Minnesota Prepaid Medical Assistance Project Plus (PMAP+)

Section 1115 Waiver No. 11-W-0039/5 Continuous Eligibility

Amendment Request January 25, 2024

Submitted to:

U.S. Department of Health & Human Services Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services

Submitted by:

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Table of Contents

1.	Overview	1
2.	Impact of Amendment on Beneficiaries	6
3.	Beneficiaries Affected by the Demonstration	7
4.	Impact of Amendment on Demonstration Reporting, Quality and Evaluation Plans	11
5.	Impact of Amendment on Budget Neutrality Agreement	12
6.	Public Notice & Process for Comment	12
7.	Tribal Consultation	13
8.	Public Comment	14
9.	State Contact	14

Attachments

Attachment A – Budget Neutrality Workbook

Attachment B – Minnesota State Register Notice

Attachment C – Public GovDelivery Notice

Attachment D – Tribal and Urban Health Directors Work Group Agenda

Attachment E – Letter to Tribal Governments' Leadership

Attachment F – Letters of Support

1. Overview

The Minnesota Department of Human Services (DHS) is requesting an amendment to its Prepaid Medical Assistance Program Plus (PMAP+) waiver to expand and extend continuous eligibility for children. The amendment expands the 12-month continuous eligibility policy for children under 19 required under §1902(e)(12) and §2107(e)(1) of the Social Security Act to include 12-months of continuous eligibility for 19- and 20-year-olds, and continuous eligibility for eligible children up to age six.

Continuous eligibility for children is a long-standing health care coverage retention strategy used by states. Currently, 32 states offer 12-month continuous eligibility for children¹. The Consolidated Appropriations Act (CAA) of 2023 requires all states, by January 2024, to provide 12-month of continuous eligibility for children from birth to under age 19, with some limited exceptions. Where the state refers to children from birth to age six, it includes infants under age one who, effective January 1, 2024, have 12-months of continuous eligibility under the Medicaid state plan². This group does not require waiver authority.

The goal of this amendment is to support on-going Medicaid and CHIP enrollment and improved access to health care for children. CMS' literature review for a presentation in 2023 included that "Research has shown that children who are disenrolled for all or part of the year are more likely to have fair or poor health care status compared to children who have health insurance continuously throughout the year.³" The amendment:

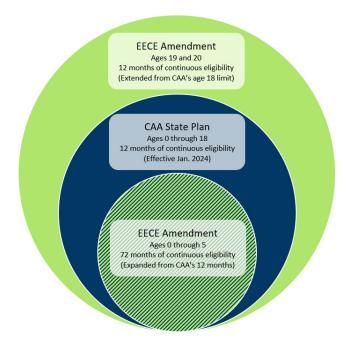
- Expands continuous eligibility for children up to age six; and
- Extends the 12-months of continuous eligibility to include young adults ages 19 and 20.

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¹ Centers for Medicare and Medicaid Services presentation on June 29, 2023. 'Continuous Eligibility under the Consolidated Appropriations Act, 2023.'

² Minnesota plans to submit a Medicaid state plan amendment on or before March 30, 2024, providing 12-months of continuous coverage that includes children from birth to age 19.

³ Brantley, E., & Ku, L. (2022). Continuous eligibility for Medicaid associated with improved child health outcomes. *Medical Care Research and Review*, 79(3), 404-413.



CMS identified that continuous eligibility for children⁴:

- Reduces financial barriers to health care for low-income families;
- Promotes improved health outcomes; and
- Provides tools to hold health plans more accountable for quality care and improved health outcomes.

The amendment supports and broadens these benefits. Minnesota state law requires that DHS seek federal approval⁵ for expanded and extended coverage. Extending and expanding continuous coverage policies prevents disruptions to continuity of care or delays in receiving needed services and reduces administrative burden for families. The amendment simplifies eligibility processes for all children and 19- and 20-year-olds enrolled in Medicaid and the Children's Health Insurance Program (CHIP) and will reduce churn off and back on the respective program when temporary changes occur, such as fluctuations in family size or household income. Churn is used to describe the temporary loss and return to health care coverage that is often caused by missing paperwork or eligibility process and policy issues. Studies suggest that roughly one in ten⁶ Medicaid beneficiaries that lose eligibility return to the program within one year, and many are disenrolled for procedural reasons.

Providing continuous eligibility for children under age six supports early brain development during the first five years of life and supports continued access to well child and preventive

⁴ CMS presentation, June 29, 2023 "Continuous Eligibility under the Consolidated appropriations Act, 2023." Slide deck.

⁵ Minnesota Statutes, section 256B.056, subd. 7

⁶ Kaiser Family Foundation, "Medicaid Enrollment Churn and Implications for Continuous Enrollment Policies", December 14, 2021. Accessed November 11, 2023, at https://www.kff.org/medicaid/issue-brief/medicaid-enrollment-churn-and-implications-for-continuous-coverage-policies/

health care including childhood immunizations. Extending continuous eligibility to young adults age 19 and 20 mitigates losses in coverage resulting from the lower income eligibility limit for that group and provides a bridge during the time many enrollees are transitioning from school to employment. For this group, the amendment supports the possibly of attaining health care coverage through an employer or having sufficient income to purchase coverage. Minnesota offers health care coverage options through MNsure, including options for people with limited income, and supports continued access to extended coverage pursuant to the Early and Periodic Screening, Diagnostic, and Treatment (EPSDT) requirement including expanded mental health coverage.

A. Background

Over 650,000 Minnesota children are Medicaid and CHIP beneficiaries and Medicaid and CHIP cover 40% of all births in the state. Medicaid and CHIP eligibility is income-based. Yet, many families who meet the income thresholds face challenges in obtaining and maintaining Medicaid and CHIP coverage. People who live in poverty or deep poverty struggle on many levels. Understanding and completing Medicaid or CHIP eligibility paperwork for their child or children can be daunting.

Minnesota income data for 2021 identified 9% of state residents 11% of children were living in poverty. A family of three is in poverty if their household income is at or below \$2,072 per month⁸. If it is under \$1,036 per month, the family is in deep poverty. To provide context, the average size apartment in Minneapolis, MN is 777 square feet and the market rate rent average is \$1,600 per month.⁹

Families in these economic conditions face unique stresses and challenges, and poverty and deep poverty are experienced across the state. For these families, their health and their children's health outcomes are adversely affected. A 2020 Minnesota Department of Human Services (DHS) report¹⁰ found that children enrolled in Medicaid or the CHIP program who are living in deep poverty have mortality rates twice as high as children also on the program but who live at or above poverty. They are also less likely to receive preventative medical care.

In 2020, DHS embarked on an extensive study of racial disparities in public health care programs. The work culminated in a comprehensive report, Building Racial Equity into the Walls of Minnesota Medicaid published in February 2022 (referred to as the BREW report). While the BREW report focused on racial equity, it offers considerable data and insights about the health coverage of all children enrolled in Medicaid and CHIP. The report collected and analyzed data from several sources, including health care service and eligibility data. The data,

¹⁰ The worry is always there: Improving the health of people living in deep poverty. Report, Dec 2020 issued by DHS. https://edocs.dhs.state.mn.us/lfserver/Public/DHS-8061-ENG

PMAP+ 1115 Continuous Eligibility Waiver Amendment (Jan. 2024)

MNsure is Minnesota's marketplace for individuals and families to compare health care coverage options and costs and learn about health care options. Online applications submitted via the MNsure website determine whether the person may be eligible for Medicaid, CHIP, MinnesotaCare (Minnesota's Basic Health Program), or for enrollment in a Qualified Health Plan with or without an advance premium tax credit.

⁸ Poverty Guidelines | ASPE (hhs.gov)

⁹ RentCafe website 8/4/23

¹¹ Building Racial Equity into the Walls of Minnesota Medicaid: A focus on U.S.-born Black Minnesotans (state.mn.us)

paired with broad public input sought through interview groups, townhall meetings, and talking with families and people who are (were) Medicaid and CHIP beneficiaries, identified health care access issues and offered suggested changes. The top two recommendations in the BREW report are to:

- Pursue continuous eligibility for children; and
- Simplify enrollment and renewal processes.

The obvious benefit of continuous eligibility is that it reduces the churn of children on and off Medicaid. One study found that for children on Medicaid, those who lived in states with continuous eligibility were less likely to have a gap in health insurance, were less likely to go without needed medical care, and their parents reported their health to be better than was the case for children in states without continuous eligibility. The latter group were more likely to report problems with obtaining care. Continuous coverage is an important step toward ensuring that children have access to appropriate preventative and primary care, as well as treatment for acute and chronic conditions. Stable coverage also enables providers to develop relationships with children and their families. The latter group were more likely to report problems with children have access to appropriate preventative and primary care, as well as treatment for acute and chronic conditions. Stable coverage also enables providers to develop relationships with children and their families.

An analysis of 2017-18 American Community Survey (ACS) data by the State Health Access Data Assistance Center (SHADAC) shows that, in Minnesota, 64% of Black children, 54% of American Indian/Alaskan Native children, and 52% of Hispanic/Latino children receive their health care coverage through Medicaid, as compared to 17% of white children.¹⁴

Many parents with low wage jobs experience income volatility. They can have a temporary increase in income due to variable work time, overtime or during busy seasons. ¹⁵ This temporary income can be enough to lose their Medicaid coverage. When interviewing people living in deep poverty, one person shared:

"I work in the restaurant industry, that is a job where you go in at a certain time, and it could be that you work three hours, or you work five hours, or ten hours. You don't know. It's hard for me to determine how many hours a week I'll be working." ¹⁶

In addition to improving health care access, continuous eligibility promotes health equity. Black and Hispanic individuals are more likely to live in poverty as are American Indians.¹⁷ Families

PMAP+ 1115 Continuous Eligibility Waiver Amendment (Jan. 2024)

Page 4

¹² Brantley, E. & Ku, Leighton. (2022). Continuous eligibility for Medicaid associated with improved child health outcomes. Medical Care Research and Review. Vol 79(3) 404-413.

¹³ Ku, L., Steinmetz, E., & Bysshe, T. (2015). *Continuity of Medicaid Coverage in an Era of Transition*. The George Washington University.

¹⁴ SHADAC analysis of the 2017-2018 American Community Survey (ACS) Public Use Microdata Sample (PUMS) files. Note: Data years 2017 and 2018 were combined to increase the sample size and improve the reliability of estimates among Minnesotans by race and ethnicity.

¹⁵ Ku, L., Steinmetz, E., & Bysshe, T. (2015). *Continuity of Medicaid coverage in an era of transition*. The George Washington University.

¹⁶ "We definitely struggle... The worry is always there: Improving the health of people living in deep poverty." Report, Dec 2020 issued by DHS. https://edocs.dhs.state.mn.us/lfserver/Public/DHS-8061-ENG

¹⁷ "We definitely struggle… The worry is always there: Improving the health of people living in deep poverty." Report, Dec 2020 issued by DHS. https://edocs.dhs.state.mn.us/lfserver/Public/DHS-8061-ENG

with inconsistent incomes are also more likely to experience other adverse situations such as food insecurity, unstable housing, greater parental stress, and reduced child academic attainment. Losing health care coverage, even temporarily, compounds the other challenges families in these situations encounter. Uninterrupted access to health care for their children can help mitigate these negative effects.

B. How the demonstration program furthers the objectives of Title XIX and/or Title XXI of the Social Security Act

The amendment supports the objectives of Titles XIX and XXI of the Social Security Act by broadening the coverage provided under the CAA which mandates states to provide continuous eligibility in Medicaid and CHIP for children from birth through age 18 (with some limited exceptions) by January 1, 2024.

The limited exceptions to continuous eligibility under the amendment parallel those in the CAA. In addition to death, an enrollee may lose waiver eligibility if one of the following occur¹⁸:

- The child or the child's representative requests a voluntary termination of eligibility;
- The child ceases to be a resident of Minnesota; or
- The agency determines that the child's eligibility was erroneously granted.

For purposes of the amendment, use of the term "continuous eligibility" includes these exceptions and it applies to the Medicaid Expenditure Groups defined in the amendment.

C. Description of the hypotheses

<u>Hypotheses</u>

The amendment will improve access to health care for children enrolled in Medicaid and CHIP.

The Medicaid Expenditure Groups (MEGs)

Two MEGs would be added to the waiver. One for enrollees ages one to six¹⁹ and the second for enrollees ages 19 and 20. The table shows how each would be identified by data source for purposes of budget neutrality reporting.

MEG	Data Source	Explanation
One to six	Allocation of 2.2% of total expenditures	This represents the expansion group
year olds	and member months for MA children ages one to six years old. ²⁰	covered under the waiver.
19 and 20	Allocation of 2.2% of total expenditures	This represents the expansion group
year olds	and member months for MA 19 and 20 year olds.	covered under the waiver.

¹⁸ Additional reasons a child or young adult may not be eligible for waiver coverage include fraud and other exclusions provided in CMS regulations or sub-regulatory direction.

¹⁹ Infants under age one have continuous eligibility for 12-months under the Medicaid State Plan Amendment.

²⁰ This allocation excludes the one-year olds covered as a waiver population in the approved PMAP+ waiver.

A CHIP allocation form is not necessary because the impacted population at 2.2% of CHIP one-year-olds expenditures would be insignificant (less than five children). When turning age two, the CHIP Medicaid expansion infants will become Medicaid children with uninterrupted continuous eligibility through this waiver amendment.

D. Regions of the state covered by the demonstration

The amendment applies statewide for the identified MEGs. The eligibility groups are identified in Section 3.

2. Impact of Amendment on Beneficiaries

Children enrolled in Medicaid and CHIP will have uninterrupted health care coverage for longer periods of time resulting in improved access to health care and treatment follow-up. Measurable outcomes include increased use of well-child and preventive care as mentioned above.

Additional secondary benefits are expected; however, because measuring these outcomes require access to educational records and/or to many years of health care data, they are not included in the evaluation of the amendment.

Despite challenges in measuring the secondary benefits, it is of value to note that the state anticipates the amendment will positively impact long-term health outcomes through early diagnosis and treatment of chronic conditions, improved educational performance, and increased engagement of the child's eligible family members in Minnesota's public health care programs. Additionally, families and parents will be supported by minimizing worries related to their children's health care coverage.

For example, parents living in poverty face challenges such as managing the chronic financial stress of trying to meet day-to-day needs. This can take a toll both on them and on their ability to care for children to the best of their ability. Continuous eligibility can reduce the stress of their children's health care coverage by preventing an unexpected loss of coverage and reducing some of the paperwork they must complete. The deep poverty report describes the impact of chronic stress as described by a social service provider in a predominantly White rural community in Minnesota.

"Stress can be a huge barrier on their health. If you and I are worried how we're going to make ends meet and that stress on your heart and blood pressure... Do I pay my rent this month or do I pay my electric? This can have a cyclical impact. The anxiety can lead to greater mental health breakdowns, which can then impact functioning. We see this a lot in our community." P.38-39 ²¹

PMAP+ 1115 Continuous Eligibility Waiver Amendment (Jan. 2024)

²¹ "We definitely struggle... The worry is always there: Improving the health of people living in deep poverty." Report, Dec 2020 issued by DHS. https://edocs.dhs.state.mn.us/lfserver/Public/DHS-8061-ENG

3. Beneficiaries Affected by the Demonstration

The waiver amendment affects eligibility for children enrolled in Medicaid or CHIP who are ages one to six and ages 19 and 20. Children will have continuous eligibility until age six and those between age six to 21 will have 12-months of continuous eligibility.²²

Eligibility

Included

The following eligibility charts identify the Medicaid and CHIP mandatory, optional, and expansion groups covered by the amendment. The waiver covers:

- Enrollees up to age six who will have continuous Medicaid or CHIP eligibility from the time of enrollment.
- Enrollees ages 19- and 20-years-old who will have 12-months of continuous Medicaid eligibility.

Not Included

The four groups listed below are not included in this amendment.

- Infants from birth to age one; they have 12-months of continuous eligibility under the Medicaid state plan (effective January 2024).
- Children from age six through age 18; they have 12-months of continuous eligibility under the Medicaid state plan (effective January 2024).
- Young adults over the age of 21 who are not transitioning from foster care.
- Young adults from age 18 to age 26 when transitioning from foster care to the former foster care youth group; they have eligibility without an income or asset test as former foster care youth through age 25, under the Medicaid state plan or under section 1115 waiver authority.²³

Throughout the amendment, where birthdate is used as an eligibility criterion, the month of the person's birthdate is used rather than the specific date. For example, if an individual turns 21 on February 10, the person remains eligible through February, the month of their birthday.

²² Through the PMAP+ amendment and Minnesota Medicaid state plan.

²³ Minnesota is submitting a separate waiver amendment for PMAP+ (in January 2024) to provide coverage for children who resided in foster care and turned age 18 before January 1, 2023, regardless of the state in which they aged out of foster care. Those who turned 18 after January 1, 2023, will be covered by Medicaid as required under the CAA of 2023.

Eligibility Charts

Mandatory State Plan Groups

Mandatory State Plan Groups	Social Security Act and CFR	
Eligibility Group Name	Citations	Income Level
Auto newborn (child born to	§1902(e)(4)	N/A (for the child)
person enrolled in Medicaid)	3	()
,	42 CFR §435.117	
Child with IV-E Foster Care or	§1902(a)(10)(A)(i)(I) and	N/A
Adoption Assistance	§473(b)(3)	
_		
	42 CFR §435.145	
Child certified blind or disabled	§1902(f) and	100% FPL
	§1902(a)(10)(A)(ii)(I) and	
	§1905(a)	
	42 CED 8425 121	
01:111:	42 CFR §435.121	1220/ EDI
Child who is a parent	§1931	133% FPL
	42 CFR §435.110	
Pregnant person, who is a child	\$1902(a)(10)(A)(III) and (IV)	278% FPL
under 21	§1702(a)(10)(A)(III) and (1V)	2707011L
under 21	42 CFR §435.116 and §435.170	
Poverty level infant, birth to age	§1902(a)(10)(A)(i)(IV) and	Medicaid, 278% FPL
two	§1902(1)((1)(ii)	
	Infant (child 0-1)	
	42 CFR §435.118 and §435.4	
	Section 1115 waiver authorizes	
	coverage of one-year olds as	
	infants for purposes of Medicaid	
	and CHIP	
Poverty level children from age 2	§1902(a)(10)(A)(i) (VI), and (VII)	275% FPL
through age 18	40 CED 8425 116	
C	42 CFR §435.118	37/4
Former Foster Care Children	§1902(a)(10)(A)(i)(IX)	N/A
through age 25	42 CED \$425 150	
Madicaid Carings Dlag (MCD)	42 CFR §435.150	OMD 1000/ EDI
Medicaid Savings Plan (MSP)	§1902(a)(10)(E) and §1905(p)	QMB – 100% FPL
eligibility (QMB, SLMB, QI)		SLMB – 120% FPL
		QI – 135% FPL

Optional State Plan Groups

	Social Security Act and CFR	
Eligibility Group Name	Citations	Income Level
Child in State-funded Foster Care	§1902(a)(10)(A)(ii) and	N/A
	§1905(a)(i)	
Child with Minnesota Adoption	§1902(a)(10)(A)(ii)(VIII)	N/A
Assistance		
	42 CFR §435.145	
CHIP for Medicaid Expansion	§1902(a)(10)(A)(ii)(XIV), and	283% FPL*
Group	§1905(u)(2)(B)	
	42 CFR §435.229 and §435.4	
Child age 19 and 20	§1902(a)(10)(A)(ii), §1905(a)(i)	133% FPL
	42 CFR §435.222	
Disabled child age 19 and 20	§1902(a)(10)(A)(ii)(I) and (IV);	100% FPL
	and §1905(a)(i)	
Child enrolled under the TEFRA;	§1902(e)(3), §1905(a)(i)	100% FPL**
and reasonable classification of		
TEFRA children	42 CFR §435.225	
Reasonable classification for child	§1902(a)(10)(A)(ii) and	N/A
enrolled in HCBS	§1905(a)(i)	
BBA group for employed persons	§1902(a)(ii)(XIII)	N/A
with disabilities		

^{*} A 5% disregard for this group, making the total income level 288% FPL.

** Child is counted as a household of one for income determination.

Expansion Populations

	Social Security Act and CFR	
Eligibility Group Name	Citations	Income Level
Infants given continuous	§1902(a)(10)(A)(i)(IV) and	Medicaid above 278%
	§1902(1)(1)(ii)	FPL
age five with income exceeding		
the limit: MA infants enrolled	§1902(a)(10)(A)(ii)(XIV)	CHIP above 283%
before age two, with income		FPL*
above 278%; and CHIP Medicaid		
expansion infants with insurance		
enrolled before age two with		
income between 278% and 283%.		
Infants given continuous	§1902(a)(10)(A)(ii)(XIV), and	CHIP above 283%
enrollment from age one through	§1905(u)(2)(B)	FPL*
age five with income exceeding		
the limit: CHIP Medicaid	42 CFR §435.229 and §435.4	
expansion infants enrolled before		
reaching age two with income		
between 278% and 283% FPL.		

Children ages three, four and five	§1902(a)(10)(A)(i)(I), (III), (IV),	Medicaid above 275%
in MAGI-based group	(VI)	FPL
Children ages one through five in	§1902(f), §1902(e)(3),	Medicaid above 100%
a Medicaid non-MAGI group	§1902(a)(10)(A)(i), (ii), and	FPL
	§1905(a)(i)	
Enrolled children ages 19 and 20	§1902(f), §1902(a)(10)(A)(ii)(I),	Medicaid income above
	(IV) and §1905(a)(i)	MAGI-based 133%
		FPL or disabled child
		income of 100% FPL

^{*} A 5% disregard for this group, making the total income level 288% FPL.

A. Eligibility determinations, if different from State plan

Eligibility determination processes are not changed and will follow the approved Medicaid state plan.

DHS oversees eligibility processes and delegates initial Medicaid and CHIP determinations and redeterminations to counties. DHS also has agreements with some tribal human service agencies for these functions. These tribal human service agencies and counties enter information into DHS developed and managed technology systems. Enrollees receive eligibility determinations and status updates from DHS through those systems. For tribal members whose tribal health care agency does not have an agreement with DHS, eligibility determinations are made by the county in which the person resides.

Specific policy, operational, and IT systems changes will be consistent with those for the continuous eligibility required under the CAA and the sub-regulatory guidance provided in CMS' State Health Official letter (#23-004), dated September 29, 2023.

Additionally, families with children will be reminded to continue to report changes in circumstances that may affect their child's Medicaid or CHIP eligibility. DHS' eligibility IT systems will be programmed to apply only those adverse changes that constitute the exceptions to continuous eligibility (e.g., death, no longer a Minnesota resident) to children covered under the waiver.

Notwithstanding the exceptions to continuous eligibility, a child under age six who would otherwise be determined ineligible for Medicaid or CHIP will remain eligible under the waiver. Young adults 19 and 20 years old who would otherwise be determined ineligible for Medicaid, between annual renewals, will remain eligible for Medicaid under the waiver.

B. Enrollment limits

No enrollment limits apply.

C. Projected number of individuals

The following table shows the projected waiver enrollment for each MEG by demonstration years (DY) from 2025 through 2028.

MEG	DY31 (2025)	DY32 (2026)	DY33 (2027)	DY34 (2028)
One to six year olds	3,014	2,977	2,989	2,999
19 and 20 year olds	996	984	988	991

D. Post eligibility of income for long term care services and supports

Post-eligibility is not changed for the MEG groups covered by this amendment. Minnesota applies a household size of one for children under age 21 who meet the eligibility requirements for section 1915(c) home and community-based services, nursing facility care, or Intermediate Care Facility for people with Developmental Disabilities services.

4. Impact of Amendment on Demonstration Reporting, Quality and Evaluation Plans

The state's demonstration hypothesis is that expanded and extended continuous eligibility provided by the amendment will improve access to health care for children enrolled in Medicaid and CHIP. To evaluate this the state will measure:

✓ Churn rates

- The churn from Medicaid and CHIP are expected to decrease.
- This will be measured by an analysis of Medicaid and CHIP enrollment data.

✓ Receipt of recommended health care services

- Children enrolled in Medicaid and CHIP will have an increased use of well-child and preventive care.
- This will be measured by utilization of preventative care as recommended by the American Academy of Pediatrics.

To measure churn, DHS will compare pre-pandemic churn rates to evaluate whether (and potentially how much) continuous eligibility starting in 2024 impacts the rate children lose and regain their coverage within a six-month period.

To measure utilization of recommended care, DHS will use HEDIS measures. This provides the state with critical information about whether children access needed health care, whether they are accessing the preventive care, and whether they are screened for conditions where early detection can lead to better outcomes. For these analyses, DHS will use HEDIS measures as a foundation for the analysis but change the denominator to fit our investigation. DHS will compare these rates from before the pandemic to 2024 and later. Most of these measures are age-specific, as recommended care varies by the age of the child or youth. When the measures apply to children in both age groups, DHS will report it both for those age one through five years old and those age 19 and 20 years old. The state will report on some or all of these measures:

- Well-child visits in the first 15 months of life
- Child and adolescent well-care visits
- Annual dental visit / oral evaluation, dental services
- Childhood immunization status
- Immunizations for adolescents

The specific metrics would be included in updated the PMAP+ quality and evaluation plans. The state will also measure health care expenditures. This is discussed in the budget neutrality section of the waiver request.

5. Impact of Amendment on Budget Neutrality Agreement

The budget neutrality projections using the hypothetical model for the two MEGs, including member months and per member per month (PMPM) costs for each waiver demonstration year (DY), are provided in the two tables below. The state used the 2.2% allocation methodology as suggested by CMS. The state used the President's Budget Trend Rate of 5.2% to calculate the Without Waiver PMPM starting in DY31 through the end of the current approved waiver period. The cost history, trends, and calculations are provided in the budget neutrality workbook. See Attachment A.

Table 1. Projections for Hypothetical Population 1: One to six year olds

	DY31	DY32	DY33	DY34
Eligible member months	36,165	35,718	35,863	35,982
PMPM costs	\$418.66	\$440.43	\$463.33	\$487.42
Total Expenditure	\$15,140,967	\$15,731,408	\$16,616,283	\$17,538,349

Table 2. Projections for Hypothetical Population 2: 19 and 20 year olds

	/ I			
	DY31	DY32	DY33	DY34
Eligible member months	11,951	11,803	11,851	11,891
PMPM costs	\$767.23	\$807.13	\$849.10	\$893.25
Total Expenditure	\$9,169,212	\$9,526,860	\$10,062,768	\$10,621,191

6. Public Notice & Process for Comment

A. Start and end dates of the state's public comment period

The 30-day comment period was from December 18, 2023 to January 18, 2024. Additionally, public hearings on continuous eligibility were held during the 2023 Minnesota legislative session.

B. Certification that the state provided required public notice of the application

The demonstration project was authorized by the 2023 Minnesota legislature. It was included in the proposals brought forward by Governor Walz. As part of the legislative process there were

several public hearings. The authorizing law was enacted in Minnesota Session Law, Chapter 70, Art. 16, sec. 11. Information about the waiver amendment was shared at the Medicaid Services Advisory Committee on to the public on September 26, 2023, with discussion and feedback welcomed.

A notice requesting public comment on the waiver amendment was published in the Minnesota State Register on December 18, 2023. The notice provided information about the 30-day comment period from December 18, 2023 to January 18, 2024, and a link to the DHS website with more information. A copy of the notice is provided as Attachment B.

An electronic copy of the waiver request was posted on the DHS website on December 18, 2023. The webpage is updated on a regular basis and includes information about the public notice process, opportunities for public input, and provides a link to the waiver amendment. The main page of the DHS public website supports a search function to help people quickly move to the federal waiver page that identifies open comment periods.

C. Electronic mailing list

The GovDelivery²⁴ email list was used to notify subscribers and applicable state legislative committee chairs and county agencies of the amendment. The GovDelivery email with links to the DHS web page with waiver comment period information was sent on December 18, 2023. See Attachment C.

7. Tribal Consultation

There are eleven Tribal Nations in Minnesota, seven Ojibwe reservations and four Dakota (Sioux) communities. The seven Ojibwe reservations are: Grand Portage located in the northeast corner of the state; Bois Forte located in far northern Minnesota; Red Lake located in northern Minnesota west of Bois Forte; White Earth located in northwestern Minnesota; Leech Lake located in the north central portion of the state; Fond du Lac located in northeastern Minnesota west of Duluth; and Mille Lacs Band of Ojibwe located south of Brainerd in the central part of the state. The four Dakota communities are: Shakopee Mdewakanton Sioux located south of the Twin Cities near Prior Lake; Prairie Island Indian Community located near Red Wing; Lower Sioux Community located near Redwood Falls; and Upper Sioux Community whose lands are near the city of Granite Falls.

While these eleven Tribal Nations frequently collaborate on issues of mutual benefit, each operates independently as a separate and sovereign entity government – a state within a state or nation within a nation. Recognizing American Indian tribes as sovereign nations, each with distinct and independent governing structures, is critical to the work of DHS. DHS recognizes each American Indian tribe as a sovereign nation with distinct and independent governing structures. It is vital for the state to have strong collaborative relationships with tribal governments. To support this for health and human services programs, DHS has a designated

²⁴ GovDelivery is a subscription-based email system used by Minnesota state government to share information with the public. It is also sent to specific provider and stakeholder groups as applicable.

staff liaison in the Medicaid Director's office who is responsible to inform and, as applicable, coordinate Medicaid issues with the eleven Tribal Nations. Furthermore, Minnesota Executive Order 19-24 affirms the Government-to-Government Relationship between the State of Minnesota and Minnesota Tribal Nations.

The Tribal and Urban Health Directors Work Group was formed to address the need for a regular forum for formal consultation between tribes and state staff. Work group attendees include Tribal Chairs, Tribal Health Directors, Tribal Social Services Directors, and the DHS liaison. Other DHS leaders often participate in the meetings. The Native American Consultant from CMS and state agency staff attend as necessary depending on the topics covered. The DHS liaison attends all Tribal and Urban Health Directors Work Group meetings and provides updates on state and federal activities. The liaison arranges for appropriate DHS policy staff to attend the meetings to receive input from Tribal representatives and to answer questions.

Notice of the amendment was provided during Tribal and Urban Indian Health Director's meeting on November 16, 2023, Attachment D. Additionally, a letter was sent on December 18, 2023 to all Tribal Chairs, Tribal Health Directors, Tribal Social Services Directors, the Indian Health Service Area Office Director, and the Director of the Minneapolis Indian Health Board clinic informing them of the state's intent to submit the amendment and inviting feedback and comment. The letter also informed Tribal leaders of the public input process and provided a link to the amendment. Please refer to Attachment E for a copy of the letter.

DHS did not receive any feedback.

8. Public Comment

During the public comment period from December 18, 2023 to January 18, 2024, DHS received three letters of support from organizations representing health plans and medical providers. See attachment F. DHS did not receive any suggested changes or questions.

9. State Contact

Christina Samion Federal Relations Minnesota Department of Human Services P.O. Box 64983 St. Paul, MN 55164-0983

(651) 431-5885 christina.samion@state.mn.us

Official Notices

Department of Human Services

Health Care Administration

Request for Comments on the Minnesota Prepaid Medical Assistance Project Plus Section 1115 Medicaid Demonstration Waiver Amendments

DHS is announcing a 30-day comment period on two proposed amendments to the Prepaid Medical Assistance Project Plus (PMAP+) Section 1115 Medicaid demonstration waiver.

The PMAP+ waiver was first approved by the Centers for Medicare & Medicaid Services in July 1995. The PMAP+ waiver currently provides federal authority to:

- Cover children under Medical Assistance who are 12 to 23 months old with income eligibility above 275% and at or below 283% of the federal poverty level (FPL).
- Waive the federal requirement to redetermine the basis of Medical Assistance eligibility for caretaker adults
 with incomes at or below 133% of the FPL who assume responsibility and live with children age 18 who are
 not full-time secondary school students.
- Provide Medical Assistance benefits to pregnant people during the period of presumptive eligibility.

Effective January 2024, the federal SUPPORT for Patients and Communities Act requires states to provide 12-months of continuous Medicaid coverage for children from birth to age 18, with some limited exceptions. The first PMAP+ amendment extends the number of months of continuous Minnesota Medicaid eligibility from 12- to 72-months for children up to age six and extends the 12-months of continuous Minnesota Medicaid eligibility to people age 19 and 20.

Effective January 2023, the federal SUPPORT for Patients and Communities Act requires states to provide Medicaid coverage for people up to age 26, with some limited exceptions, if they were enrolled in Medicaid and receiving foster care services in another state when they turned age 18 and their birth date was on or after January 1, 2023. The second PMAP+ amendment provides the same Minnesota Medicaid coverage for people who turned age 18 before January 1, 2023. Minnesota has time-limited authority to cover this group related to the public health emergency. The PMAP+ authority would permit Medicaid coverage for this group through December 31, 2030, at which time all individuals in the group will have reached age 26. See Minnesota Statutes, section 256B.055, subd. 17.

DHS invites public comment on both PMAP+ amendments. Comments received will be posted on the DHS website. A copy of each amendment can be found at https://mn.gov/dhs/partners-and-providers/news-initiatives-reports-workgroups/minnesota-health-care-programs/federal-waivers.jsp. If you are unable to access the amendments electronically, you may request a printed copy by emailing Section1115WaiverComments@state.mn.us or by sending a written request to the address below.

Written comments may be submitted by email to **Section1115WaiverComments**@state.mn.us. To support making comments available to people who use screen readers, DHS requests comments be submitted in Microsoft Word format or incorporated within the email text. If you would also like to provide a signed copy of a comment letter, you may submit a second copy in Adobe PDF format. Comments must be received or postmarked by January 18, 2024. Comments mailed by USPS must be sent to:

Minnesota Department of Human Services Federal Relations – Medicaid Waivers P.O. Box 64967 St. Paul, MN 55164-0967 **Subject:** FW: Minnesota Prepaid Medical Assistance Program Plus (PMAP+)

Amendments - Comment Period

From: Minnesota Department of Human Services < Minnesota_DHS@public.govdelivery.com>

Sent: Monday, December 18, 2023 9:07 AM

To: Samion, Christina M (DHS) <christina.samion@state.mn.us>

Subject: Minnesota Prepaid Medical Assistance Program Plus (PMAP+) Amendments – Comment Period



The Minnesota Department of Human Services (DHS) is announcing a 30-day comment period for two amendments to the Prepaid Medical Assistance Program Plus (PMAP+) section 1115 waiver. The amendments expand and extend continuous eligibility for children and adopt consistent eligibility policy for a small group of former foster care youth.

The continuous eligibility amendment expands the number of months of continuous eligibility for children under age six from 12- to 72-months and extends the 12-months of continuous eligibility for young adults ages 19 and 20. The amendment for former foster care youth impacts a small number of people who were excluded from federal law change because of the date they reached age 18; before January 1, 2023. The amendment provides coverage for this group until they reach age 26 and parallels the eligibility provided in federal law for people who turned 18 on or after January 1, 2023.

Both amendments add eligibility coverage, streamline eligibility processes, and reduce churn off and back on the respective Medicaid program when temporary changes, such as fluctuations in family size or household income occur. Churn is used to describe the temporary loss and return to health care coverage primarily due to paperwork or eligibility process and policy issues.

Drafts of both amendments are available for review on the <u>DHS website</u>. The website also includes information about how to submit comments. Written comments must be received by January 18, 2024.

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Minnesota Department of Human Services



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Tribal and Urban Indian Health Directors Quarterly Meeting

Microsoft Teams meeting Log-in is in calendar meeting invite

Thursday, November 16, 2023 9:00 am to 3:30 pm AGENDA

9:00 – 9:15 am Welcome opening/prayer and roll call

MDH Agenda Items

9:15am – 9:40 am MDH Office of American Indian Health Updates

- Commissioner's Office
 - Assistant Commissioner, Dr. Halkeno Tura Health Equity Bureau
 - Assistant Commissioner, Carol Backstrom Health Systems Bureau
- OAIH Director, Darin Prescott
 - Open Positions
 - o MDH Tribal Liaison
 - o Grant Manager x 2
 - o Grant Manager Supervisor
 - Governor's Committees and Task Force tribal representation opportunities
 - Planning on 2024 TUIHD Meetings
 - o Input on dates
 - Input on start times
 - o Input on location
 - Separate MDH and DHS on two separate days?
- Infectious Disease Update Cedar Savage, American Indian Infectious Disease Liaison
- Grants Update for OAIH Grant Manager, Elizabeth Magnuson
 - Grants Overview
 - o New CDC Federal Public Health Infrastructure Grant
 - o FY21-23 Tribal Block Grant Closeout
 - FY24-27 Tribal Block Grant Amendment (opt-in to add new PFH funds)
 - New State Special Emphasis Grant
 - Grant Management Open Hours

9:40am – 10:00 am	Public Health Infrastructure Grant Update - Kris Rhodes, MPH - Asemaake LLC
10:00 – 10:20 am	FASD Evaluation Project – Ali Ruprecht, MDH Epidemiologist
10:20 – 10:40 am	Area Partner Updates: National Indian Health Board – Sam Moose, NIHB Treasurer Great Lakes Tribal Health Board – Sam Moose, Darin Prescott Great Lakes Area Inter Tribal Epi Center – Wil Funmaker, CEO Indian Health Service – Chris Poole and Dan Frye, Bemidji Area Office
10:40 - 11:00 am	Tribal Wastewater Pilot Project Update – Angelica Stanley and Lydia Fess, MDH Research Scientist and Epidemiologist
11:00 – 11:20 am	HIV Update – Jessica Hancock-Allen, IDEPC Director
11:20 – 11:50 am	American Indian Overdose Data - Mary DeLaquil, MDH Epidemiologist
11:50 – 12:10 pm	American Indian Data Report – Noya Woodrich, Director Child & Family Health Division
12:10 – 12:30 pm	Healthy Kids Minnesota Program – Jessica Nelson, Director Biomonitoring Program
12:30 – 1:00 pm	Lunch Break/Networking (lunch provided for in-person attendees)

DHS Agenda Items: 1:00 – 3:30 pm

Opening Remarks – Angie DeLille, Interim Director, Office of Indian Policy; Melorine Mokri, Deputy Federal Relations Director, Health Care Administration (DHS)

- Commissioner's Office Jodi Harpstead, Commissioner of Human Services (DHS)
 - <u>Introduction</u>: John Connolly, Assistant Commissioner, Health Care Administration (DHS)
- Housing Stabilization Services Julie Marquardt, Interim State Medicaid Director and Deputy
 Assistant Commissioner, Health Care Administration; Eric Grumdahl, Assistant Commissioner,
 Behavioral Health, Housing, Deaf & Hard of Hearing Services; Susan Hammersten, Rates Group
 Manager, Health Care Administration (DHS)

- Medicaid State Plan and Waiver Activity Patrick Hultman, Deputy Medicaid Director (DHS)
- **Direct Care and Treatment Update** Dan Storkamp, Director of Operations, Direct Care and Treatment (DHS)
- **Medicaid Services Advisory Committee Membership** Melorine Mokri, Deputy Federal Relations Director, Health Care Administration (DHS)

Closing Remarks – Angie DeLille, Interim Director, Office of Indian Policy; Melorine Mokri, Deputy Federal Relations Director, Health Care Administration (DHS)

Tribal Health Directors 2024 meeting dates (last Thursday of each quarters month, except Nov 2024):

TBD

Time and Location – Hybrid



Minnesota Department of Human Services Health Care Administration 540 Cedar Street PO Box 64983 St Paul, MN 55164-0983

December 18, 2023

Re: Prepaid Medical Assistance Program Plus (PMAP+) Eligibility Amendments

Dear Tribal Leader,

The Department of Human Services (DHS) is announcing a 30-day comment period for two amendments to the Prepaid Medical Assistance Program Plus section 1115 waiver. The amendments expand and extend continuous eligibility for children and adopts consistent eligibility policy for a small group of former foster care youth.

The continuous eligibility amendment expands the number of months of continuous eligibility for children under age six from 12- to 72-months and extends the 12-months of continuous eligibility for young adults ages 19 and 20. The amendment for former foster care youth impacts a small number of people who were excluded from federal law change because of the date they reached age 18; before January 1, 2023. The amendment provides coverage for this group until they reach age 26 and parallels the eligibility provided in federal law for people who turned 18 on or after January 1, 2023.

Both amendments add eligibility coverage, streamline eligibility processes, and reduce churn off and back on the respective Medicaid program when temporary changes, such as fluctuations in family size or household income occur. Churn is used to describe the temporary loss and return to health care coverage primarily due to paperwork or eligibility process and policy issues.

Both amendments are available for review on the <u>DHS website</u>. The website includes information about how to submit comments. We request that feedback be provided by January 18, 2024. Should you have questions about the PMAP+ amendment, please contact Michelle Long of my staff directly at <u>michelle.long@state.mn.us</u>. Thank you.

Sincerely,

Patrick Hultman
Deputy State Medicaid Director



The voice of medicine in Minnesota since 1853

December 21, 2023

Jodi Harpstead, Commissioner Minnesota Department of Human Services 444 Lafayette Rd. St. Paul, MN 55155

RE: Comment on amendments to Prepaid Medical Assistance Project Plus Waiver

Dear Commissioner Harpstead,

The Minnesota Medical Association (MMA) appreciates the opportunity to comment on proposed amendments to the Prepaid Medical Assistance Project Plus (PMAP+) waiver that extend and expand Medicaid eligibility for children and young adults in Minnesota, including older young adults who have previously received foster care services. We support these amendments and the role they will play in improving access to affordable, uninterrupted healthcare for young Minnesotans who are still developing and/or face unique coverage challenges.

The MMA looks forward to working with the Minnesota Department of Human Services on future efforts to ensure healthcare coverage for all Minnesotans.

Laurel Ries, MD President, Minnesota Medical Association



COURT INTERNATIONAL BUILDING
2550 UNIVERSITY AVENUE WEST
SUITE 255 SOUTH

ST. PAUL, MINNESOTA 55114

651-645-0099 FAX 651-645-0098

Minnesota Department of Human Services Federal Relations – Medicaid Waivers P.O. Box 64967 St. Paul, MN 55164-0967

RE: Support for Minnesota Department of Human Services 1115 Waiver Application to Expand Continuous Coverage

Dear Commissioner Harpstead:

The Minnesota Council of Health Plans — the trade association representing Minnesota's nonprofit health plans — strongly supports the Minnesota Department of Human Services' 1115 waiver request to expand the number of months of continuous eligibility for children under age six from 12- to 72-months and to extend the 12-months of continuous eligibility for young adults ages 19 and 20. Expanding continuous coverage for children and young adults leads to continuity of care during critical developmental years, increases access to preventative care and screening beginning at birth, and has been shown to reduce systemwide costs.

Minnesota's Medicaid program has long prioritized providing coverage and accessibility for all residents, but particularly for those who face many barriers to accessing healthcare. Children are at a particularly high risk of churning on and off the Medicaid program due to changes in their family's or guardian's circumstances, and Black children, Indigenous children, Asian children and Hispanic/Latine children face even higher rates of churn than their white counterparts. While 4 in 10 Minnesota kids are on Medicaid, 64% of Black Minnesotan children are covered by Minnesota Health Care Programs compared to only 17% of white children. During listening sessions held in 2019, communities identified continuous coverage policies as one of their top priorities to improve health and racial equity in Minnesota's Health Care Programs.

Continuous coverage policies not only benefit these children, but also improve the health and well-being of their families and communities. We urge the Centers for Medicare and Medicaid Services to expediently approve Minnesota's 1115 waiver request.

Sincerely,

Lucas Nesse President and CEO



1753 Cottonwood Circle • Saint Cloud, MN 56303 • www.machp.org

Support for MN DHS 1115 PMAP+ Waiver Amendments

January 10, 2024

Minnesota's three County-Based Purchasing (CBP) plans (Itasca Medical Care, South Country Health Alliance, and PrimeWest Health) support the Minnesota Department of Human Services' (DHS's) two proposed amendments to the Prepaid Medical Assistance Project Plus (PMAP+) waiver:

SUPPORT: Amendment for extended and expanded continuous Medicaid eligibility

MACHP and its member CBP plans strongly support DHS's waiver amendment request to expand
the number of months of continuous Medicaid eligibility from 12 months to 72 months for
children up to age six, and extend the 12 months of continuous Minnesota Medicaid eligibility to
people ages 19 and 20. This amendment is authorized in Minnesota Statutes, 256B.056,
subdivision 7. Particularly for Medicaid eligible children and young adults, this improved stability
and continuity in coverage and care will strengthening health outcomes by eliminating
enrollment churn and coverage gaps.

SUPPORT: Amendment to provide Medicaid coverage for former foster care youth MACHP and its member CBP plans strongly support DHS's waiver amendment request to extend through Dec. 31, 2030 the SUPPORT for Patients and Communities Act Medicaid coverage for people up to age 26 (with some limited exceptions) if they were enrolled in Medicaid and receiving foster care services when they turned age 18 and their birthdate was on or after Jan. 1, 2023. Refer to Minnesota Statutes, 256B.055, subdivision 17. This extended continuity of coverage and care will strengthen the health and well being of young people who are Medicaid eligible and receiving foster care services.

We appreciate these waiver amendment requests aimed at helping close gaps in continuity of coverage and care for young people in need. Thank you.

Sincerely yours,

Executive Director 952.923.5265 | steve@machp.org

www.machp.org