

MINUTES OF A REGULARLY SCHEDULED BOARD MEETING
OF THE OKLAHOMA HEALTH CARE AUTHORITY BOARD
Held at Duncan Regional Hospital
Duncan, Oklahoma
July 12, 2007
1:00PM

Manner and Time of Notice of Meeting: A public notice was placed on the front door of the Oklahoma Health Care Authority on July 11, 2007.

Pursuant to a roll call of the members, a quorum was declared to be present, and Chairman Roggow called the meeting to order at 1:01pm.

BOARD MEMBERS PRESENT: Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

OTHERS PRESENT: Brian Campbell, Chickasaw Nation
Bill Lance, Chickasaw Nation
Al Terrill, CC/HMO
Representative Dennis Johnson
Scott Dennis, OFMQ

DISCUSSION AND POSSIBLE VOTE ON APPROVAL OF MINUTES OF THE REGULARLY SCHEDULED BOARD MEETING HELD JUNE 14, 2007

The Board routinely reviews and approves a synopsis of all its meetings. The full-length recordings of the meetings of the Board are retained at the Board Offices and may be reviewed upon written request.

MOTION: Member Roberts moved for approval of the June 14, 2007 minutes as presented. Vice-Chairman McFall.

FOR THE MOTION: Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

FINANCIAL UPDATE

Anne Garcia

Revenues for OHCA through May, accounting for receivables, were **\$2,541,460,364** or **1.0 % under** budget. Expenditures for OHCA, accounting for encumbrances, were **\$2,489,163,025** or **2.9% under** budget. The state dollar budget variance through April is **\$48,039,009 positive**.

The budget variance is primarily attributable to the following (in millions):

Expenditures:	
Medicaid Program Variance	19.8
Part D Phase-In Contribution	(3.3)
Administration	4.3
Revenues:	
Taxes and Fees	(4.5)
Drug Rebate	1.7
Overpayments/Settlements	4.6
Prior Year Carryover	25.4
Total FY 07 Variance	\$ 48.0

MEDICAID DIRECTOR'S UPDATE

Lynn Mitchell, M.D.

Dr. Mitchell stated that the May numbers were made available at last month's meeting and also this month. Dr. Mitchell stated that the numbers are still flattening which is consistent with what we see in our month of June. Following the enrollment numbers are the SoonerCare Program overview, and the Fast Facts which are now broken out by different programs. In the July Fast Facts we actually have 2,757 members in the ESI Program and have 1,088 businesses participating. Dr. Mitchell stated that currently we are represented in 75 of the 77 counties for individual and businesses participating across the state in the O-EPIC ESI Program. The average FPL of the individuals that are participating in the ESI Program currently is about 135% of the FPL which is surprising. The next page includes the Fast Facts for the IP Program consisting of 564 members, representing 63 of 77 counties with the FPL average being 108%. The average individual being tracked currently is in the lower 100-150% of the FPL. Dr. Mitchell reported that yesterday the O-EPIC staff shared that Arkansas has a similar program to our O-EPIC which is called Our Health Net. Arkansas started their program in

December 2006 and currently has 665 members with the uptake not being as rapid as hoped. Dr. Mitchell noted that the Board had approved moving forward with an RFP for outreach through media and that contract was awarded to Griffin Communications. There should be media marketing beginning in September. Dr. Mitchell reported that the Focus on Excellence Program went into effect on July 1 with approximately 85% of the nursing facilities participating in Phase I. Those participating facilities are getting an extra 1% on their rate as July 1 with the ability to move from 1-4% in January 2008 depending on how they performed on the OSHD surveys. The Perinatal Dental Program began in May 2007 and has served 468 members in May and June. We provided 1,752 procedures and paid out \$125,306.26 to date for the program. Dr. Mitchell read remarks concerning the first annual OHCA SoonerCare Tribal Consultation which was held on June 20th at the Citizens Pottawatomie Heritage Center in Shawnee. Governor Anoatubby and Mr. Fogarty welcomed the 152 attendees who included tribal leaders, designees representing 15 tribes, IHS, CMS, OSHD and various other state agencies and organizations. The overall reception of the meeting was positive and very well received. Dr. Mitchell noted that several issues were discussed including HB 2842 pilot project, tribal Medicaid administrative match, children's coverage, O-EPIC, etc.

Governor Anoatubby stated that the long term benefits are yet to be realized from the first Tribal Consultation.

UPDATE ON 2007 ACTION PLANS

Cindy Roberts

Ms. Roberts stated that staff is still working on updates from the last year's 39 action plans, some are completed, some are did not get completed due to lack of funding or direction needed, some were mandates, and some got changed by the legislature. We will be sending those actions plans and ask that before the retreat you familiarize yourself with the plans. Ms. Roberts noted that the format of the retreat will be a little different with panel style presentations including various state agencies, other agencies, and tribal representation.

ITEM 4/CONSIDERATION AND VOTE UPON SFY 2008 BUDGET WORK PROGRAM

Juarez McCann

Mr. McCann stated that state budget laws require each agency on or before June 1 or as soon thereafter to submit a BWP with OSF detailing the plans and expenditures of all agency funds. He presented the summary of the SFY 2008 Budget Work Program discussing the different program expenditures that included the Medical Program; OHCA Administration; Other State Agency Programs; and Revenues. He stated that the overall budget increased by \$248 million or a 6.8% increase. OHCA was appropriated an additional \$69 million above the 2007 Budget Work Program for a total state appropriation of \$772 million.

MOTION:

Vice-Chairman McFall moved for approval of the SFY 2008 Budget Work Program (Item 4) as presented. Member Hoffman seconded.

FOR THE MOTION:

Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

ITEM 5/RECOMMENDATION REGARDING CONFLICTS OF INTEREST PANEL REGARDING RULES

Nicole Nantois

Ms. Nantois stated that the Conflicts of Interest Panel regarding Item 5A, Item 5B, and Item 6A and found no conflicts.

ITEM 5A/CONSIDERATION AND VOTE UPON DECLARATION OF EMERGENCY RULE (APA WF # 07-02)

Cindy Roberts

Ms. Roberts presented the following rule for declaration of emergency.

A. CHAPTER 30. MEDICAL PROVIDERS-FEE FOR SERVICE

Subchapter 5. Individual Providers and Specialties
Part 1. Physicians
OAC 317:30-5-2. [AMENDED]

OAC 317:30-5-18. [AMENDED]
Part 63. Ambulatory Surgical Centers
OAC 317:30-5-568. [AMENDED]
(Reference APA WF # 07-02)

FINDING OF EMERGENCY: The Agency finds that a compelling public interest exists which necessitates promulgation of emergency rules and requests emergency approval of rule revisions to ease the administrative burden on providers by allowing them to use any form that is federally approved for sterilization consent.

MOTION: Member Langenkamp moved for approval Item 5A as presented. Member Roberts seconded.

FOR THE MOTION: Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

**ITEM 5B/CONSIDERATION AND VOTE UPON DECLARATION OF
SUBSTANTIVE RULE**
(APA WF # 07-02)

Cindy Roberts

Ms. Roberts presented the following rule for substantive changes.

A. CHAPTER 30. MEDICAL PROVIDERS-FEE FOR SERVICE

Subchapter 5. Individual Providers and Specialties
Part 1. Physicians
OAC 317:30-5-2. [AMENDED]
OAC 317:30-5-18. [AMENDED]
Part 63. Ambulatory Surgical Centers
OAC 317:30-5-568. [AMENDED]
(Reference APA WF # 07-02)

SUMMARY: Agency rules are revised to allow providers to use any form that is federally approved for sterilization consent. Current rules require providers to submit the OHCA ADM-71 form for sterilization consent in order to receive SoonerCare payment for the sterilization procedure. Providers who perform sterilization procedures funded through federally assisted public health programs such as

Indian health facilities are required to submit a federal sterilization consent form to obtain federal reimbursement in addition to the OHCA ADM-71 for SoonerCare payment. By eliminating the requirement of a specific sterilization form to be used and allowing providers to use any federally approved form, providers will be in compliance with both OHCA rules and federal regulations without duplicate administrative effort.

MOTION:

Governor Anoatubby moved for approval Item 6B as presented. Member Roberts seconded.

FOR THE MOTION:

Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

ITEM 6A/CONSIDERATION AND VOTE TO AUTHORIZE EXPENDITURE OF FUNDS TO PROCURE EVALUATION SERVICES FOR THE HEALTH MANAGEMENT PROGRAM

Beth VanHorn

Ms. VanHorn stated that OHCA plans to contract with an outside vendor to provide the following services: 1) provide a comprehensive program evaluation of the Health Management Program based on cost reductions and outcome measures; 2) measure participant and provider satisfaction with the HMP; 3) provide ongoing program performance monitoring and consulting.

The new vendor will provide the following services:

- Conduct a retrospective review of two years of paid claims data provided by OHCA, to establish baseline rates for a number of variables in the absence of the HMP;
- Produce semi-annual reports summarizing data such as non-emergent emergency department visits, hospital admissions and readmissions, length of stay, and rate of narcotics use;
- Develop and design survey questions and methodologies to measure the quality, impact and provider and participant satisfaction of the HMP process;

- Perform an annual and final comprehensive evaluation of the HMP.

Ms. VanHorn asked for Board approval in order for OHCA to proceed to procure a contract for program evaluation services for the Health Management Program as discussed above.

MOTION: Member Hoffman moved for approval Item 6A as presented. Member Langenkamp seconded.

FOR THE MOTION: Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

ITEM 7/DISCUSSION ITEM - PROPOSED EXECUTIVE SESSION AS RECOMMENDED BY THE DEPUTY COUNSEL III AND AUTHORIZED BY THE OPEN MEETING ACT, 25 OKLA.STATE.§307(B)(1),(4), AND (7)
Nicole Nantois

MOTION: Member Hoffman moved for approval Item 6A as presented. Member Langenkamp seconded.

FOR THE MOTION: Member Roberts, Member Hoffman, Member Miller, Member Langenkamp, Governor Anoatubby, Vice-Chairman McFall and Chairman Roggow

Chairman Roggow called the meeting back into session.

ITEM 8/ACTION ITEM - ELECTION OF OKLAHOMA HEALTH CARE AUTHORITY 2007-2008 BOARD OFFICERS
Chairman Roggow

MOTION: Vice-Chairman moved for Chairman Roggow to remain Chairman and nominated Member Hoffman as Vice-Chairman. Governor Anoatubby seconded.

FOR THE MOTION:

Member Roberts, Member
Hoffman, Member Miller,
Member Langenkamp, Governor
Anoatubby, Vice-Chairman
McFall and Chairman Roggow

NEW BUSINESS

Chairman Roggow recognized the CEO of the Duncan Regional Hospital, Mr. Scott Street. Mr. Street stated the he has been at DRH 5 years. He stated that the hospital is a 157 bed facility with 21 rehab beds. We see about 3,000 ER visits annually with a small percent being admitted through the ER. Currently we are in a \$30 million expansion and currently have \$22 million in projects such as a Cancer Center, Nursing School Learning Center, Imaging Center and a number of other things on the vision board for the next 2 years.

ADJOURNMENT

MOTION:

Member McFall moved for
adjournment. Governor
Anoatubby seconded.

FOR THE MOTION:

Member Roberts, Member
Hoffman, Member Miller,
Member Langenkamp, Governor
Anoatubby, Vice-Chairman
McFall and Chairman Roggow