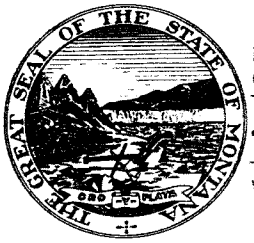
EXHIBIT 2
DATE 2-10-09
HB 2

DEPARTMENT OF PUBLIC HEALTH AND HUMAN SERVICES



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PO Box 4210
HELENA, MT 59604-4210

February 10, 2009

Representative Teresa Henry, Chairman
Appropriation Subcommittee
Health & Human Services
State Capitol Building
Helena, MT 59620

Dear Chairman Henry:

The information provided in these handouts are for the Healthy Montana Kids plan (HMK). The information provides you with visuals, information on application processes, funding and FTE requirements for implementation, and a draft legislative bill for clean-up language required to fund HMK.

If you have any other questions or concerns, please contact me at 444-4084 or mdalton@mt.gov

Sincerely,

Mary E. Dalton

Mary Dalton
Medicaid & Health Services Manager
DPPHS Director's Office

Cc: Laurie Lamson
Beckie Beckert-Graham

HEALTHY MONTANA KIDS (HMK) PRESENTATION
HEALTH AND HUMAN SERVICES SUBCOMMITTEE
FEBRUARY 11, 2009

KEY ISSUES:

- **HMK Program Administration and Staffing – "Single Storefront - No Wrong Door"**
- **HMK Implementation Timeline**
- **Eligibility and Enrollment**
  - **Increased eligibility levels to 250% FPL**
  - **Twelve Month Continuous Eligibility**
  - **Effective Date of Coverage goes to first of month when family applied**
  - **No Asset Test**
  - **Increase "Insurance Delay Period" from One Month to Three Months**
  - **Seamless Transition from CHIP to Medicaid**
- **Enrollment Partners**
- **Presumptive Eligibility**
- **Bill to Clarify/Streamline State Funding Sources for HMK**
- **Federal Reauthorization of CHIP**
  - **Reauthorized for 4 ½ years; State must spend annual allotment within 2 years**
  - **CHIP Allotments, Contingency Fund and Bonus Payments**
  - **Additional federal funding for outreach**
  - **Costs for outreach to Native Americans exempt from 10% admin cap**
  - **Citizenship verification**
  - **"Express Lane Eligibility" process**
  - **Mental Health Parity**
  - **Evidence-based Quality Health Measures**
  - **Data Collection Improvements – uninsured children**

How Can a Family Apply for Healthy Montana Kids?

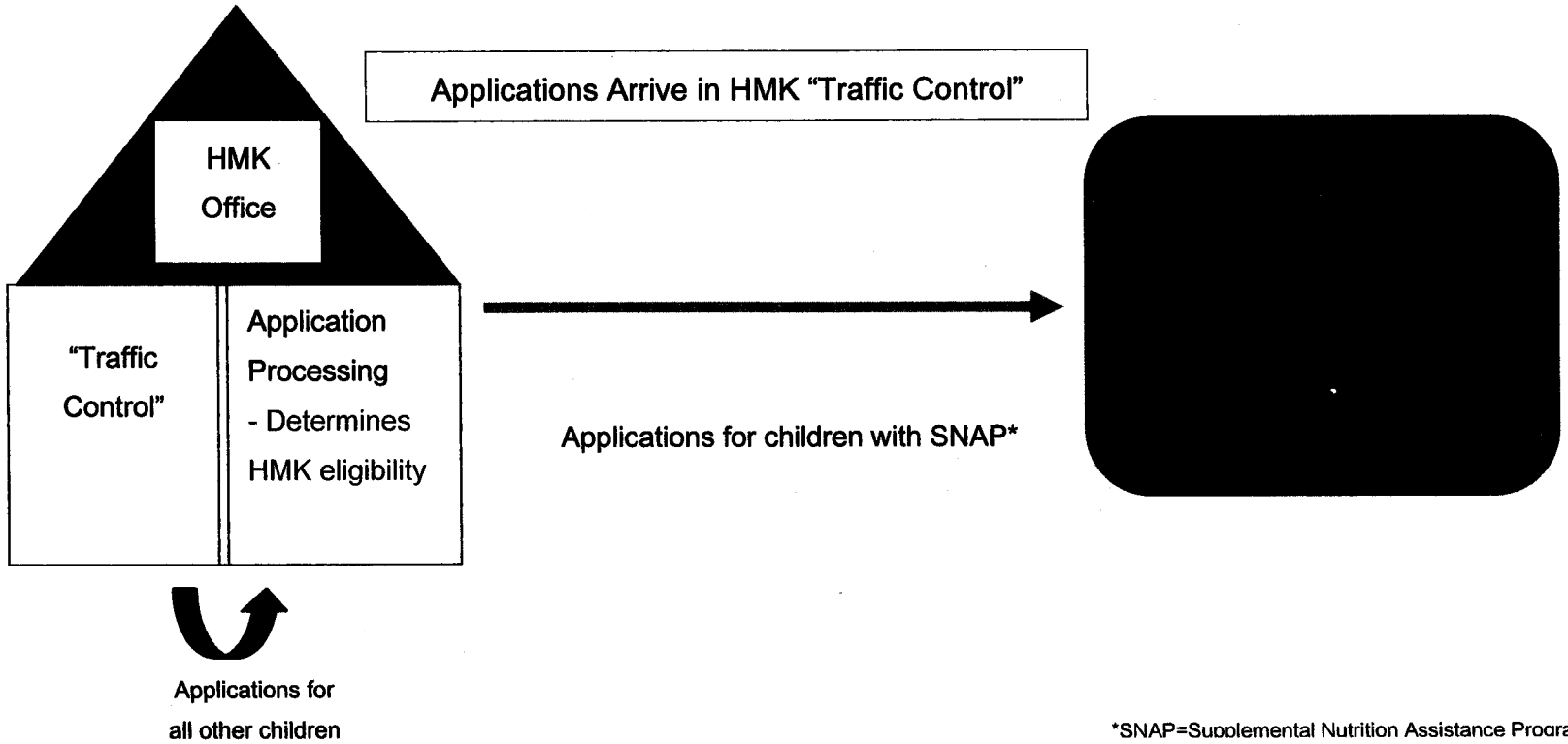
- Visit the HMK website (www._____)
  - Apply on-line
  - Download an application

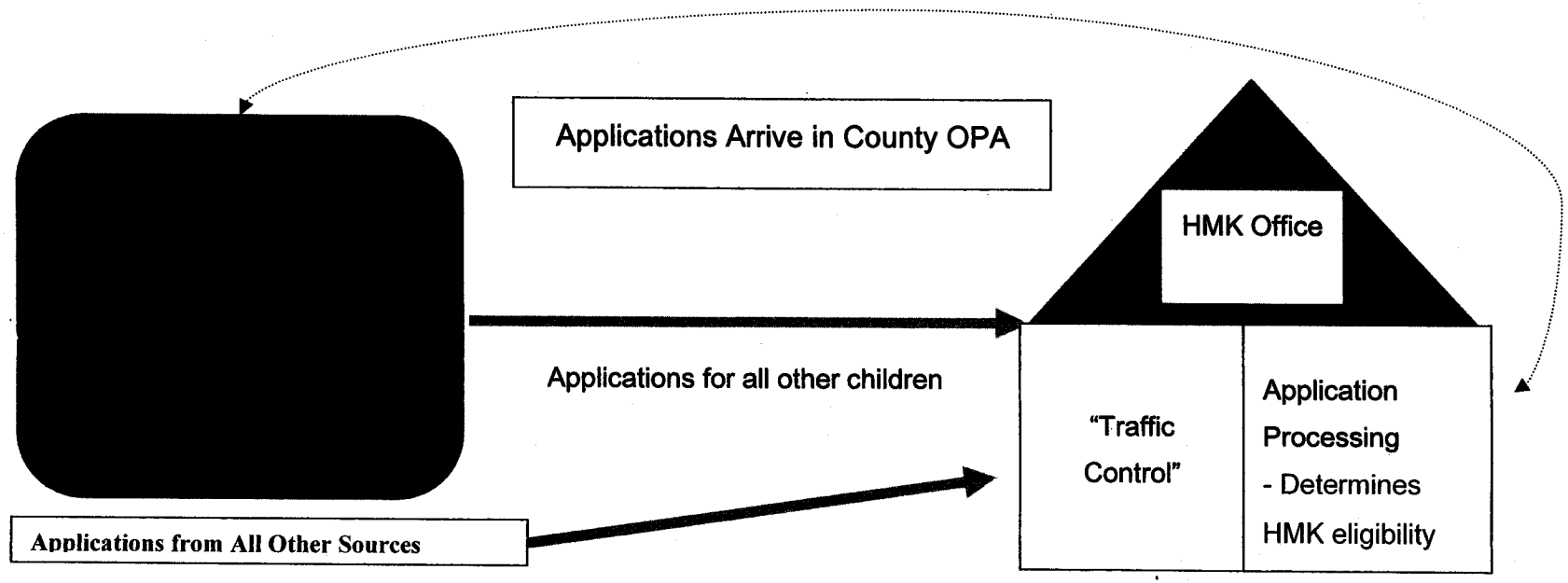
- Call HMK at 1-877-KidsNow (1-877-543-7669) to request an application

- Pick up an application at healthcare provider offices, Offices of Public Assistance, Health Departments, Indian Health Services (IHS), Tribal Health facilities and many other statewide locations

- Contact an HMK Enrollment Partner to help you complete the application

Applications may be sent to the HMK Office or dropped off at any county Office of Public Assistance.


Applications Arrive in HMK "Traffic Control"
HMK Office
"Traffic Control"
Application Processing
- Determines HMK eligibility
Applications for children with SNAP*
Applications for all other children
*SNAP=Supplemental Nutrition Assistance Program


Applications Arrive in County OPA
HMK Office
Applications for all other children
"Traffic Control"
Application Processing
- Determines HMK eligibility
Applications from All Other Sources

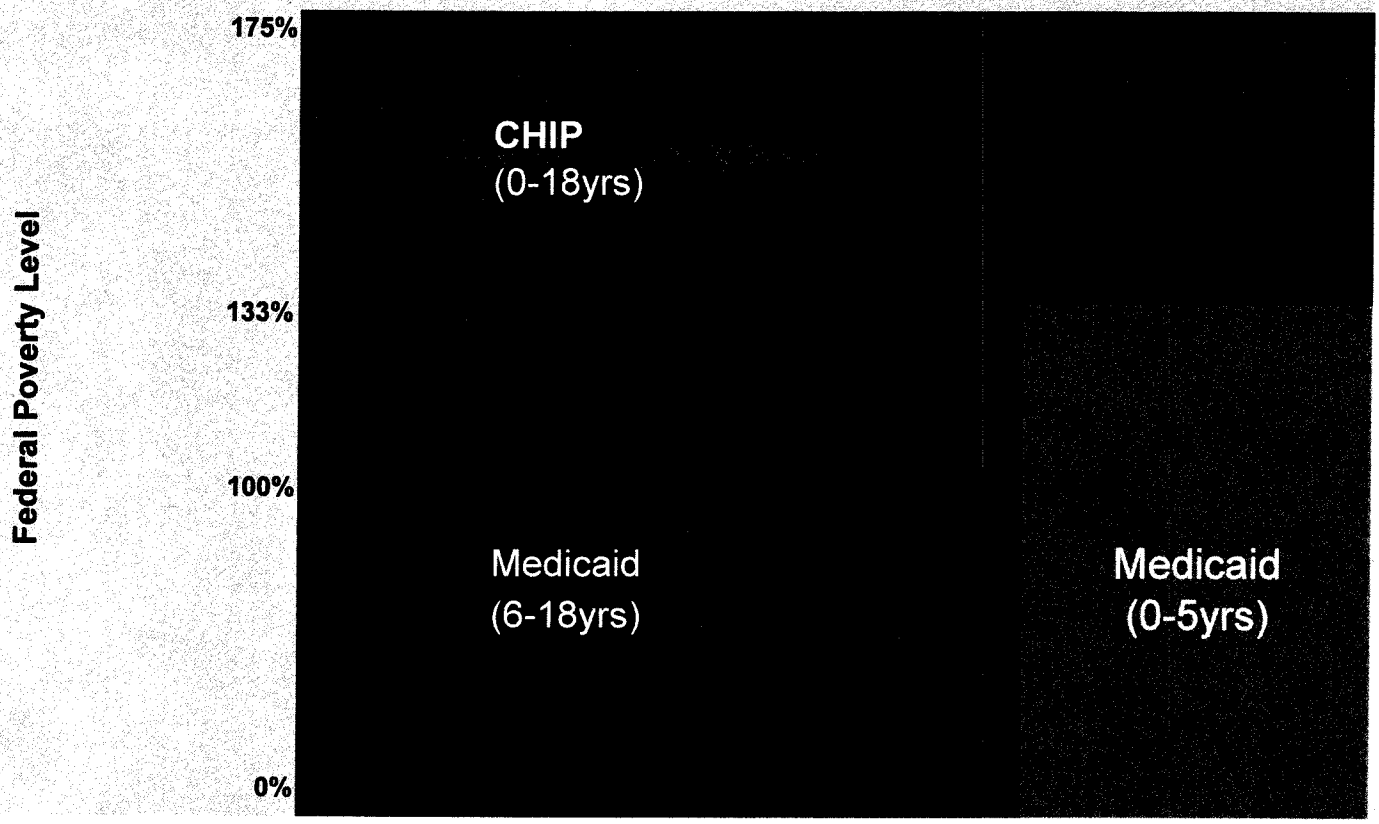
HEALTHY MONTANA KIDS - STAFFING PROJECTIONS

FTE	POSITION	LOCATION	DUTIES
16	Social Services Specialists	HMK	Determine eligibility and enroll children in HMK
9	Social Services Specialists	County OPAs	Determine eligibility and enroll children in HMK
6	Social Service Technicians	HMK	Triage applications, enter demographics & route applications
4	Records Management Asst.	HMK	Scan applications & documents; obtain electronic verifications
3	Administrative Assistants	HMK	Telephone customer service; Open/log applications
3	Claims Specialists	HMK	Address and resolve HMK claims and billing issues
2	Administrative Specialists	HMK	Supervise eligibility staff
2	Administrative Specialists	HMK	Outreach; Recruit, train and provide TA to enrollment partners;
1	Administrative Specialist	HMK	Supervise records management and administrative staff
1	Hearings Officer	DPHHS	Fair Hearings
1	Attorney	DPHHS	Administrative rules, consultations, Fair Hearings, court cases
48	**Total FTE**		

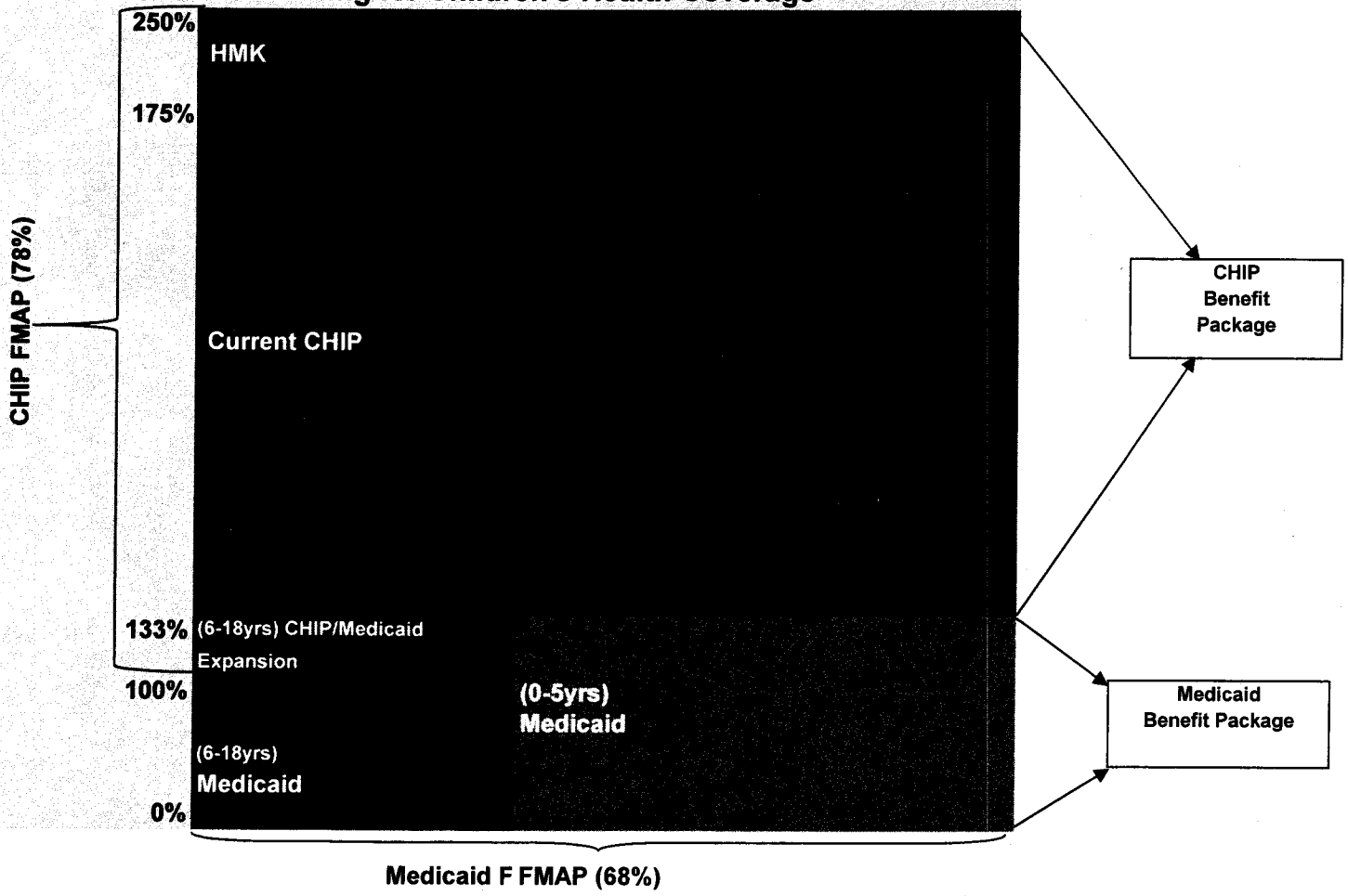
Assumptions:
The HMK office and county Offices of Public Assistance (OPA) will both accept HMK applications.
Approximately 75% of applications will be processed at HMK office and 25% will be processed at county OPAs.

February 10, 2009

Current Funding for Children's Health Coverage



HMK Funding for Children's Health Coverage



Healthy Montana Kids

134% - 250% FPL	Plan Y	HMK Member ID Card CHIP Benefit Package CHIP Reimbursement Rate

Healthy Montana Kids Implementation Timeline

TASK	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09
CHIP reauthorization									
System contract amendments for KIDS and CHIMES (ITFM)									
Submit State Plan amendments for Medicaid and CHIP									
State Plan approval by CMS									
Address provider issues, claims submittal, network contracts, etc									
Meet with BCBSMT/ACS re: policy changes									
Develop shared content for HMK application									
Develop HMK hardcopy application									
Issue Request for Information (RFI) for HMK on-line application options									
Develop and review HMK on-line application process									
Launch HMK on-line application									
Interview/hire HMK staff									
Medicaid and CHIP ARM submittals for July effective date									
Administrative Rules finalized									
ID card creation and format									
Work sessions for KIDS/CHIMES systems changes									
CMS notification of CHIP allotment for FFY 2010									
Develop HMK identity/logo for branding and marketing									
Create HMK website									
Launch HMK website									
Policy Manual revisions to match ARMs for October effective dates									
HMK policy to be completed									
Completion of marketing materials, member handbooks, etc.									
Train HMK staff									
Enrollment Partner outreach & training									
Back-to-School campaign begins									
Media campaign begins									
Conduct targeted outreach for CHIP over-income families									
Implement HMK with Medicaid and CHIP FPL increases									

HMK PHASE II (Post 10/09)
Presumptive eligibility - January 2010
Premium assistance - October 2010
Section 125 IRS - employee-sponsored insurance - October 2010

hmk-high-level-timeline2-10-09.xls