



**ACA State Innovation Waiver Task Force**

February 26, 2015

9:00 a.m.

DCCA, Queen Liliuokalani Hearing Room



# CALL TO ORDER/ROLL CALL

## Roll Call

Beth Giesting, Healthcare Trans. Coord., Chair

Bryan FitzGerald, OIMT/State CIO

Lorrin Kim, Dept. of Health

Royden Koito, Dept. of Labor & Ind. Relations

Kenny Fink, MedQUEST Administrator

Gordon Ito, Insurance Commissioner

Daniel Jacob, Office of the AG

Sandra Yahiro, EUTF

Jeff Kissel, Hawaii Health Connector

Christine Sakuda, HI Health Info. Exch.

Sherry Menor-McNamara, Chamber of Commerce of Hawaii

Paul Young, Healthcare Assoc. of HI

Robert Hirokawa, HPCA

Joan Danieleley, Senate Health Care Appointee

Jennifer Diesman, HMSA

Paula Yoshioka, Queen's Health System

David Hong, House Appointee for Small Business

# PUBLIC COMMENT

*Reminder: all materials available at*

<http://governor.hawaii.gov/reports/healthcare-transformation/>

# MINUTES

**Minutes of February 12, 2015**

**Public Comment**

**Task Force Action**

Proposed motion: Accept minutes of 2/12/15 as circulated/as amended

# CREATION OF PERMITTED INTERACTION GROUPS

Proposed motion: TF authorizes Hawaii Health Connector PIG to attend HHC board and committee meetings and report back on any issues pertinent to this TF.

Members: **Giesting, Kissel, Koito, Sakuda**

Proposed motion: TF authorizes Waiver/Modification PIG to explore priority issues to waive or modify and report back to this TF.

Members: **Diesman, FitzGerald, Giesting, Hirokawa, Ito, Jacob, Kissel, Young**

## Public Comment

# PERMITTED INTERACTION GROUP REPORTS

## **Sunshine law requirements**

- **Meeting 1: Report is delivered. TF may ask clarifying questions.**
- **Meeting 2: TF may discuss report in detail.**
- **Meeting 3: TF may vote on recommendations or actions proposed in report.**

# PERMITTED INTERACTION GROUP REPORT

## **PIG Report – Hawaii Health Connector**

**Task Force Clarification**

**Public Comment**

# PERMITTED INTERACTION GROUP REPORT

## **PIG Report – Waiver/Modification PIG**

**Purpose: Explore ACA sections to waive or modify**

**Members: Diesman, FitzGerald, Giesting, Hirokawa, Ito, Jacob, Kissel, Young**



# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### QHPs and EHBs

- Discussion/recommendations, Section 1302
  - Individual and SHOP are assumed to be separable
  - Retain 4 metal levels for individual market
  - Require that SHOP/ACA plans comply with Prepaid 7A and 7B
  - Try to make benefits as consistent as possible for small and large businesses

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### QHPs and EHBs

- Discussion/recommendations, Section 1302
  - To increase consistency for small and large business health benefits:
    - Mandate prescriptive benefits for all plans? (pros and cons for TF consideration)
    - Mandate dental benefits for all plans? Mandate for adults, too? (pros and cons for TF consideration)
    - Clarify dental enrollment processes for children

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### QHPs and EHBs

- Discussion/recommendations, Section 1302
  - Conform ACA and PHCA language for annual limits on cost-sharing for employer-sponsored plans
  - Conform ACA and PHCA language for annual limits on deductibles for employer-sponsored plans
  - Catastrophic plans – no change from ACA
  - Children-only plans – no change from ACA

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### QHPs and EHBs

- Discussion/recommendations, Section 1303
  - Special rules related to abortion services – no change from ACA
  
- Discussion/recommendations, Section 1304
  - Definitions of small and large employer groups – recommends continuing to define small business as one with 50 or fewer employees (with caveats)

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### Health Insurance Exchange

- Discussion/recommendations, Health Insurance Exchange, Sections 1311/1312
  - **Individual Exchange**
    - Retain State-based Marketplace
    - Consolidate eligibility for Medicaid and APTC/CSR– single location/responsible agency (State CIO has to approve)
    - APTC/CSR eligibles check options on shop & compare website, link directly to insurers
    - Health plans complete enrollment, billing, and reporting
    - (Probably needs a waiver)

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### Health Insurance Exchange

- Discussion/recommendations, Health Insurance Exchange, Sections 1311/1312
  - **Individual Exchange** – Fallback (not preferred option)
    - “Supported State-Based Marketplace” that uses FFM platform for eligibility
    - Medicaid-eligible files sent to DHS for enrollment
    - Other individuals enrolled via FFM

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### Health Insurance Exchange

- Discussion/recommendations, Health Insurance Exchange, Sections 1311/1312
  - **SHOP Exchange**
    - Retain State-based SHOP with modifications
    - Develop robust, dynamic shop & compare website that allows small business to enter employee data, select best plan, and be linked directly to insurer
    - Health plans complete enrollment, billing, and reporting
    - Small business tax credit to be provided via IRS or to state for innovation (if waiver needed)

# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### Health Insurance Exchange

- Discussion/recommendations, Health Insurance Exchange, Section 1311/1312
  - **SHOP Exchange** – Fallback (not preferred option)
    - Supported State-Based Marketplace that uses FFM platform for enrollment in PHCA compliant plans that are qualified by Hawaii Insurance Commissioner (these would be the only plans available to Hawaii employees)
    - Unknown how/whether this would really work in federal rules environment



# PERMITTED INTERACTION GROUP REPORT

## PIG Report – Waiver/Modification PIG: **DISCUSSION**

### Premium Tax Credits & Cost Sharing

- Discussion/recommendations, Health Insurance Exchange, Sections 1402/36B
  - Retain APTC and CSR that make insurance affordable for individuals
  - If methodology allows, determine if unclaimed APTC/CSR credits could be available to Hawaii for innovation
  - If SHOP is waived use small business tax credits that would have been available to enhance affordability for small businesses or part-time workers, or other innovations
    - Federal agencies have not decided on methodology to calculate sums
    - PIG looking for data sources with which to develop estimates and proposed methodology

# PERMITTED INTERACTION GROUP REPORT

**PIG Report – Waiver/Modification PIG: **DISCUSSION****

**Public Comment**

# LEGISLATIVE AGENDA - UPDATES

## **Proposed Legislation**

- HB 576, HD1
- SB 1341, SD 1

## **Task Force Discussion**

## **Public Comment**

## NEXT MEETING

March 12, 2015

9:00 a.m.

Meeting venue: King Kalakaua Hearing Room, DCCA



# ADJOURNMENT