



# HEALTHY | UTAH PLAN

COVERING UTAH'S UNINSURED WITH SUSTAINABLE AND COST-EFFECTIVE COVERAGE

# ACA Changes

- Created Modified Adjusted Gross Income(MAGI)
- Removed asset tests for children, parents, and pregnant women
- Increased income levels for children ages 6 to 18 from 100% to 133% of the federal poverty level
- Raised age limit up to age 26 for children who age-out of foster care
- Created presumptive eligibility for hospitals
- Established new adult group (see Supreme Court decision)

# ACA Taxes

Provision	2013-2022 (in billions)
Medicare taxes on higher income families	\$318
“Cadillac tax” on high-cost plans	\$111
Employer mandate	\$106
Annual tax on health insurance providers	\$102
Individual mandate	\$55
Annual tax on drug manufacturers/importers	\$34
Excise tax on medical device manufacturers/importers	\$29

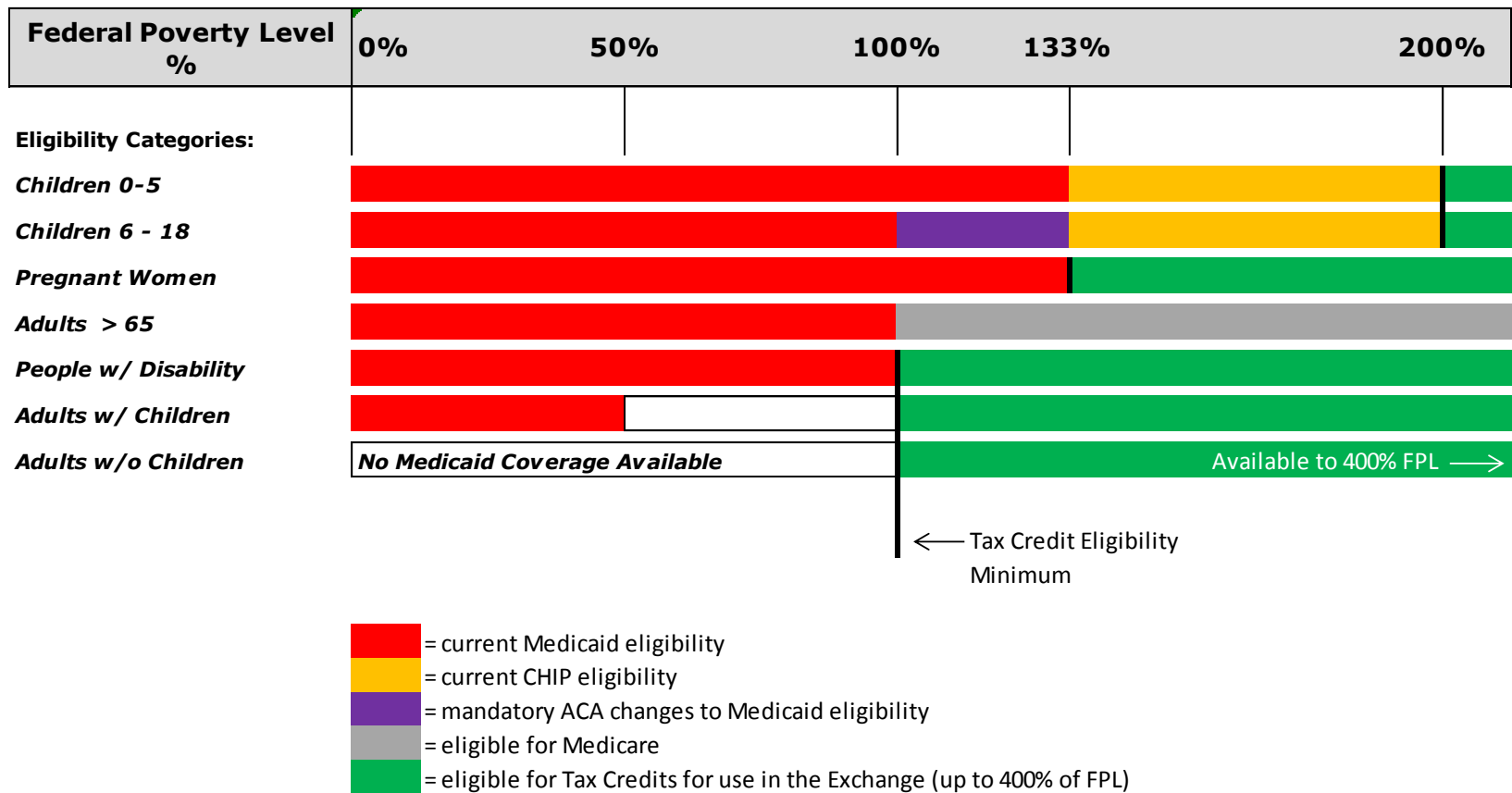
\* National figures

# Supreme Court Decision

- *National Federation of Independent Business v. Sebelius*
  - June 2012
  - Ruled that existing federal Medicaid dollars can't be withheld if state does not expand to new adult population
- Left intact other ACA Medicaid provisions
- Created state option to expand

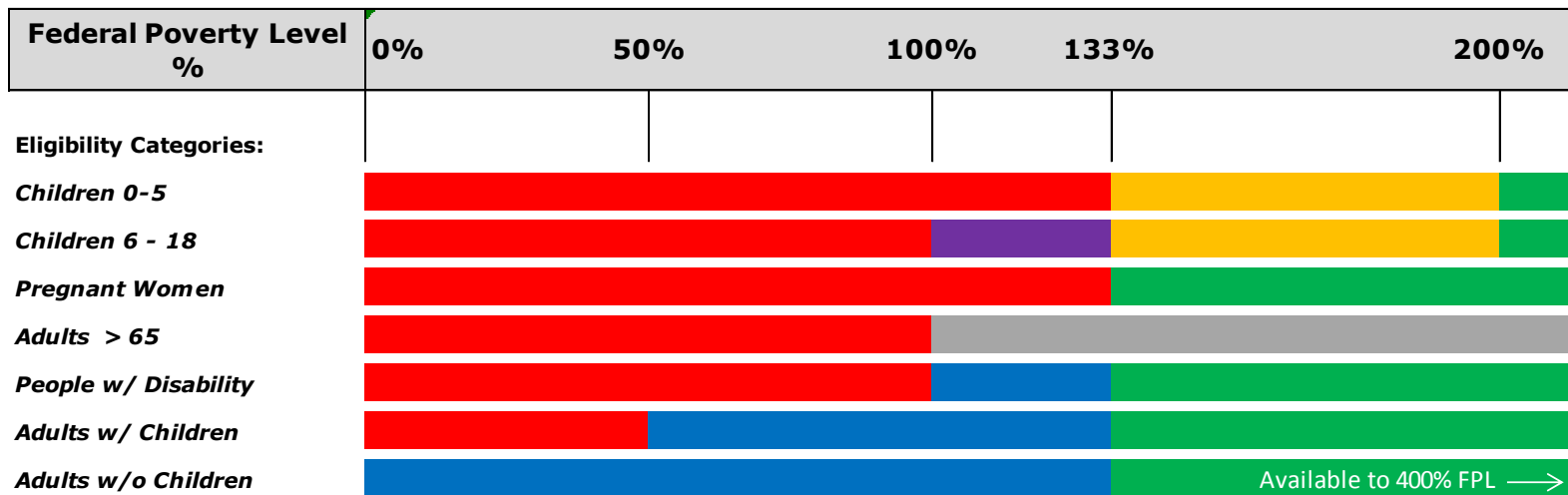
# ACA Mandatory Expansion

## Income Limits for Medicaid, CHIP and Tax Credit Eligibility No Optional Medicaid Expansion



# ACA Optional Expansion

## Income Limits for Medicaid, CHIP and Tax Credit Eligibility Optional Medicaid Expansion



- = current Medicaid eligibility
- = current CHIP eligibility
- = mandatory ACA changes to Medicaid eligibility
- = optional Medicaid ACA expansion eligibility
- = eligible for Medicare
- = eligible for Tax Credits for use in the Exchange (up to 400% of FPL)

# Utah's Uniques

- Jobs

- Low unemployment rate

- Health

- Lower prevalence of disease
- Lower than average healthcare expenditures

- Insurance

- Competitive insurance market
- Higher percentage of population on employer-sponsored insurance
- Higher percentage of population underinsured
- Lower percentage of population on Medicaid

# Principles

- Promote individual responsibility
- Support private markets
- Maximize flexibility
- Respect the taxpayer



# Strategies

- Private Options

- Use employer-sponsored insurance where available
- Deliver private coverage through Utah's small business exchange, Avenue H

- Member Responsibility

- Charge limited co-pays for lower income adults and charge premiums and higher co-pays for higher income adults
- Provide incentives for work and employment training

- Health Incentives

- Compensate members for meeting health targets

# Strategies

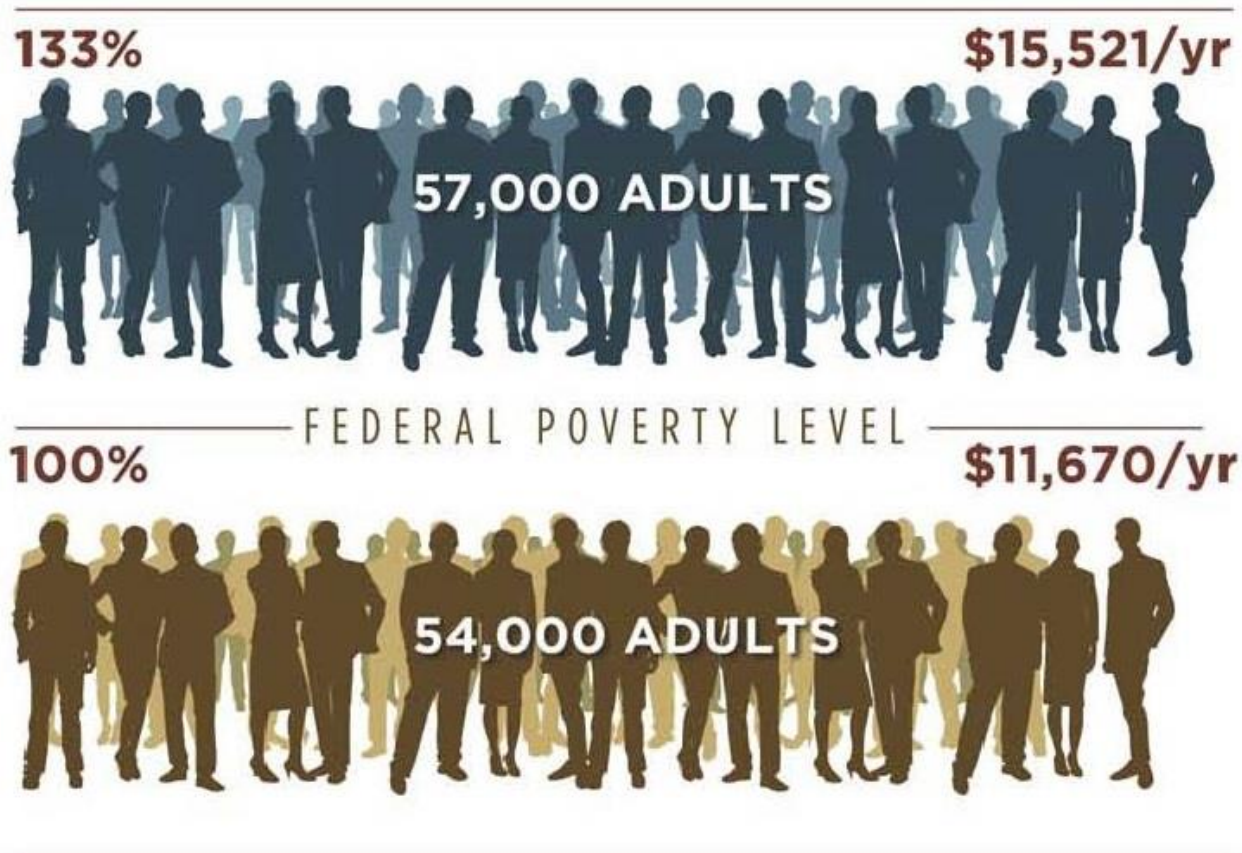
- Family Unification

- Allow family to include Medicaid children on private plans
- Require college students seeking Medicaid to enroll in parents' plans

- Pilot

- Agree to a three year period
- Terminate waiver if federal match changes
- Incorporate elements of a block grant through risk sharing

# Who is Covered?



\* Estimated enrollment by 2020

# Enrollment Process

