

KanCare Update to
Robert G. (Bob) Bethell
Joint Committee on Home and Community
Based Services and KanCare Oversight

January 22<sup>nd</sup>, 2016

#### Committee's Recommendations

- Address High Cost Drugs
- Use Step Therapy
- Have MCOs Manage PDL for Non-Waiver Population
- Implement Policy Banning Hepatitis C Medications for Non-Compliance
- Implement Health Homes recommendations
- Review Colorado Parent as Support Program (KDADS)
- Ensure Presumptive Eligibility for Pregnant Women is Working

#### **Address High Cost Drugs**

KDHE Continue to Address High Pharmacy Cost and Utilization While Ensuring Member Safety, Including Cost and Utilization Associated with Specialty and Behavioral Health Medications

- Mental Health Medication Advisory Committee
- NADAC Pricing
- KDHE Reports on Utilization and Cost
- Actuarial Soundness



#### Report on Overprescribing Patterns

KDHE Adopt a Policy Requiring KDHE to Report the Geographic Locations and Type of Providers that Overprescribe Anti-Depressant and Anti-Psychotic Drugs

Report Can Be Created Using Encounter Data



#### **Use Step-Therapy in Medicaid**

- Currently State Statute Prohibits
- Has Been Applied in Commercial Insurance for a Number of Years
- Would only be for new prescriptions
- Cost Savings



#### Have MCOs Manage a Part of the PDL

Recommend KDHE review the Preferred Drug List (PDL) Rules for the Non-Waiver Population and Adopt a Policy Allowing the Managed Care Organizations to Manage Part of the PDL

- Cost Savings Analysis
- Impact to Rebate Dollars
- Difficult to Administer Effectively Creating Two Structures and 4 PDL's
- Evaluating Opportunities for FY18



### Implement Hepatitis C Policy

## KDHE Develop a Policy Banning Hepatitis C Medication for Life if Member is Non-Compliant

- Current Policy
- CMS Approval



#### Implement Health Homes Recs

- KDHE to Continue to Evaluate the Cost/Quality of Program. Consider Simplification
- Exclude I/DD From Health Homes to Ensure No Duplication of Case Management Services
- KDHE Adopt a Policy That Automatic Opt In Would Not Apply Until \$10,000 of Acute Costs Have Been Incurred.
   If Not Used for 60 Days – Opt Out
- KDHE Adopt a Policy Requiring Consolidation of PCPs to the Lowest Number Required to Conduct the Program and Provide Services
- KDHE Adopt a Policy Holding TCM's Financially Harmless if Notification of HH's Opt In was Not Provided

#### Review Parent as Support Program

## **KDADS** to Review the Colorado Parent as Support Program

KDADS Currently Reviewing the Program



#### **Evaluate Presumptive Eligibility**

## KDHE to Ensure Presumptive Eligibility for Pregnant Women is Working

- KDHE is Currently Reviewing the Presumptive Eligibility Program
- Currently Have 2 Hospitals 3 Clinics



# For more information about KanCare www.KanCare.ks.gov

