



NEW MEXICO HEALTH INSURANCE EXCHANGE

Special Board Meeting November 11, 2014

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Today's Discussion

- CMS vision for SBM and Medicaid integration
- CMS Review of NMHIX's Design – Overview
- Overview of New Mexico's current system design
- Overview of CMS design requirements to continue with SBM implementation using federal grant funding
- Steps needed to secure CMS approval
- Breakout of estimated costs for both sides of the system and impact on grant strategy

CMS vision for SBM and Medicaid Integration

- The ACA and CMS has a long-term vision for State-Based Marketplace and Medicaid integration that includes:
 - Seamless experience for consumer
 - Integrated eligibility for both programs
- Over the past two years several states have been required to course correct system designs that didn't meet this vision in order to continue using federal grants
- CMS has informed NMHIX that since our technology implementation has an additional year before go-live, that New Mexico must update our system design to come in line with their vision and demonstrate New Mexico's intent to meet these requirements by Friday November 14



CMS Review of NMHIX's Design - Overview

March 27	Verification Plan sent to CMS for review
April 10	Design Review (in person meeting)
April 17	NMHIX team updated design and sent to CMS
May 1 – 13	Continued conversations with CMS. Team updated design to meet requests
May 14	Presented design to CMS leadership (in-person meeting)
May 16	Provided committee update to Board on design and CMS leadership feedback
May 15 – June 9	Continued conversations with CMS. Team updated design to meet requests.
June 10 – 11	Design Review (in person meeting). Came to verbal agreement on the Design with CMS and began updates to design
July 11	Provided committee update to Board and decision to delay go-live to 2015
July 22	Draft re-design sent to CMS for review
Aug 15	Provided committee update to Board
Aug 26	Design for CMS formal approval submitted. On-going conversations with CMS
Sept 19 & Oct 17	Provided committee update to Board
Oct 21	CMS verbal request for system re-design to meet CMS vision before approval would be granted. NMHIX and HSD request for meeting with CMS technology leadership to understand the specifics
Nov 6	Meeting with CMS leadership and technology teams to discuss changes needed to obtain approval.

Current System Design

Our current design is two separate systems (NMHIX and HSD) and three ways a consumer can enter into the eligibility and application process:

- NMHIX Originated Financial Application Process
- NMHIX Originated Non-Financial Application Process
- HSD Medicaid Application

The consumer path through the process depends on where the consumer starts their journey but all paths are in line with the “No Wrong Door” policy

CMS's Requirement for New Mexico

Following latest design review CMS has provided the following feedback for NMHIX and HSD to incorporate into design in order for New Mexico to continue with SBM implementation using federal grant funding.

- Seamless consumer experience – **Single Door** (no longer a “no wrong door”)
- Integrated Eligibility System for both programs

Other inputs CMS outlined needed to meet this requirement:

- Single Streamlined Application (SSAp) for Financial Assistance
- Single Rules Engine and Connection to the HUB
- Integrated Verification flow

Steps needed to secure CMS approval

In order to continue using federal funds or obtain any new funds NMHIX must submit a design document that demonstrates New Mexico's intent to meet these requirements.

- This design document must be submitted with our grant application on Friday November 14
- In order to comply with CMS design specifications, NMHIX and HSD must undertake additional systems design and integration work
- Friday November 14 is the last opportunity to request federal funds for SBMs so any funds needed to meet these requirements must be requested on Friday November 14

Following the grant submission on Friday, NMHIX and HSD will conduct an impact assessment, develop detailed project plans, analyze project team structure and vendor support and develop a revised 2015 budget. This information will be presented to the Finance Committee, Operations Committee and the full board for additional approval.

Breakout of Estimated Costs

Estimated costs for both sides of the system to implement CMS required system design change for New Mexico to continue with SBM implementation using federal grant funding.

	Additional Cost
Single Financial Application (Integrated Eligibility System for both programs)	\$9,560,938
Federal HUB Gateway (Integrated Verification flow)	\$3,328,594
Portal Integration - Single Door	\$12,142,031
Systems Integration and System Testing	\$3,000,000
Sub-Total	\$28,031,563
Change Requests	\$4,204,734
Total	\$32,236,297

We are seeking board approval to include an additional \$32.3M in the final grant request to cover CMS required design and integration costs.

Following the grant submission on Friday, NMHIX and HSD will conduct an impact assessment, re-visit the overall project plan, analyze project team structure and vendor support and develop a revised 2015 budget. This information will be presented to the Finance Committee, Operations Committee and the full board for additional approval.