a prospective amendment modifying the Waiver Cost Projections.
- The State will submit quarterly actual member month enrollment statistics by MEG in conjunction with the State's submitted CMS-64 forms.

Signature: Stephen Fitton

State Medicaid Director or Designee

Submission Date: Dec 20, 2011

Note: The Signature and Submission Date fields will be automatically completed when the State Medicaid Director submits the application.

b. Name of Medicaid Financial Officer making these assurances:

Brian Keisling

c. Telephone Number:

(517) 241-7181

d. E-mail:

keislingb@michigan.gov

e. The State is choosing to report waiver expenditures based on

- (●) **date of payment.**
- ( ) **date of service within date of payment. The State understands the additional reporting requirements in the CMS-64 and has used the cost effectiveness spreadsheets designed specifically for reporting by date of service within day of payment. The State will submit an initial test upon the first renewal and then an initial and final test (for the preceding 4 years) upon the second renewal and thereafter.**

Section D: Cost-Effectiveness

Part I: State Completion Section

B. Expedited or Comprehensive Test

To provide information on the waiver program to determine whether the waiver will be subject to the Expedited or Comprehensive cost effectiveness test. *Note: All waivers, even those eligible for the Expedited test, are subject to further review at the discretion of CMS and OMB.*

- **b.** [ ] The State provides additional services under 1915(b)(3) authority.
- **c.** [ ] The State makes enhanced payments to contractors or providers.
- **d.** [x] The State uses a sole-source procurement process to procure State Plan services under this waiver.
- **e.** [ ] The State uses a sole-source procurement process to procure State Plan services under this waiver. *Note: do not mark this box if this is a waiver for transportation services and dental pre-paid ambulatory health plans (PAHPs) that has overlapping populations with another waiver meeting one of these three criteria. For transportation and dental waivers alone, States do not need to consider an overlapping population with another waiver containing additional services, enhanced payments, or sole source procurement as a trigger for the comprehensive waiver test. However, if the transportation services or dental PAHP waiver meets the criteria in a, b, or c for additional services, enhanced payments, or sole source procurement then the State should mark the appropriate box and process the waiver using the Comprehensive Test.*

If you marked any of the above, you must complete the entire preprint and your renewal waiver is subject to the Comprehensive Test. If you did not mark any of the above, your renewal waiver (not conversion or initial waiver) is subject to the Expedited Test:

- Do not complete ***Appendix D3***
- Your waiver will not be reviewed by OMB *at the discretion of CMS and OMB.*

The following questions are to be completed in conjunction with the Worksheet Appendices. All narrative explanations should be included in the preprint. Where further clarification was needed, we have included additional information in the preprint.

Section D: Cost-Effectiveness

Part I: State Completion Section

C. Capitated portion of the waiver only: Type of Capitated Contract

The response to this question should be the same as in A.I.b.

a. [ ] **MCO**

- **b.** ☐ **PIHP**
- **c.** ☑ **PAHP**
- **d.** ☐ **PCCM**
- **e.** ☐ **Other**

Please describe:

Section D: Cost-Effectiveness

Part I: State Completion Section

D. PCCM portion of the waiver only: Reimbursement of PCCM Providers

Under this waiver, providers are reimbursed on a fee-for-service basis. PCCMs are reimbursed for patient management in the following manner (please check and describe):

- **a.** ☐ **Management fees are expected to be paid under this waiver.**
  The management fees were calculated as follows.
  1. ☐ **Year 1: $ _____ per member per month fee.**
  2. ☐ **Year 2: $ per member per month fee.**
  3. ☐ **Year 3: $ per member per month fee.**
  4. ☐ **Year 4: $ per member per month fee.**
- **b.** ☐ **Enhanced fee for primary care services.**
  Please explain which services will be affected by enhanced fees and how the amount of the enhancement was determined.
- **c.** ☐ **Bonus payments from savings generated under the program are paid to case managers who control beneficiary utilization.** Under **D.I.H.d.** , please describe the criteria the State will use for awarding the incentive payments, the method for calculating incentives/bonuses, and the monitoring the State will have in place to ensure that total payments to the providers do not exceed the Waiver Cost Projections (Appendix D5). Bonus payments and incentives for reducing utilization are limited to savings of State Plan service costs under the waiver. Please also describe how the State will ensure that utilization is not adversely affected due to incentives inherent in the bonus payments. The costs associated with any bonus arrangements must be accounted for in Appendix D3. Actual Waiver Cost.
- **d.** ☐ **Other reimbursement method/amount.**
  $
  Please explain the State's rationale for determining this method or amount.

Section D: Cost-Effectiveness

Part I: State Completion Section

E. Member Months

Please mark all that apply.

- **a.** ☐ [Required] Population in the base year and R1 and R2 data is the population under the waiver.
- **b.** ☐ For a renewal waiver, because of the timing of the waiver renewal submittal, the State did not have a complete R2 to submit. Please ensure that the formulas correctly calculated the annualized trend rates. *Note: it is no longer acceptable to estimate enrollment or cost data for R2 of the previous waiver period.*
- **c.** ☑ [Required] Explain the reason for any increase or decrease in member months projections from the base year or over time:

Member months for the Healthy Kids Dental waiver have increased over time in tandem with the Medicaid population in the state. High unemployment has caused many residents to lose health benefits, particularly non-ambulatory services like dental. This has led to an increase in the Medicaid population as more individuals become eligible for a Medicaid benefit.

d. ☑ [Required] Explain any other variance in eligible member months from BY/R1 to P2:

Member months will increase from R2 to P1 with the addition of four counties to the waiver population. Those counties are Mason, Muskegon, Newaygo, Oceana.

e. ☑ [Required] Specify whether the BY/R1/R2 is a State fiscal year (SFY), Federal fiscal year (FFY), or other period:

R1/R2 are neither a SFY nor a FFY. Both R1 and R2 begin April 1 and continue through March 31 of the following year. The state refers to those periods as waiver years.

Appendix D1 – Member Months

Section D: Cost-Effectiveness

Part I: State Completion Section

F. Appendix D2.S - Services in Actual Waiver Cost

For Conversion or Renewal Waivers:

a. ☐ **[Required] Explain if different services are included in the Actual Waiver Cost from the previous period in Appendix D3 than for the upcoming waiver period in Appendix D5.**

Explain the differences here and how the adjustments were made on Appendix D5:

a. ☑ **[Required] Explain the exclusion of any services from the cost-effectiveness analysis.**

For States with multiple waivers serving a single beneficiary, please document how all costs for waiver covered individuals taken into account.

The only services included in this waiver are dental services. All other services are included in the 1915(b)(4) Comprehensive Health Care Program waiver.

Appendix D2.S: Services in Waiver Cost

State Plan Services	MCO Capitated Reimbursement	FFS Reimbursement impacted by MCO	PCCM FFS Reimbursement	PIHP Capitated Reimbursement	FFS Reimbursement impacted by PIHP	PAHP Capitated Reimbursement	FFS Reimbursement impacted by PAHP
Dental Services	☐	☐	☐	☐	☐	☑	☐

Section D: Cost-Effectiveness

Part I: State Completion Section

G. Appendix D2.A - Administration in Actual Waiver Cost

[Required] The State allocated administrative costs between the Fee-for-service and managed care program depending upon the program structure. *Note: initial programs will enter only FFS costs in the BY. Renewal and Conversion waivers will enter all waiver and FFS administrative costs in the R1 and R2 or BY.*
The allocation method for either initial or renewal waivers is explained below:

a. ☐ **The State allocates the administrative costs to the managed care program based upon the number of waiver enrollees as a percentage of total Medicaid enrollees** *Note: this is appropriate for MCO/PCCM programs.*

b. ☐ **The State allocates administrative costs based upon the program cost as a percentage of the total Medicaid budget. It would not be appropriate to allocate the administrative cost of a mental health program based upon the percentage of enrollees enrolled.** *Note: this is appropriate for statewide PIHP/PAHP programs.*

c. ☑ **Other**

Please explain:

The state identified waiver costs for individual Divisions and program functions within the agency responsible for administering the Medicaid program. Administrative expenditures associated with the waiver were then estimated based on a detailed review of these Divisions and functions.

This year we rebuilt the process whereby we estimate the administrative costs associated with this waiver. Since we are pulling the information from different sources, we changed our classification categories. The new categories that apply to the Healthy Kids Dental waiver population are defined as follows:

Waiver Salaries: The amount of total Medicaid staff salaries which is dedicated to administering this waiver.
DIT General Medicaid: This refers to salaries and technology expenditures related to the MMIS and related Data Warehouse systems.
Health Plan Contracts related to all TXIX: This refers to agency contracts (or parts of contracts) with outside organizations that provide services related to Medicaid clients.

Approximately 5% of costs in each of the three categories above can be applied to the Healthy Kids Dental waiver.

Appendix D2.A: Administration in Actual Waiver Cost

Section D: Cost-Effectiveness

Part I: State Completion Section

H. Appendix D3 - Actual Waiver Cost

a. ☐ The State is requesting a 1915(b)(3) waiver in **Section A.I.A.1.c** and will be providing non-state plan medical services. The State will be spending a portion of its waiver savings for additional services under the waiver.

b. ☐ **The State is including voluntary populations in the waiver.**
Describe below how the issue of selection bias has been addressed in the Actual Waiver Cost calculations:

c. ☑ **Capitated portion of the waiver only -- Reinsurance or Stop/Loss Coverage:** Please note how the State will be providing or requiring reinsurance or stop/loss coverage as required under the regulation. States may require MCOs/PIHPs/PAHPs to purchase reinsurance. Similarly, States may provide stop-loss coverage to MCOs/PIHPs/PAHPs when MCOs/PIHPs/PAHPs exceed certain payment thresholds for individual enrollees. Stop loss provisions usually set limits on maximum days of coverage or number of services for which the MCO/PIHP/PAHP will be responsible. If the State plans to provide stop/loss coverage, a description is required. The State must document the probability of incurring costs in excess of the stop/loss level and the frequency of such occurrence based on FFS experience. The expenses per capita (also known as the stoploss premium amount) should be deducted from the capitation year projected costs. In the initial application, the effect should be neutral. In the renewal report, the actual reinsurance cost and claims cost should be reported in Actual Waiver Cost.
Basis and Method:

1. ☑ **The State does not provide stop/loss protection for MCOs/PIHPs/PAHPs, but requires MCOs/PIHPs/PAHPs to purchase reinsurance coverage privately. No adjustment was necessary.**
2. ☐ **The State provides stop/loss protection**
   Describe below how the issue of selection bias has been addressed in the Actual Waiver Cost calculations:

d. ☐ **Incentive/bonus/enhanced Payments for both Capitated and fee-for-service Programs:**

1. ☐ **[For the capitated portion of the waiver] the total payments under a capitated contract include any incentives the State provides in addition to capitated payments under the waiver program.**
   The costs associated with any bonus arrangements must be accounted for in the capitated costs

(Column D of Appendix D3 Actual Waiver Cost). Regular State Plan service capitated adjustments would apply.

Document

i. **Document the criteria for awarding the incentive payments.**
ii. **Document the method for calculating incentives/bonuses, and**
iii. **Document the monitoring the State will have in place to ensure that total payments to the MCOs/PIHPs/PAHPs do not exceed the Waiver Cost Projection.**

2. ☐ **For the fee-for-service portion of the waiver, all fee-for-service must be accounted for in the fee-for-service incentive costs (Column G of Appendix D3 Actual Waiver Cost).**). For PCCM providers, the amount listed should match information provided in D.I.D Reimbursement of Providers. Any adjustments applied would need to meet the special criteria for fee-for-service incentives if the State elects to provide incentive payments in addition to management fees under the waiver program (See D.I.I.e and D.I.J.e)

Document:

i. **Document the criteria for awarding the incentive payments.**
ii. **Document the method for calculating incentives/bonuses, and**
iii. **Document the monitoring the State will have in place to ensure that total payments to the MCOs/PIHPs/PAHPs/PCCMs do not exceed the Waiver Cost Projection.**

Appendix D3 – Actual Waiver Cost

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (1 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (2 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (3 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (4 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (5 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (6 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (7 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

I. Appendix D4 - Adjustments in the Projection OR Conversion Waiver for DOS within DOP (8 of 8)

This section is only applicable to Initial waivers

Section D: Cost-Effectiveness

Part I: State Completion Section

J. Appendix D4 - Conversion or Renewal Waiver Cost Projection and Adjustments. (1 of 5)

a. **State Plan Services Trend Adjustment** – the State must trend the data forward to reflect cost and utilization increases. The R1 and R2 (BY for conversion) data already include the actual Medicaid cost changes for the population enrolled in the program. This adjustment reflects the expected cost and utilization increases in the managed care program from R2 (BY for conversion) to the end of the waiver (P2). Trend adjustments may be service-specific and expressed as percentage factors. Some states calculate utilization and cost separately, while other states calculate a

single trend rate. The State must document the method used and how utilization and cost increases are not duplicative if they are calculated separately. **. This adjustment must be mutually exclusive of programmatic/policy/pricing changes and CANNOT be taken twice. The State must document how it ensures there is no duplication with programmatic/policy/pricing changes.**

1. ☑ **[Required, if the State's BY or R2 is more than 3 months prior to the beginning of P1] The State is using actual State cost increases to trend past data to the current time period (i.e., trending from 1999 to present).**

   The actual trend rate used is: 4.33

   Please document how that trend was calculated:

   Based on a known capitation rate for January 1, 2012 to September 30, 2012, an estimated capitation rate increase on October 1, 2012 and estimated CY 2012 settlement with the current dental vendor, the projected P1 State Plan Service Cost PMPM is $18.88.

   Effective January 1, 2012, the State will begin paying capitation rates for the 9-month rating period through September 30, 2012. The composite rate reflects a 6.5% rate increase from the R2 reported cost and is illustrated as a program change in the first year of the new waiver period.

   The 4.33% State Plan Inflation accounts for the CY 2012 settlement with the current dental vendor as well as a projected capitation rate increase on October 1, 2012. The State has further estimated a 4.5% rate increase on October 1, 2012 from the capitation rates for the January to September 2012 rating period.

   Through calendar year 2011, the Healthy Kids Dental program is operating on a fee-for-service type arrangement with a single vendor. The full risk capitation arrangement begins January 1, 2012.

2. ☑ **[Required, to trend BY/R2 to P1 and P2 in the future] When cost increases are unknown and in the future, the State is using a predictive trend of either State historical cost increases or national or regional factors that are predictive of future costs (same requirement as capitated ratesetting regulations)** *(i.e., trending from present into the future).*

   i. ☑ **State historical cost increases.**

      Please indicate the years on which the rates are based: base years. In addition, please indicate the mathematical method used (multiple regression, linear regression, chi-square, least squares, exponential smoothing, etc.). Finally, please note and explain if the State's cost increase calculation includes more factors than a price increase such as changes in technology, practice patterns, and/or units of service PMPM.

      The October 1, 2012 rate increase of 4.5% was calculated with a base trend of 3.0% using FY 2009 and FY 2010 historical experience with a linear regression methodology. Additionally, the State has included a 1.5% adjustment for enrollment mix amongst the different rate cells paid under the Healthy Kids Dental program. The price increase does not include any impact for technology, pricing pattern, or units of service PMPM changes.

   ii. ☐ **National or regional factors that are predictive of this waiver's future costs.**

      Please indicate the services and indicators used. In addition, please indicate how this factor was determined to be predictive of this waiver's future costs. Finally, please note and explain if the State's cost increase calculation includes more factors than a price increase such as changes in technology, practice patterns, and/or units of service PMPM.

3. ☐ **The State estimated the PMPM cost changes in units of service, technology and/or practice patterns that would occur in the waiver separate from cost increase.**

   Utilization adjustments made were service-specific and expressed as percentage factors. The State has documented how utilization and cost increases were not duplicated. This adjustment reflects the changes in utilization between R2 and P1 and between years P1 and P2.

   i. **Please indicate the years on which the utilization rate was based (if calculated separately only).**
   ii. **Please document how the utilization did not duplicate separate cost increase trends.**

Appendix D4 – Adjustments in Projection

Section D: Cost-Effectiveness

Part I: State Completion Section

J. Appendix D4 - Conversion or Renewal Waiver Cost Projection and Adjustments. (2 of 5)

b. State Plan Services Programmatic/Policy/Pricing Change Adjustment: This adjustment should account for any programmatic changes that are not cost neutral and that affect the Waiver Cost Projection. For example, changes in rates, changes brought about by legal action, or changes brought about by legislation. For example, Federal mandates, changes in hospital payment from per diem rates to Diagnostic Related Group (DRG) rates or changes in the benefit coverage of the FFS program. **This adjustment must be mutually exclusive of trend and CANNOT be taken twice. The State must document how it ensures there is no duplication with trend.** If the State is changing one of the aspects noted above in the FFS State Plan then the State needs to estimate the impact of that adjustment. *Note: FFP on rates cannot be claimed until CMS approves the SPA per the 1/2/01 SMD letter. Prior approval of capitation rates is contingent upon approval of the SPA.* The R2 data was adjusted for changes that will occur after the R2 (BY for conversion) and during P1 and P2 that affect the overall Medicaid program.

Others:

- Additional State Plan Services (+)
- Reductions in State Plan Services (-)
- Legislative or Court Mandated Changes to the Program Structure or fee
- Graduate Medical Education (GME) Changes - This adjustment accounts for **changes** in any GME payments in the program. 42 CFR 438.6(c)(5) specifies that States can include or exclude GME payments from the capitation rates. However, GME payments must be included in cost-effectiveness calculations.
- Copayment Changes - This adjustment accounts for changes from R2 to P1 in any copayments that are collected under the FFS program, but not collected in the MCO/PIHP/PAHP capitated program. States must ensure that these copayments are included in the Waiver Cost Projection if not to be collected in the capitated program. If the State is changing the copayments in the FFS program then the State needs to estimate the impact of that adjustment.

1. ☐ The State has chosen not to make an adjustment because there were no programmatic or policy changes in the FFS program after the MMIS claims tape was created. In addition, the State anticipates no programmatic or policy changes during the waiver period.

2. ☐ An adjustment was necessary. The adjustment(s) is(are) listed and described below:

i. ☐ The State projects an externally driven State Medicaid managed care rate increases/decreases between the base and rate periods.
Please list the changes.

For the list of changes above, please report the following:

A. ☐ The size of the adjustment was based upon a newly approved State Plan Amendment (SPA).
PMPM size of adjustment

B. ☐ The size of the adjustment was based on pending SPA.
Approximate PMPM size of adjustment

C. ☐ Determine adjustment based on currently approved SPA.
PMPM size of adjustment

D. ☐ Determine adjustment for Medicare Part D dual eligibles.

E. ☐ Other:
Please describe

ii. ☐ The State has projected no externally driven managed care rate increases/decreases in the managed care rates.

iii. ☐ Changes brought about by legal action:

Please list the changes.

For the list of changes above, please report the following:

A. ☐ The size of the adjustment was based upon a newly approved State Plan Amendment (SPA).
PMPM size of adjustment

B. ☐ The size of the adjustment was based on pending SPA.
Approximate PMPM size of adjustment

C. ☐ Determine adjustment based on currently approved SPA.
PMPM size of adjustment

D. ☐ Other
Please describe

iv. ☐ Changes in legislation.

Please list the changes.

For the list of changes above, please report the following:

A. ☐ The size of the adjustment was based upon a newly approved State Plan Amendment (SPA).
PMPM size of adjustment

B. ☐ The size of the adjustment was based on pending SPA.
Approximate PMPM size of adjustment

C. ☐ Determine adjustment based on currently approved SPA
PMPM size of adjustment

D. ☐ Other
Please describe

v. ☐ Other

Please describe:

A. ☐ The size of the adjustment was based upon a newly approved State Plan Amendment (SPA).
PMPM size of adjustment

B. ☐ The size of the adjustment was based on pending SPA.
Approximate PMPM size of adjustment

C. ☐ Determine adjustment based on currently approved SPA.
PMPM size of adjustment

D. ☐ Other
Please describe

Section D: Cost-Effectiveness

Part I: State Completion Section

J. Appendix D4 - Conversion or Renewal Waiver Cost Projection and Adjustments. (3 of 5)

c. Administrative Cost Adjustment: This adjustment accounts for changes in the managed care program. The administrative expense factor in the renewal is based on the administrative costs for the eligible population participating in the waiver for managed care. Examples of these costs include per claim claims processing costs, additional per record PRO review costs, and additional Surveillance and Utilization Review System (SURS) costs; as well as actuarial contracts, consulting, encounter data processing, independent assessments, EQRO reviews, etc. *Note: one-time administration costs should not be built into the cost-effectiveness test on a long-term basis. States should use all relevant Medicaid administration claiming rules for administration costs they attribute to the managed care program.* If the State is changing the administration in the fee-for-service program then the State needs to estimate the impact of that adjustment.

1. ☐ No adjustment was necessary and no change is anticipated.

2. ☑ An administrative adjustment was made.

i. ☐ Administrative functions will change in the period between the beginning of P1 and the end of P2.
Please describe:

ii. ☑ Cost increases were accounted for.

A. ☐ Determine administration adjustment based upon an approved contract or cost allocation plan amendment (CAP).

B. ☐ Determine administration adjustment based on pending contract or cost allocation plan amendment (CAP).

C. ☑ State Historical State Administrative Inflation. THe actual trend rate used is PMPM size of adjustment

3.50

Please describe:
The trend for administration is based on the Consumer Price Index and experience with the cost of in-house staff dedicated to managed care functions.

D. ☐ Other
Please describe:

iii. ☐ [Required, when State Plan services were purchased through a sole source procurement with a governmental entity. No other State administrative adjustment is allowed.] If cost increase trends are unknown and in the future, the State must use the lower of: Actual State administration costs trended forward at the State historical administration trend rate or Actual State administration costs trended forward at the State Plan services trend rate.

Please document both trend rates and indicate which trend rate was used.

A. Actual State Administration costs trended forward at the State historical administration trend rate.

Please indicate the years on which the rates are based: base years

In addition, please indicate the mathematical method used (multiple regression, linear regression, chi-square, least squares, exponential smoothing, etc.). Finally, please note and explain if the State's cost increase calculation includes more factors than a price increase.

B. Actual State Administration costs trended forward at the State Plan Service Trend rate. Please indicate the State Plan Service trend rate from Section D.I.J.a. above

Section D: Cost-Effectiveness

Part I: State Completion Section

J. Appendix D4 - Conversion or Renewal Waiver Cost Projection and Adjustments. (4 of 5)

d. 1915(b)(3) Adjustment: The State must document the amount of State Plan Savings that will be used to provide additional 1915(b)(3) services in ***Section D.I.H.a*** above. The Base Year already includes the actual trend for the State Plan services in the program. This adjustment reflects the expected trend in the 1915(b)(3) services between the Base Year and P1 of the waiver and the trend between the beginning of the program (P1) and the end of the program (P2). Trend adjustments may be service-specific and expressed as percentage factors.

1. ☐ [Required, if the State's BY is more than 3 months prior to the beginning of P1 to trend BY to P1]
The State is using the actual State historical trend to project past data to the current time period (i.e., trending from 1999 to present).
The actual documented trend is:

Please provide documentation.

2. ☐ [Required, when the State's BY is trended to P2. No other 1915(b)(3) adjustment is allowed] If trends are unknown and in the future (i.e., trending from present into the future), the State must use the lower of State historical 1915(b)(3) trend or State's trend for State Plan Services. Please document both trend rates and indicate which trend rate was used.

i.

A. State historical 1915(b)(3) trend rates

1. Please indicate the years on which the rates are based: base years

2. Please provide documentation.

B. State Plan Service trend

Please indicate the State Plan Service trend rate from Section D.I.J.a. above

e. Incentives (not in capitated payment) Trend Adjustment: If the State marked **Section D.I.H.d ,** then this adjustment reports trend for that factor. Trend is limited to the rate for State Plan services.

1. List the State Plan trend rate by MEG from Section D.I.I.a

2. List the Incentive trend rate by MEG if different from Section D.I.I.a

3. Explain any differences:

Section D: Cost-Effectiveness

Part I: State Completion Section

J. Appendix D4 - Conversion or Renewal Waiver Cost Projection and Adjustments. (5 of 5)

p. ***Other adjustments*** including but not limited to federal government changes.

- If the federal government changes policy affecting Medicaid reimbursement, the State must adjust P1 and P2 to reflect all changes.
- Once the State's FFS institutional excess UPL is phased out, CMS will no longer match excess institutional UPL payments.
  - Excess payments addressed through transition periods should not be included in the 1915(b) cost effectiveness process. Any State with excess payments should exclude the excess amount and only include the supplemental amount under 100% of the institutional UPL in the cost effectiveness process.
  - For all other payments made under the UPL, including supplemental payments, the costs should be included in the cost effectiveness calculations. This would apply to PCCM enrollees and to PAHP, PIHP or MCO enrollees if the institutional services were provided as FFS wrap around. The recipient of the supplemental payment does not matter for the purposes of this analysis.
- **Pharmacy Rebate Factor Adjustment (Conversion Waivers Only) ***: Rebates that States receive from drug manufacturers should be deducted from Base Year costs if pharmacy services are included in the capitated base. If the base year costs are not reduced by the rebate factor, an inflated BY would result. Pharmacy rebates should also be deducted from FFS costs if pharmacy services are impacted by the waiver but not capitated.

  Basis and Method:

  1. ☐ Determine the percentage of Medicaid pharmacy costs that the rebates represent and adjust the base year costs by this percentage. States may want to make separate adjustments for prescription versus over the counter drugs and for different rebate percentages by population. States may assume that the rebates for the targeted population occur in the same proportion as the rebates for the total Medicaid population **which includes accounting for Part D dual eligibles**. Please account for this adjustment in **Appendix D5.**
  2. ☐ The State has not made this adjustment because pharmacy is not an included capitation service and the capitated contractor's providers do not prescribe drugs that are paid for by the State in FFS **or Part D for the dual eligibles**.
  3. ☐ Other

     Please describe:

1. ☐ No adjustment was made.

2. ☐ This adjustment was made. This adjustment must be mathematically accounted for in Appendix D5.
Please describe

Section D: Cost-Effectiveness

Part I: State Completion Section

K. Appendix D5 – Waiver Cost Projection

The State should complete these appendices and include explanations of all adjustments in Section D.I.I and D.I.J above.

Appendix D5 – Waiver Cost Projection

Section D: Cost-Effectiveness

Part I: State Completion Section

L. Appendix D6 – RO Targets

The State should complete these appendices and include explanations of all trends in enrollment in Section D.I.E. above.

Appendix D6 – RO Targets

Section D: Cost-Effectiveness

Part I: State Completion Section

M. Appendix D7 - Summary

a. Please explain any variance in the overall percentage change in spending from BY/R1 to P2.

1. Please explain caseload changes contributing to the overall annualized rate of change in Appendix D7 Column I. This response should be consistent with or the same as the answer given by the State in Section D.I.E.c & d:

   Member months for the Healthy Kids Dental waiver have increased over time in tandem with the Medicaid population in the state. High unemployment has caused many residents to lose health benefits, particularly non -ambulatory services like dental. This has led to an increase in the Medicaid population as more individuals become eligible for a Medicaid benefit.
   Member months will increase from R2 to P1 with the addition of four counties to the waiver population. Those counties are Mason, Muskegon, Newaygo, Oceana.
2. Please explain unit cost changes contributing to the overall annualized rate of change in Appendix D7 Column I. This response should be consistent with or the same as the answer given by the State in the State's explanation of cost increase given in Section D.I.I and D.I.J:

   Based on a known capitation rate for January 1, 2012 to September 30, 2012, an estimated capitation rate increase on October 1, 2012 and estimated CY 2012 settlement with the current dental vendor, the projected P1 State Plan Service Cost PMPM is $18.88.

   Effective January 1, 2012, the State will begin paying capitation rates for the 9-month rating period through September 30, 2012. The composite rate reflects a 6.5% rate increase from the R2 reported cost and is illustrated as a program change in the first year of the new waiver period.

   The 4.33% State Plan Inflation accounts for the CY 2012 settlement with the current dental vendor as well as a

projected capitation rate increase on October 1, 2012. The State has further estimated a 4.5% rate increase on October 1, 2012 from the capitation rates for the January to September 2012 rating period.

Through calendar year 2011, the Healthy Kids Dental program is operating on a fee-for-service type arrangement with a single vendor. The full risk capitation arrangement begins January 1, 2012.

3. Please explain utilization changes contributing to the overall annualized rate of change in Appendix D7 Column I. This response should be consistent with or the same as the answer given by the State in the State's explanation of utilization given in Section D.I.I and D.I.J:

   The October 1, 2012 rate increase of 4.5% was calculated with a base trend of 3.0% was using FY 2009 and FY 2010 historical experience with a linear regression methodology. Additionally, the State has included a 1.5% adjustment for enrollment mix amongst the different rate cells paid under the Healthy Kids Dental program. The price increase does not include any impact for technology, pricing pattern, or units of service PMPM changes.

b. Please note any other principal factors contributing to the overall annualized rate of change in Appendix D7 Column I.

Appendix D7 - Summary

State of **Appendix D1. Member Months** .

Row # / Column Letter | B | C | D | E | F | G | H | I | J | K | L | M | N

Renewal Waiver

Estimated Member Month Calculations

State: **Michigan**

Actual Enrollment for the Time Period - R1 = 4/1/2009 through 3/31/2010 R2 = 4/1/2010 through 3/31/2011 **R1 and R2 include actual data and dates used in conversion - no estimates

Enrollment Projections for the Time Period - P1 = 1/1/2012 through 12/31/2012 P2 = 1/1/2013 through 12/31/2013 *Projections start on Quarter and include data for requested waiver period

Medicaid Eligibility Group (MEG)	Retrospective Year 1 (R1) 3/31/2010	Retrospective Year 2 (R2) 3/31/2011	Projected Quarter 1 1/1/2012	Projected Quarter 2 4/1/2012	Projected Quarter 3 7/1/2012	Projected Quarter 4 10/1/2012	Projected Year 1 (P1)	Projected Quarter 5 1/1/2013	Projected Quarter 6 4/1/2013	Projected Quarter 7 7/1/2013	Projected Quarter 8 10/1/2013	Projected Year 2 (P2)	Total Projected (H+M)
Healthy Kids	3,540,223	3,767,750	1,075,792	1,077,995	1,080,198	1,082,402	4,316,387	1,083,975	1,087,275	1,089,306	1,091,419	4,351,975	8,668,362
							0					0	0
							0					0	0
							0					0	0
Total Member Months	**3,540,223**	**3,767,750**	**1,075,792**	**1,077,995**	**1,080,198**	**1,082,402**	**4,316,387**	**1,083,975**	**1,087,275**	**1,089,306**	**1,091,419**	**4,351,975**	**8,668,362**
Quarterly % Increase				**0.20%**	**0.20%**	**0.20%**		**0.15%**	**0.30%**	**0.19%**	**0.19%**		
Annualized % Increase R1 to R2 to P1 to P2		**6.43%**					**8.06%**					**0.82%**	

Modify Line items as necessary to fit the MEGs of the program.

State Completion Sections

To modify the formulas as necessary to fit the length of the program complete this section. The formulas will automatically update given this data.

Use Quarter Starting Dates on Appendix D1. Appendix D6 will automatically become Quarter Ending Dates to sync with CMS-64.

Note: the calculations in the worksheet use greater detail than what is shown in printed tables or on the screen. This results in greater precision than if all calculations were rounded to the displayed currency settings. Using a calculator for hand calculation will show differences when summing larger numbers - the differences should not be significant.

NUMBER OF DAYS OF DATA	
R2	364.00
Gap (end of R2 to P1)	276.00
P1	365.00
P2	364.00
TOTAL R2 to P2	1369
(Days-365)	1004
TOTAL R2 to P1	1,005
(Days-364)	640

State of

Appendix D2.S Services in Waiver Cost

Services in Actual Waiver Cost (Comprehensive and Expedited)

State: Michigan

Renewal Waiver

Instructions: Modify columns as applicable to the waiver entity type and structure to note services in different MEGs.

***** Please note with a * if there are any proposed changes.

Row # / Column Letter	B	C	D	E	F	G		H
8	**State Plan Services**							
9	**Service Category**	**State Plan Approved Services**	**1915(b)(3) Services**	**MCO Capitated Reimbursement**	**FFS services Impacted by MCO**	**PCCM Fee-for Service Reimbursement**	**PIHP Capitated Reimbursement**	**PIHP Fee-for Service Reimbursement**	**PAHP Capitated Reimbursement**
12	Inpatient Hospital (includes psych)								
13	IHS Inpatient								
14	Mental Health Facility								
15	Skilled Nursing Home								
16	ICF-MR Public								
17	ICF-MR Private								
18	ICF-Other								
19	Physician Services (includes psych)								
20	Outpatient Hospital (includes psych)								
21	IHS Outpatient								
22	Prescribed Drugs								
23	Dental Services	X							X
24	Other Practitioners (includes psych)								
25	Clinic Services								
26	Lab or Radiology (includes psych)								
27	Home Health Services								
28	Sterilizations								
29	EPSDT Screening								
30	Rural Health Clinic								
31	FQHC								
32	Tribal 638								
33	HCBS Waivers								
34	Personal Care								
35	Other Care Services								
36	Family Planning								
37	Targeted Case Mgmt - MR Waiver								
38	Individualized Alternative or Enhanced Services								
39	PCCM Case Management Fees								
40	Managed Care Capitated Services								
41	Targeted Case Mgmt - MH/SA								

State of

Appendix D2.S Services in Waiver Cost

Row # / Column Letter	B	C	D	I
2			**Services in**	
3				
4				
5	**Instructions:** Modify columns as applicable to the waiver entity type and structure to r			
6	***** Please note with a * if there are any proposed changes.			
7				

8	**State Plan Services**			
9				
10	**Service Category**	**State Plan Approved Services**	**1915(b)(3) Services**	**PAHP Fee-for Service Reimbursement**
11				
12	Inpatient Hospital (includes psych)			
13	IHS Inpatient			
14	Mental Health Facility			
15	Skilled Nursing Home			
16	ICF-MR Public			
17	ICF-MR Private			
18	ICF-Other			
19	Physician Services (includes psych)			
20	Outpatient Hospital (includes psych)			
21	IHS Outpatient			
22	Prescribed Drugs			
23	Dental Services	X		
24	Other Practitioners (includes psych)			
25	Clinic Services			
26	Lab or Radiology (includes psych)			
27	Home Health Services			
28	Sterilizations			
29	EPSDT Screening			
30	Rural Health Clinic			
31	FQHC			
32	Tribal 638			
33	HCBS Waivers			
34	Personal Care			
35	Other Care Services			
36	Family Planning			
37	Targeted Case Mgmt - MR Waiver			
38	Individualized Alternative or Enhanced Services			
39	PCCM Case Management Fees			
40	Managed Care Capitated Services			
41	Targeted Case Mgmt - MH/SA			

Row # / Column Letter | B | C | D | E | F | G | H | I

Administration in Actual Waiver Cost (Comprehensive and Expedited)

State: Michigan

Renewal Waiver

Instructions: Modify columns as applicable to the waiver entity type and structure to note administration in different MEGs, etc.

CMS 64.10 line Item	CMS 64.10 Explanation	Contract	Match Rate	BY Expenses
1	FAMILY PLANNING		90% FFP	
2	DESIGN DEVELOPMENT OR INSTALLATION OF MMIS*		90% FFP	
A.	COSTS OF IN-HOUSE ACTIVITIES PLUS OTHER STATE AGENCIES AND INSTITUTIONS		90% FFP	
B.	COST OF PRIVATE SECTOR CONTRACTORS		90% FFP	
C.	DRUG CLAIMS SYSTEM		90% FFP	
3	SKILLED PROFESSIONAL MEDICAL PERSONNEL		75% FFP	
4	OPERATION OF AN APPROVED MMIS*:		75% FFP	
A.	COSTS OF IN-HOUSE ACTIVITIES PLUS OTHER STATE AGENCIES AND INSTITUTIONS		75% FFP	
B.	COST OF PRIVATE SECTOR CONTRACTORS		75% FFP	
5	MECHANIZED SYSTEMS, NOT APPROVED UNDER MMIS PROCEDURES:		50% FFP	
A.	COSTS OF IN-HOUSE ACTIVITIES PLUS OTHER STATE AGENCIES AND INSTITUTIONS		50% FFP	
B.	COST OF PRIVATE SECTOR CONTRACTORS		50% FFP	
6	PEER REVIEW ORGANIZATIONS (PRO)		75% FFP	
7. A.	THIRD PARTY LIABILITY RECOVERY PROCEDURE - BILLING OFFSET		50% FFP	
B.	ASSIGNMENT OF RIGHTS - BILLING OFFSET		50% FFP	
8	IMMIGRATION STATUS VERIFICATION SYSTEM COSTS		100% FFP	
9	NURSE AIDE TRAINING COSTS		50% FFP	
10	PREADMISSION SCREENING COSTS		75% FFP	
11	RESIDENT REVIEW ACTIVITIES COSTS		75% FFP	
12	DRUG USE REVIEW PROGRAM		75% FFP	
13	OUTSTATIONED ELIGIBILITY WORKERS		50% FFP	
14.	TANF BASE		90% FFP	
15.	TANF SECONDARY 90%		90% FFP	
16.	TANF SECONDARY 75%		75% FFP	
17.	EXTERNAL REVIEW		75% FFP	
18.	ENROLLMENT BROKERS		50% FFP	
19.	OTHER FINANCIAL PARTICIPATION		50% FFP	
	Waiver Salaries		50% FFP	$ 376,878
	DIT General Medicaid		50% FFP	$ 844,449
	Health Plan Contracts - related to all TXIX		50% FFP	$ 290,739
20	Total			**$ 1,512,066**

*Allocation basis is ___% of Medicaid costs OR ___ % of Medicaid eligibles OR ___ other, please explain:

Add multiple line items as necessary to fit the administration of the program (i.e. if you have more than one contract on line 19, detail the contracts separately).

State Completion Sections

Actual Waiver Cost Renewal Comprehensive Version

State: Michigan

Medicaid Eligibility Group (MEG)	R1 Member Months	Retrospective Year 1 (R1) Aggregate Costs: MCO/PIHP Capitated Costs (Including incentives and risksharing payouts/withholds) or PCCM Case Management Fees	Fee-for-Service Costs	State Plan Service Costs (D+E)	FFS Incentive Costs (not included in capitation rates, provide documentation)	1915(b)(3) service costs (provide documentation)	Administration Costs	Total Actual Waiver Costs (F+G+H+I)
Healthy Kids	3,540,223	$ 58,320,917	$ -	$ 58,320,917	$ -	$ -	$ 1,512,066	**$ 59,832,983**
Total	**3,540,223**	**$ 58,320,917**	**$ -**	**$ 58,320,917**	**$ -**	**$ -**	**$ 1,512,066**	**$ 59,832,983**
R1 Overall PMPM Casemix for R1 (R1 MMs)								

Medicaid Eligibility Group (MEG)	R2 Member Months	Retrospective Year 2 (R2) Aggregate Costs: MCO/PIHP Capitated Costs (Including incentives and risksharing payouts/withholds) or PCCM Case Management Fees	Fee-for-Service Costs	State Plan Service Costs (D+E)	FFS Incentive Costs (not included in capitation rates, provide documentation)	1915(b)(3) service costs (provide documentation)	Administration Costs (Attach list using CMS 64.10 Waiver schedule categories)	Total Actual Waiver Costs (F+G+H+I)
Healthy Kids	3,767,750	$ 64,029,482	$ -	$ 64,029,482	$ -	$ -	$ 1,609,245	**$ 65,638,727**
Total	**3,767,750**	**$ 64,029,482**	**$ -**	**$ 64,029,482**	**$ -**	**$ -**	**$ 1,609,245**	**$ 65,638,727**
R1 Overall PMPM Casemix for R2 (R2 MMs)								

Modify Line items as necessary to fit the MEGs of the program.
State Completion Sections

Note: The States completing the Expedited Test will only attach the most recent waiver Schedule D, and the corresponding quarters of waiver forms from the CMS-64.9 Waiver and CMS-64.21U Waiver and CMS 64.10 Waiver. Completion of this Appendix is not necessary for expedited waivers.

Note: The States completing the Comprehensive Test will attach the most recent waiver Schedule D, and the corresponding quarters of waiver forms from the CMS-64.9 Waiver and CMS-64.21U Waiver and CMS 64.10 Waiver. Completion of this Appendix is required for Comprehensive Waivers.

Row # / Column Letter	B	C	K	L	M	N	O
2			**Actual Waiver Cost Renewal Comprehensive Version**				
			State: Michigan				

			R1 Per Member Per Month (PMPM) Costs				
Medicaid Eligibility Group (MEG)	**R1 Member Months**	**State Plan Service Costs (F/C)**	**Incentive Costs (G/C)**	**1915(b)(3) Service Costs (H/C)**	**Administration Costs (I/C)**	**Total Actual Waiver Costs (J/C)**
Healthy Kids	3,540,223	$ 16.47	$ -	$ -	$ 0.43	**$ 16.90**
Total	**3,540,223**					
R1 Overall PMPM Casemix for R1 (R1 MMs)		**$ 16.47**	**$ -**	**$ -**	**$ 0.43**	**$ 16.90**

			R2 Per Member Per Month (PMPM) Costs				
Medicaid Eligibility Group (MEG)	**R2 Member Months**	**State Plan Service Costs (F/C)**	**Incentive Costs (G/C)**	**1915(b)(3) Service Costs (H/C)**	**Administration Costs (I/C)**	**Total Actual Waiver Costs (J/C)**
Healthy Kids	3,767,750	$ 16.99	$ -	$ -	$ 0.43	**$ 17.42**
Total	**3,767,750**					
R1 Overall PMPM Casemix for R2 (R2 MMs)		**$ 16.99**	**$ -**	**$ -**	**$ 0.43**	**$ 17.42**

Modify Line items as necessary to fit the MEGs of the program.
State Completion Sections

State of

Appendix D4. Adjustments in Projection

Row # / Column Letter	B	C	D
2		**Adjustments and Services in Waiver Cost Projection (Comprehensive and Expedited)**	
	2	State: Michigan	
4		**Prospective Years 1 and 2 (P1 and P2)**	
5		**Renewal Waiver**	
6		*** If a change please note**	
7			

8	Adjustments to the Waiver Cost Projection	Adjustments Made	Location of Adjustment
9	State Plan Trend	X	Tab D5, Column Y, Rows 13 and 30
10	State Plan Programmatic/policy/pricing changes	X	Tab D5, Column L, Row 13
11	Administrative Cost Adjustment	X	Tab D5, Column J, Rows 13 and 30
12	1915(b)(3) service Trend		
13	Incentives (not in cap payment) Adjustments		
14	Other		

15

State Completion Sections

Row # / Column Letter | B | C | D | E | F | G | H | I | J | K | L | M | N | O

Waiver Cost Projection Renewal Waiver Comprehensive Version

State: Michigan

Note: Complete this Appendix for all Prospective Years

Waiver Cost Projection

Medicaid Eligibility Group (MEG)	Retrospective Year 2 (R2) Member Months	R2 Per Member Per Month (PMPM) Costs: State Plan Service Costs*	Incentive Costs*	1915(b)(3) Service Costs*	Administration Costs*	Total Actual Waiver Costs*	Prospective Year 1 (P1) Projection for State Plan Services**: R2 PMPM State Plan Service Costs* (Same as D13-D18)	State Plan Inflation Adjustment (Annual Year 1) (Preprint Explains)	PMPM Effect of Inflation Adjustment (IxJ)	Program Adjustment Capitation Rate Increase	PMPM Effect of Program Adjustment ((I+K)xL)	Aggregate PMPM Effect of State Plan Service Adj. (K+M)	Total P1 PMPM State Plan Service Cost Projection (I+N)
Healthy Kids	3,767,750	$ 16.99	$ -	$ -	$ 0.43	$ 17.42	$ 16.99	4.33%	$ 0.74	6.5%	$ 1.15	$ 1.89	$ 18.88
Total	**3,767,750**												
P1 PMPM Casemix for R2 (R2 MMs)		**$ 16.99**	**$ -**	**$ -**	**$ 0.43**	**$ 17.42**	**$ 16.99**	**4.33%**	**$ 0.74**	**6.5%**	**$ 1.15**	**$ 1.89**	**$ 18.88**

* For comprehensive waivers, Columns D, E, F, G and H are columns K, L, M, N, and O from the Actual Waiver Cost Spreadsheet D3. For expedited waivers, sum the CMS-64.9 WAV and 64.21UWAV forms and divide by the member months for column D. Sum the CMS 64.10 WAV forms and divide by the member months for Column G. Sum D+G for Column H.

** If additional columns are needed in order to identify all of the adjustments being made, please insert the appropriate number of columns and label them accordingly.

Medicaid Eligibility Group (MEG)	Retrospective Year 2 (R2) Member Months	P1 Per Member Per Month (PMPM) Costs: P1 PMPM State Plan Service Costs (same as O13-O18)	P1 PMPM Incentive Service Costs (same as S13-S18)	P1 PMPM 1915(b)(3) Service Costs (same as W13-W18)	P1 PMPM Administration Service Costs (same as AA13-AA18)	P1 PMPM Total Actual Waiver Costs (same as AB13-AB18)	Prospective Year 2 (P2) Projection for State Plan Services**: P1 PMPM State Plan Service Cost Projection (Same as D30-D35)	State Plan Inflation Adjustment (Annual Year 2) (Preprint Explains)	PMPM Effect of Inflation Adjustment (IxJ)	Program Adjustment Capitation Rate Increase	PMPM Effect of Program Adjustment ((I+K)xL)	Aggregate PMPM Effect of State Plan Service Adj. (K+M)	Total P2 PMPM State Plan Service Cost Projection (I+N)
Healthy Kids	3,767,750	$ 18.88	$ -	$ -	$ 0.44	$ 19.33	$ 18.88	1.29%	$ 0.24		$ -	$ 0.24	$ 19.13
Total	**3,767,750**												
P2 PMPM Casemix for R2 (R2 MMs)		**$ 18.88**	**$ -**	**$ -**	**$ 0.44**	**$ 19.33**	**$ 18.88**	**1.29%**	**$ 0.24**	**0.0%**	**$ -**	**$ 0.24**	**$ 19.13**

Modify Line items as necessary to fit the MEGs of the program.

Appendix D5. Waiver Cost Projection

Actual Waiver Cost Conversion Renewal Comprehensive Version

State: Michigan

Note: Complete this Appendix for all Prospective Years

Waiver Cost Projection

Row # / Column Letter	B	P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB
		P1 Projection for Incentive Costs not Included in Capitation Rates**				**P1 Projection for 1915(b)(3) Service Costs****				**P1 Projection for Administration Costs****				
	Medicaid Eligibility Group (MEG)	**R2 PMPM Incentive Costs* (Same as E13-E18)**	**Incentive Cost Inflation Adj. (Annual Year 1) (Preprint Explains)**	**PMPM Effect of Inflation Adjustment (PxQ)**	**Total P1 PMPM Incentive Cost Projection (P+R)**	**R2 PMPM 1915(b)(3) Service Costs* (Same as F13-F18)**	**1915(b)(3) Service Costs Inflation Adj. (Annual Year 1) (Preprint Explains)**	**PMPM Effect of Inflation Adjustment (TxU)**	**Total P1 PMPM 1915(b)(3) Service Cost Projection (T+V)**	**R2 PMPM Administration Costs* (Same as G13-G18)**	**Administration Costs Inflation Adj. (Annual Year 1) (Preprint Explains)**	**PMPM Effect of Inflation Adjustment (XxY)**	**Total P1 PMPM Administration Cost Projection (X+Z)**	**Total P1 PMPM Projected Waiver Costs (O+S+W+AA)**
13	Healthy Kids	$ -		$ -	$ -	$ -		$ -	$ -	$ 0.43	3.50%	$ 0.01	$ 0.44	**$ 19.33**
14														
15														
16														
17	**Total**													
18	**P1 PMPM Casemix for R2 (R2 MMs)**	**$ -**	**0.00%**	**$ -**	**$ -**	**$ -**	**0.00%**	**$ -**	**$ -**	**$ 0.43**	**3.50%**	**$ 0.01**	**$ 0.44**	**$ 19.33**

Row # / Column Letter	B	P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB
		P2 Projection for Incentive Costs not Included in Capitation Rates**				**P2 Projection for 1915(b)(3) Service Costs****				**P2 Projection for Administration Costs****				
	Medicaid Eligibility Group (MEG)	**P1 PMPM Incentive Cost Projection (Same as E30-E35)**	**Incentive Cost Inflation Adj. (Annual Year 2) (Preprint Explains)**	**PMPM Effect of Inflation Adjustment (PxQ)**	**Total P2 PMPM Incentive Cost Projection (P+R)**	**P1 PMPM 1915(b)(3) Service Cost Projection (Same as F30-F35)**	**1915(b)(3) Service Costs Inflation Adj. (Annual Year 2) (Preprint Explains)**	**PMPM Effect of Inflation Adjustment (TxU)**	**Total P2 PMPM 1915(b)(3) Service Cost Projection (T+V)**	**P1 PMPM Administration Cost Projection (Same as G30-G35)**	**Administration Costs Inflation Adj. (Annual Year 2)**	**PMPM Effect of Inflation Adjustment (XxY)**	**Total P2 PMPM Administration Cost Projection (X+Z)**	**Total P2 PMPM Projected Waiver Costs (O+S+W+AA)**
30	Healthy Kids	$ -		$ -	$ -	$ -		$ -	$ -	$ 0.44	3.50%	$ 0.02	$ 0.46	**$ 19.59**
31														
32														
33														
34	**Total**													
35	**P2 PMPM Casemix for R2 (R2 MMs)**	**$ -**	**0.00%**	**$ -**	**$ -**	**$ -**	**0.00%**	**$ -**	**$ -**	**$ 0.44**	**3.50%**	**$ 0.02**	**$ 0.46**	**$ 19.59**

Modify Line items as necessary to fit the MEGs of the program.

State of **Appendix D6. RO Targets**

Quarterly CMS Targets for RO Monitoring

State: Michigan

Projection for Upcoming Waiver Period

Projected Year 1

Medicaid Eligibility Group (MEG)	Total Projected Year 1 Member Months (P1)	P1 Projected PMPM Costs from Appendix D5 (Totals weighted on Projected Year 1 Member Months)					Total PMPM Projected Service Costs (Column H-G)
		Total PMPM State Plan Service Cost Projection	Total PMPM Incentive Cost Projection	Total PMPM 1915(b)(3) Service Cost Projection	Total PMPM Administration Cost Projection	Total PMPM Projected Waiver Costs	
Healthy Kids	4,316,387	$ 18.88	$ -	$ -	$ 0.44	$ 19.33	$ 18.88
Total	**4,316,387**						
P1 Weighted Average PMPM Casemix for P1 (P1 MMs)		**$ 18.88**	**$ -**	**$ -**	**$ 0.44**	**$ 19.33**	

Medicaid Eligibility Group (MEG)	Q1 Quarterly Projected Costs			Q2 Quarterly Projected Costs			Q3 Quarterly Projected Costs			Q4 Quarterly Projected Costs			Total P1 Projected Waiver Costs
	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	
Healthy Kids	1,075,792	$ 20,314,650.24	$ 475,563.80	1,077,995	$ 20,356,250.46	$ 476,537.66	1,080,198	$ 20,397,850.67	$ 477,511.51	1,082,402	$ 20,439,469.76	$ 478,485.81	**$ 83,416,319.91**
Total	**1,075,792**	**$ 20,314,650.24**	**$ 475,563.80**	**1,077,995**	**$ 20,356,250.46**	**$ 476,537.66**	**1,080,198**	**$ 20,397,850.67**	**$ 477,511.51**	**1,082,402**	**$ 20,439,469.76**	**$ 478,485.81**	**$ 83,416,319.91**

Projected Year 2

Medicaid Eligibility Group (MEG)	Total Projected Year 2 Member Months (P2)	P2 Projected PMPM Costs from Appendix D5 (Totals weighted on Projected Year 2 Member Months)					Total PMPM Projected Service Costs (Column H-G)
		Total PMPM State Plan Service Cost Projection	Total PMPM Incentive Cost Projection	Total PMPM 1915(b)(3) Service Cost Projection	Total PMPM Administration Cost Projection	Total PMPM Projected Waiver Costs	
Healthy Kids	4,351,975	$ 19.13	$ -	$ -	$ 0.46	$ 19.59	$ 19.13
Total	**4,351,975**						
P2 Weighted Average PMPM Casemix for P2 (P2 MMs)		**$ 19.13**	**$ -**	**$ -**	**$ 0.46**	**$ 19.59**	

Medicaid Eligibility Group (MEG)	Q5 Quarterly Projected Costs			Q6 Quarterly Projected Costs			Q7 Quarterly Projected Costs			Q8 Quarterly Projected Costs			Total P2 Projected Waiver Costs
	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	Member Months Projections	64.9W /64.21U W Service Costs include incentives	64.10 Waiver Administration Costs	
Healthy Kids	1,083,975	$ 20,734,228.31	$ 495,952.51	1,087,275	$ 20,797,350.57	$ 497,462.37	1,089,306	$ 20,836,199.45	$ 498,391.61	1,091,419	$ 20,876,616.83	$ 499,358.38	**$ 85,235,560.01**
Total	**1,083,975**	**$ 20,734,228.31**	**$ 495,952.51**	**1,087,275**	**$ 20,797,350.57**	**$ 497,462.37**	**1,089,306**	**$ 20,836,199.45**	**$ 498,391.61**	**1,091,419**	**$ 20,876,616.83**	**$ 499,358.38**	**$ 85,235,560.01**

P Q R S T U

Quarterly CMS Targets for RO CMS-64 Review Renewal

State: Michigan

Projection for Upcoming Waiver Period

Projections for RO CMS-64 Certification - Aggregate Cost

Projected Year 1 1/1/2012 through 12/31/2012

Waiver Form	Medicaid Eligibility Group (MEG)	Q1 Quarterly Projected Costs 3/31/2012	Q2 Quarterly Projected Costs 6/30/2012	Q3 Quarterly Projected Costs 9/30/2012	Q4 Quarterly Projected Costs 12/31/2012
64.9 Waiver Form	Healthy Kids	$ 20,314,650.24	$ 20,356,250.46	$ 20,397,850.67	$ 20,439,469.76
64.10 Waiver Form		$ 475,563.80	$ 476,537.66	$ 477,511.51	$ 478,485.81

Projected Year 2 1/1/2013 through 12/31/2013

Waiver Form	Medicaid Eligibility Group (MEG)	Q5 Quarterly Projected Costs 3/31/2013	Q6 Quarterly Projected Costs 6/30/2013	Q7 Quarterly Projected Costs 9/30/2013	Q8 Quarterly Projected Costs 12/31/2013
64.9 Waiver Form	MEG 1	$ 20,734,228.31	$ 20,797,350.57	$ 20,836,199.45	$ 20,876,616.83
64.10 Waiver Form		$ 495,952.51	$ 497,462.37	$ 498,391.61	$ 499,358.38

State of

Appendix D6. RO Targets

V W X Y Z AA AB AC AD AE AF AG AH AI

Quarterly CMS Targets for RO Cost-Effectiveness Monitoring

State: Michigan

Projection for Upcoming Waiver Period

Worksheet for RO PMPM Cost-Effectiveness Monitoring

Projected Year 1

Waiver Form	Medicaid Eligibility Group (MEG)	State Completion Section - For Waiver Submission P1 Projected PMPM From Column I (services) From Column G (Administration)
64.9 Waiver Form	Healthy Kids	$ 18.88
64.10 Waiver Form	All MEGS	$ 0.44

Projected Year 1

Waiver Form	Medicaid Eligibility Group (MEG)	RO Completion Section - For ongoing monitoring Q1 Quarterly Actual Costs			RO Completion Section - For ongoing monitoring Q2 Quarterly Actual Costs			RO Completion Section - For ongoing monitoring Q3 Quarterly Actual Costs			RO Completion Section - For ongoing monitoring Q4 Quarterly Actual Costs		
		Member Months Actuals 40999	Actual Aggregate Waiver Form Costs	Actual PMPM Costs	Member Months Actuals 41090	Actual Aggregate Waiver Form Costs	Actual PMPM Costs	Member Months Actuals 41182	Actual Aggregate Waiver Form Costs	Actual PMPM Costs	Member Months Actuals 41274	Actual Aggregate Waiver Form Costs	Actual PMPM Costs
64.9 Waiver Form	Healthy Kids			#DIV/0!			#DIV/0!			#DIV/0!			#DIV/0!
64.10 Waiver Form	All MEGS			#DIV/0!			#DIV/0!			#DIV/0!			#DIV/0!

Projected Year 2

Waiver Form	Medicaid Eligibility Group (MEG)	State Completion Section - For Waiver Submission P1 Projected PMPM From Column I (services) From Column G (Administration)
64.9 Waiver Form	Healthy Kids	$ 19.13
64.10 Waiver Form	All MEGS	$ 0.46

Projected Year 2

Waiver Form	Medicaid Eligibility Group (MEG)	RO Completion Section - For ongoing monitoring Q5 Quarterly Actual Costs			RO Completion Section - For ongoing monitoring Q6 Quarterly Actual Costs			RO Completion Section - For ongoing monitoring Q7 Quarterly Actual Costs			RO Completion Section - For ongoing monitoring Q8 Quarterly Actual Costs		
		Member Months Actuals 41364	Actual Aggregate Waiver Form Costs	Actual PMPM Costs	Member Months Actuals 41455	Actual Aggregate Waiver Form Costs	Actual PMPM Costs	Member Months Actuals 41547	Actual Aggregate Waiver Form Costs	Actual PMPM Costs	Member Months Actuals 41639	Actual Aggregate Waiver Form Costs	Actual PMPM Costs
64.9 Waiver Form	Healthy Kids			#DIV/0!			#DIV/0!			#DIV/0!			#DIV/0!
64.10 Waiver Form	All MEGS			#DIV/0!			#DIV/0!			#DIV/0!			#DIV/0!

Cost Effectiveness Summary Sheet Renewal Waiver

State: Michigan

Costs to be input below are from the prior waiver submission. Compare the prospective years from the prior waiver submission to the retrospective years of the current waiver submission.

Retrospective Period

Medicaid Eligibility Group (MEG)	R1 Member Months	R1 Per Member Per Month (PMPM) Costs: R1 PMPM State Plan Service Costs	R1 PMPM Incentive Costs	R1 PMPM 1915(b)(3) Service Costs	R1 PMPM Administration Costs	R1 PMPM Total Actual Waiver Costs
Healthy Kids	3,540,223	$ 16.47	$ -	$ -	$ 0.43	$ 16.90
Total	**3,540,223**					
R1 Overall PMPM Casemix for R1 (R1 MMs)		**$ 16.47**	**$ -**	**$ -**	**$ 0.43**	**$ 16.90**
Total R1 Expenditures						**$59,832,983**

P1 Per Member Per Month (PMPM) Costs from the prior waiver submission: P1 PMPM State Plan Service Costs	P1 PMPM Incentive Costs	P1 PMPM 1915(b)(3) Service Costs	P1 PMPM Administration Costs	P1 PMPM Total Actual Waiver Costs
$ 16.32	$ -	$ 0.00	$ -	$ 16.32
$ 16.32	**$ -**	**$ 0.00**	**$ -**	**$ 16.32**
Total Previous P1 Projection using R1 member months				**$57,792,658**

Medicaid Eligibility Group (MEG)	R2 Member Months	R2 Per Member Per Month (PMPM) Costs (Totals weighted on Retrospective Year 2 Member Months): R2 PMPM State Plan Service Costs	R2 PMPM Incentive Costs	R2 PMPM 1915(b)(3) Service Costs	R2 PMPM Administration Costs	R2 PMPM Total Actual Waiver Costs	Overall R1 to R2 Change (annual)
Healthy Kids	3,767,750	$ 16.99	$ -	$ -	$ 0.43	**$ 17.42**	**3.1%**
Total	**3,767,750**						
R2 Weighted Average PMPM Casemix for R1 (R1 MMs)		**$ 16.99**	**$ -**	**$ -**	**$ 0.43**	**$ 17.42**	**3.1%**
R2 OVerall PMPM Casemix for R2 (R2 MMs)		**$ 16.99**	**$ -**	**$ -**	**$ 0.43**	**$ 17.42**	**3.1%**
Total R2 Expenditures						**$65,638,727**	

P2 Per Member Per Month (PMPM) Costs from the prior waiver submission: P2 PMPM State Plan Service Costs	P2 PMPM Incentive Costs	P2 PMPM 1915(b)(3) Service Costs	P2 PMPM Administration Costs	P2 PMPM Total Actual Waiver Costs
$ 17.56	$ -	$ 0.00	$ -	$ 17.56
$ 17.56	**$ -**	**$ 0.00**	**$ -**	**$ 17.56**
Total Previous P2 Projection using R2 member months				**$66,144,561**

Total Previous Waiver Period Expenditures (Casemix for R1 and R2)		**$125,471,710**
Total Difference between Projections and Actual Waiver Cost for Previous Waiver Period		**-$1,534,491**

		$123,937,219

Prospective Period

Medicaid Eligibility Group (MEG)	Projected Year 1 Member Months (P1)	P1 Projected PMPM Costs (Totals weighted on Projected Year 1 Member Months): P1 PMPM State Plan Service Cost Projection	P1 PMPM Incentive Cost Projection	P1 PMPM 1915(b)(3) Service Cost Projection	P1 PMPM Administration Cost Projection	P1 PMPM Projected Waiver Costs	Overall R2 to P1 Change (annual)
Healthy Kids	4,316,387	$ 18.88	$ -	$ -	$ 0.44	$ 19.33	**6.09%**
Total	**4,316,387**						
P1 Weighted Average PMPM Casemix for R2 (R2 MMs)		**$ 18.88**	**$ -**	**$ -**	**$ 0.44**	**$ 19.33**	**6.09%**
P1 Weighted Average PMPM Casemix for P1 (P1 MMs)		**$ 18.88**	**$ -**	**$ -**	**$ 0.44**	**$ 19.33**	**6.09%**
Total Projected Waiver Expenditures P1(P1 MMs)						**$83,416,320**	

Medicaid Eligibility Group (MEG)	Projected Year 2 Member Months (P2)	P2 Projected PMPM Costs (Totals weighted on Projected Year 2 Member Months): P2 PMPM State Plan Service Cost Projection	P2 PMPM Incentive Cost Projection	P2 PMPM 1915(b)(3) Service Cost Projection	P2 PMPM Administration Cost Projection	P2 PMPM Projected Waiver Costs	Overall P1 to P2 Change (annual)
Healthy Kids	4,351,975	$ 19.13	$ -	$ -	$ 0.46	$ 19.59	**1.35%**
Total	**4,351,975**						
P2 Weighted Average PMPM Casemix for P1 (P1 MMs)		**$ 19.13**	**$ -**	**$ -**	**$ 0.46**	**$ 19.59**	**1.35%**
P2 Weighted Average PMPM Casemix for P2 (P2 MMs)		**$ 19.13**	**$ -**	**$ -**	**$ 0.46**	**$ 19.59**	**1.35%**
Total Projected Waiver Expenditures P2 (P2 MMs)						**$85,235,560**	

Medicaid Eligibility Group (MEG)	Projected Year 1 and 2 Member Months (P1 +P2)	Overall R1 to P2 Change (daily)	Overall R1 to P2 Change (annualized)
Healthy Kids	8,668,362	**0.01%**	**5.51%**
	-		
	-		
	-		
Total	**8,668,362**		

	R1	P2		
P2 Weighted Average PMPM Casemix for R1 (R1 MMs)	**$ 16.90**	**$ 19.59**	**0.01%**	**5.51%**
P2 Weighted Average PMPM Casemix for P2 (P2 MMs)	**$59,832,983**	**$ 19.59**	**-1.48%**	**-99.56%**
Total Projected Waiver Expenditures P2 + P1 (Casemix for P1 and P2)		**$168,651,880**		

Modify Line items as necessary to fit the MEGs of the program.

State Completion Sections

To modify the formulas as necessary to fit the length of the program complete this section. The formulas will automatically update given this data.

PMPM from previously approved waiver.