



Department  
of Health

# Medicaid Redesign Team (MRT) II

Public Webinar

February 2020

# Agenda

- Overview of MRT II
- Brief overview of the Medicaid Program
- Goals of MRT II
- Next Steps

# Overview of MRT II

# Description of MRT II

- Announced by Governor Cuomo in the FY 2021 Executive Budget Presentation
- Comprised of healthcare experts and stakeholders
- Charged with making advisory findings and recommendations
- A package of findings and recommendations will be delivered by the MRT Team to the Governor before April 1

# How MRT I Worked

- Generated new ideas about how to achieve efficiencies while improving quality
- Gained stakeholder consensus around recommendations resulting in \$2.2 billion in Medicaid savings
- Outlined areas for savings and longer term structural reforms
- MRT I recommendations led to the \$8 billion DSRIP waiver awarded in 2014.

# The Approach of MRT II

- MRT II should build on the successful strategies of MRT I, while making course corrections where necessary.
- Restore financial sustainability by implementing immediately actionable reforms
- Take steps toward longer term structural changes that need more time for implementation.

# Public Engagement in MRT II

DOH will organize the following:

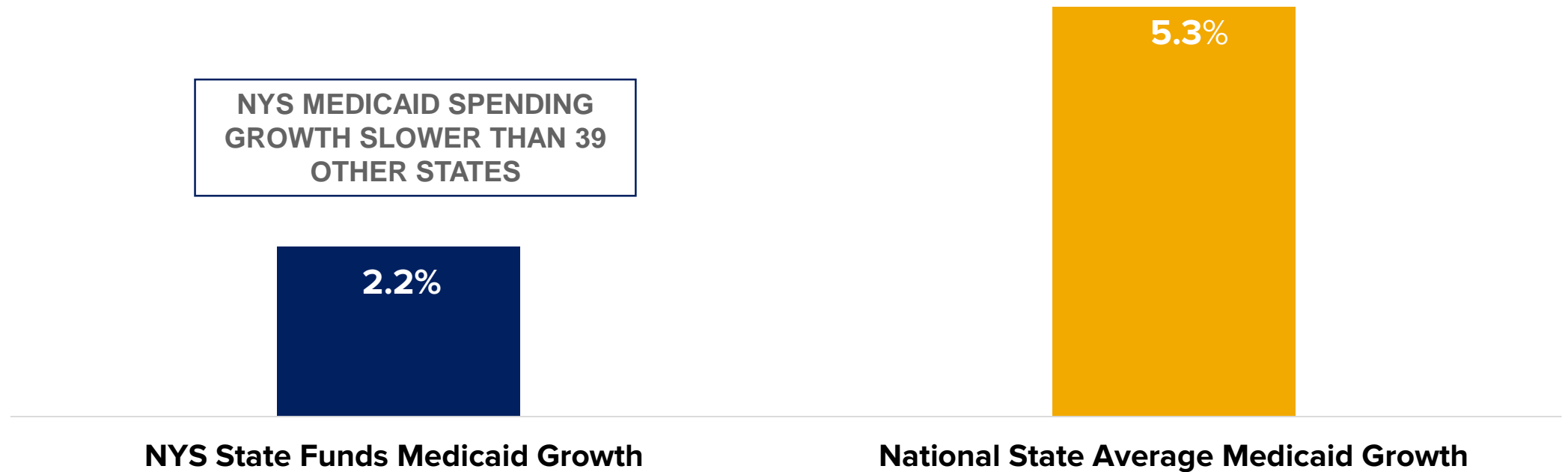
- ✓ Livestreamed MRT II meetings
- ✓ Three Public Comment Day held in separate regions of the State; and
- ✓ MRT II Proposal Submission Tool to communicate proposals directly to State officials

# Medicaid Budget Overview



# The Global Cap Maintained Financial Sustainability for Eight Years

Average Medicaid State Funds Spending Growth  
*From 2012-2018*



# Medicaid Spending Is Growing at an Unsustainable Rate

- We project annual growth in excess of 6% through FY 2023

(\$ in Millions)	FY21	FY22	FY23
Projected Medicaid Spending Gap	\$3,079	\$3,515	\$3,915

- Must control Medicaid spending and align it with Global Cap spending limits of approximately 3%.

Data Source: Division of the Budget.

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# Cost Pressures on the Medicaid Program

- **Overall Health Care Costs are exceeding** the 10-year rolling average of the Medical CPI.
- **Managed Long Term Care** spending grew by 301% between FY 2013 and 2019.
- **\$15 Minimum wage** has been included in Medicaid spending since 2017 – growing from \$44M to \$1.8B in FY 2021 and \$2B in FY 2022.
- **Local districts have not contributed** additional support to the Medicaid program beginning in 2016 – the State is now assuming \$4.5B in local takeover for FY 2021.
- **Support for distressed hospitals** has steadily grown by over 160% to nearly \$500 million (state share) in FY 2021.

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# Goals of MRT II

# The Governor Has Directed MRT II to...

- **Address drivers of greater-than-projected costs** and growth in the Medicaid program;
- **Improve care management and care delivery** for beneficiaries with complex health conditions;
- **Modernize regulations, laws, policies, and programs** that hinder progress on quality or achieving efficiencies in the Medicaid program and for the health care industry; and
- **Ensure a stable and appropriately-skilled workforce**, especially with respect to meeting the needs of an aging population.

# The Governor Has Directed MRT II to...

- **Advance the State's successful healthcare reform strategy** while restoring fiscal sustainability and ensuring access to benefits;
- **Strengthen the sustainability of essential safety net healthcare providers** serving vulnerable populations;
- **Reassess Medicaid global cap metrics** and ensure access to quality care for Medicaid members;
- **Maximize service delivery system efficiencies** and align supply and demand; and
- **Reduce waste, fraud, and abuse** to ensure the efficient and effective use of Medicaid dollars.

**Next Steps...**  
**How can you help?**

# Process for Submitting Proposals (1 – 2)

1. Access the MRT II website at:

[https://health.ny.gov/health\\_care/medicaid/redesign/mrt2/](https://health.ny.gov/health_care/medicaid/redesign/mrt2/)

2. Click the “MRT II Proposal Intake Form” Link and begin filling out the form

3. Address all sections of the form:

- Provide contact information for the proposal submitter
- Include a concise but descriptive title for the proposal
- Provide a description of how the proposal aligns with MRT II guidelines

**NEW YORK STATE** | **Department of Health** | **Office of Health Insurance Programs**

**NYS Medicaid Redesign II**  
**Medicaid Redesign Public Proposal Intake Form**

- Help Us Keep the Medicaid Promise - Submit Your Proposals by February 24th 12:00pm

**Please provide your contact information:**

\* 1. Contact information:  
 Name:   
 Organization:   
 Contact email:

\* 2. Which of the following best describes your organization type:

**Please provide a descriptive title for your proposal identifying the specific topic being addressed (i.e. Comprehensive fee-for-service pharmacy reform).**

\* 3. (Limit to 10 words or less)

**How does the proposal align with the MRT II guidelines?**

\* 4. Does the proposal have zero impact on local governments?

\* 5. Does the proposal have zero impact on beneficiaries?



# Process for Submitting Proposals (2 – 2)

Continue completing the form:

- Identify the healthcare sector most aligned with your proposal
- Select the MRT II goals that the proposal intends to address
- Provide a brief but descriptive explanation of your proposal.
- Finally, select submit at the bottom of the form.

❖ Proposals must be submitted on or about **February 21<sup>st</sup> at 12:00 pm.**

## Which best describes your proposal?

\* 7. It relates to: Choose all that apply...

- Health Home & Care Management
- Home Care/Personal Care
- Inpatient
- Managed Care
- Nursing Home
- Outpatient
- Prescription Drugs
- Program Integrity
- Transportation
- If other, please specify:

## Which of the following NYS Medicaid Redesign goals does your proposal address?

\* 8. Please check all that apply

- Improves quality of care
- Reforms reimbursement
- Improves or expands coverage
- Enhances program integrity
- Improves care management and care delivery
- Modernizes regulations, laws, policies, and programs
- Ensures a stable and appropriately skilled workforce
- Advances the State's successful healthcare reform strategy
- Reassesses Medicaid global cap metrics

\* 9. Please explain your proposal in the box below. The response should be concise but descriptive. The explanation may be supported by data and may identify the cost of implementing the investment, anticipated savings generated



# MRT II Proposal Development Steps

- ✓ Ideas submitted through the MRT website or presented in public comment day will be analyzed.
- ✓ Actionable proposals will be presented to the MRT II at its second meeting.
- ✓ A final package of proposals will be scored by DOH and DOB and presented to the MRT II for approval.

***Contact Us:***

[mrtupdates@health.ny.gov](mailto:mrtupdates@health.ny.gov)