



BOARD MEETING MINUTES  
April 21, 2014

**Board Members**

Angela Burke Boston (absent)  
Ruth Evans (absent)  
Jim Donoghue  
Joe Hutter  
Mary Mincer Hansen  
Bob Russell  
Bob Skow (absent)

**Legislative Board Members**

Senator Amanda Ragan (absent)  
Senator Jack Whitver (absent)  
Representative John Forbes (absent)  
Representative John Landon (absent)

**Department of Human Services Staff**

Bob Schlueter  
Jennifer Vermeer

Anna Ruggle  
Nick Peters

Tara Aunspach

**Guests**

Nancy Lind  
Kathy Mallatt  
Lynh Patterson  
Sylvia Petersen  
Tonya Sickels  
Lynn Tague  
Joe Estes  
Jeremy Morgan

**Affiliation**

UnitedHealthcare  
UnitedHealthcare  
Delta Dental of Iowa  
IDPH  
Telligen  
Wellmark  
MAXIMUS  
MAXIMUS

**Call to Order and Roll Call**

The Healthy and Well Kids in Iowa (*hawk-i*) Board met on Monday April 21, 2014. Mary Mincer Hansen, Vice Chair, called the meeting to order at 12:13 pm. A quorum was not present.

**I. Administrator's Report**

Bob Schlueter gave the administrator's report.

• **Enrollment Update.**

Total enrollment as of March 2014 is 66,347. Mr. Schleuter reported that the dip in the enrollment numbers is likely part of beginning the Affordable Care Act

(ACA) and the growing pains that have come with using a new data system. He reports that enrollment, both new and renewal, numbers will normalize before the end of the State Fiscal Year.

- **Budget Update**  
**SFY 2014 Budget Update**

<b>Program Revenue</b>	<b>Amount</b>
FY 2014 Appropriation	\$36,817,261
<i>hawk-i</i> Trust Fund	\$ 3,050,214
ELE Revenue	\$ 0
<b>Total</b>	<b>\$39,867,475</b>

Expenditures as of September month-end were:

<b>Category</b>	<b>Projected Expenditures</b>	<b>Actual Expenditures</b>	<b>% of Projected Expenditures</b>
Medicaid Expansion	\$ 8,664,856	\$6,818,557	78.6%
<i>hawk-i</i> Premiums	\$29,147,958	\$21,705,155	74.5%
Supplemental Dental Program	\$ 447,577	\$ 333,068	74.4%
Processing Medicaid Claims and AG's Fees	\$ 600,064	\$ 402,508	67.1%
Outreach	\$ 145,800	\$ 40,520	27.6%
<i>hawk-i</i> Administration	\$ 1,459,381	\$ 796,968	54.6%
Earned Interest from <i>hawk-i</i> Trust Fund	0	\$ -23,018	
<b>Total</b>	<b>\$40,465,636</b>	<b>\$30,073,758</b>	<b>74.3%</b>

Joe Hutter expressed concern over a dramatic drop of enrollees in the Dental program. Mr. Schlueter noted that these numbers will change before a pattern is established and they will be monitored and reported on further at the next board meeting.

## II. **New Projects**

Mr. Schlueter gave an update on Accountable Care Organizations (ACO's). ACO's are essentially designed to drive payment reform within the larger health care system by shifting payment from a quantity-based system to an outcome – based system. He detailed the Value Index Score that is used to drive toward better outcomes and ultimately a reduction in a total cost of care. ACO's incentivize health care organizations to look at whole person health and drive towards better outcomes so that savings can be shared from payer to provider. Jennifer Vermeer, Medicaid Director, pointed out that shifting the reimbursement method so that incentives are aligned so that providers have a greater incentive to do activities that will result in fewer emergencies and offer incentives to promote quality outcomes.

**III. Capitation Rates**

Anna Ruggle reported that the actuarial report has not been received yet. She reported on the increases requested by the health plans. Delta has requested a 0% rate increase. United Healthcare has requested a 3.46% rate increase. Wellmark has requested 4.4% increase. Ms. Ruggle anticipates that these increases will cost about \$1.2 million state dollars or a total of \$3.8 million dollars depending on final enrollment numbers. Dr. Mary Mincer Hansen questioned if these figures go through the insurance commission for review or how exactly the numbers are approved. Ms. Vermeer pointed out that actuarial report will help justify the costs and recommend the acceptance of the rates. Historically, the plans request has been lower than that of the actuaries. Dr. Hansen requests that the rate increases for the past several years be shared for comparison purposes.

**IV. Update on FQHC/RHC Payment**

The Children's Health Insurance Reauthorization Act (CHIPRA) of 2009 required that CHIP programs have to start covering FQHS' and RHC's. Working with the Centers for Medicare and Medicaid Services (CMS), a payment method was designed. Retroactive payments will be paid retroactively to 2009, but a CMS waiver will be needed because the payment is more than two years old. The cost of these payments is approximately \$2 million, which has been built into the budget projections

**V. Clinical Advisory Committee (CSC)**

Tonya Sickels distributed a roster of the members of the CSC. Ms. Sickels also outlined the routine items contained on a meeting agenda. She invited the Board to submit any items that may be pertinent to the CSC. The CSC holds quarterly meetings and will meet again in July.

**VI. Outreach Update**

Sylvia Petersen, Iowa Department of Public Health, distributed February and April outreach reports and highlighted the success stories in the report. She contains to provide technical assistance to outreach coordinators and consumers get through applications. She continues to staff conferences and seminars around the state. State outreach coordinators met on April 10. Ms. Petersen reported on the focus that will be placed on the dental program and her work with Delta Dental. Ms. Petersen shared a website that she has created for the public health professionals; specifically outreach coordinators, to have access to announcements and new materials.

**VII. Public Comment**

**VIII. New Business**

Vice-Chair Hansen called a special meeting on May 19, 2014, 2-5 PM

**IX. Adjourn**

Vice Chair Hansen adjourned the meeting at 12:17PM

Respectfully submitted,

Mary Mincer Hansen, Vice Chair  
Nick Peters, Recorder of Minutes