MINUTES

SB147 Behavioral Health-Substance Use Disorder Subgroup

April 25, 2018

In Attendance

DSS: Tiffany Wolfgang • Melanie Boetel • Brendan Smith

Amy Iversen-Pollreisz • Laurie Mikkonen • Greg Evans Brenda Tidball-Zeltinger • Laura Schaeffer • Stacy Bruels

Community Provider

Representatives: Terry Dosch, Council of SUD Directors • Amy Hartman, VOA • Michelle

Carpenter, DCI • Gary Tuschen, Carroll Institute• Michelle Spies, HSA

Susan Sandgren, TRCMHC

Unavailable: Mary LeVee, DSS • Stacia Nissen, South Dakota Urban Indian Health

Welcome and Introductions

Amy Iversen-Pollreisz:

• Welcome participants and thanked everyone for their willingness to be part of this group

Overview of SB 147 Workgroup Purpose

Laurie Mikkonen:

- Provided overview of SB147 and bill requirements
- Described steering committee, consensus framework, and workgroup purpose.
- The pubic website location can be found at: DHS website--DHS Portals\Resources\Workgroups\Provider Rate Methodology Workgroup.
 - This location will also house all meeting minutes, agenda's, and work product of this group.
- Rate setting and stakeholder input has happened historically.
 - The bill memorialized this process.

- One of the outcomes in the consensus framework is that providers will support the rate methodology and recommendations that are a result of the rate modeling analysis.
- The legislative scope of SB147 is not about the adequacy of funding, but to build on the rate setting and rate modeling processes that have been utilized by DSS.

List of Services and Priorities in Year 2

Tiffany Wolfgang:

- Provided an overview of services covered through this workgroup and recommended prioritization of services based on volume of providers and dollars spent
- Recommendation to review outpatient services first given the volume of providers and relationship the outpatient counseling services will have to other rates.
- Recommendation to next focus on Low Intensity, then Inpatient, Detox and PRTF.
 - Workgroup voiced agreement
- There will be opportunity to streamline billing codes.

Rate Methodology Overview

Greg Evans:

- Provided an overview of historical methodology
 - o Not all costs are allowable under Medicaid reimbursement
 - Described cost reporting methodology and review process
 - May look to use information from cost reports in combination with obtaining more current information through a provider survey and/or other market survey information
- Brenda Tidball-Zeltinger provided additional historical context and other issues that continue to arise as rates are defined.
- Beginning with outpatient will assist in correlating to other service categories.
- Discussed other methodologies for rate settings
- After determining rate methodology, the prospective component outlined in the bill would include some inflationary method for indexing costs forward.
 - o The Steering Committee adopted CPIU as the method that would be used.
- Consensus from the workgroup was to use the historical model Greg reviewed with some factor for indexing forward.
 - We will be surveying providers to get the most recent salary and wage data and to confirm billable hours.
- Discussion regarding co-payments.
 - o If copayments will continue, the method in which copays are implemented would be to net the copayment from the prospective rate developed.

Next Steps

• Consensus to begin with outpatient services

- Terry Dosch indicated that he was comfortable using the current rate model; however, consideration should be given to additional factors such as licensure requirements, market/workforce challenges, and urban versus rural settings.
- Workgroup should bring any other market survey information to next meeting
- State staff will begin developing questions for a survey of providers that requests information on current wages and the above noted challenges for workgroup review and feedback.
 - Survey development and responses will be gathered in preparation for the next meeting.
 - The next meeting date will be determined after a timeline is established to gain appropriate feedback and review.
 - o Workgroup members will pilot survey before rolling out to larger group
- Terry Dosch will obtain feedback from the Council of Substance Abuse Directors on costs, copays, and staff salaries prior to our next scheduled meeting.
- Amy Iversen-Pollreisz will bring to the next meeting the current salary range of similar State staff.

Adjournment

There being no further business, the meeting was adjourned.

Rebecca Sivertson, Recorder