



## Department of Medicaid

**John R. Kasich**, Governor  
**Barbara R. Sears**, Director

January 25, 2018

Ohio House Speaker Cliff Rosenberger  
Ohio Senate President Larry Obhof  
Ohio House Minority Leader Fred Strahorn  
Ohio Senate Minority Leader Kenny Yuko  
Joint Medicaid Oversight Committee Executive Director Susan Ackerman  
Legislative Service Commission Director Mark Flanders

### **Re: Cost Containment Report for State Fiscal Year 2018 (July 1 – December 31)**

Dear Sirs and Madam:

The Ohio Department of Medicaid (ODM) is committed to efficient and careful management of the public resources entrusted to our agency. The attached report is in accordance with Section 5162.131 of the Revised Code, which requires ODM to report on the cost-containment initiatives related to the administration of Ohio's Medicaid program.

This latest edition of the Cost Containment Report commences reporting for state fiscal year 2018 and provides status updates regarding the various initiatives coordinated by our office.

The statuses of these projects will be regularly updated through subsequent Cost Containment Reports and testimony before the Joint Medicaid Oversight Committee.

Sincerely,

A handwritten signature in black ink that reads "Barbara R. Sears".

Barbara R. Sears  
Director

## Cost Containment Initiative Status Report

**July 1, 2017 - December 31, 2017**

| Policy  | Status      |             |                | Go Live Date |
|---|-------------|-------------|----------------|--------------|
|   | Implemented | In Progress | Planning Stage |              |
| Personal Responsibility/<br>Work Requirements |             |             | X              |              |
| MC Tax Change                                 | X           |             |                | 7/1/2017     |
| MCP Withhold                                  |             | X           |                | 4/1/2018     |
| ICD-10  | X           |             |                | 7/6/2017     |
| Recalibrate IP Weights                        |             | X           |                | 7/1/2018     |
| Recalibrate OP Weights                        |             | X           |                | 7/1/2018     |
| IP/OP - 5% Rate Cut                           |             |             | X*             |              |
| Rad / Path / Lab                              |             | X           |                | 1/1/2018     |
| Rx Single PDL                                 |             |             | X              |              |
| Program Integrity                             |             |             | X              |              |
| NF Level of Care Audit                        | X           |             |                | 10/1/2017    |
| MDS Audits                                    |             | X           |                | 1/1/2018     |
| EVV to MC                                     |             |             | X              |              |
|   |             |             |                |              |
|   |             |             |                |              |
|   |             |             |                |              |

\* Ohio Medicaid has delayed the implementation of the hospital rate reduction from January 1 to July 1, 2018. In May 2018, Ohio Medicaid will assess whether or not the July 1 rate reduction is necessary to eliminate any remaining shortfall and appropriate within the context of the overall state budget.

<http://healthtransformation.ohio.gov/Portals/0/Ohio%20Medicaid%20Budget%20Update%2011-13-2017.pdf>