HOUSING IS
HEALTHCARE: USING
MEDICAID IN
PERMANENT
SUPPORTIVE HOUSING

# Medicaid's role in supportive housing for chronically homeless people

HHS Office of the Assistant Secretary for Planning and Evaluation (ASPE) study began in 2010

- Literature Synthesis and Environmental Scan (2011)
- Four papers published in 2012 available at ASPE.hhs.gov
  - Health, Housing, and Service Supports for Three Groups of People Experiencing Chronic Homelessness (2012)
  - Medicaid Financing for Services in Supportive Housing
  - Establishing Eligibility for SSI

### Case study: Medicaid's changing role

- Case study sites:
  - Los Angeles
  - Chicago
  - New Orleans
  - Washington DC
  - Minnesota
  - Connecticut
- Coming soon!
  - Case study final report: Emerging Practices from the Field
  - Primer on Using Medicaid for People Experiencing Chronic Homelessness and Tenants in Permanent Supportive Housing

#### Case study focus

- Expansion of Medicaid eligibility to include more homeless people
- Changes in health care finance and delivery systems
  - impacts on chronically homeless people and health care providers who serve them
- Roles of HCH and other FQHCs
- Medicaid benefit design and implementation
- Increasing role of Medicaid managed care

#### Medicaid and solutions to homelessness

- Medicaid is a partnership between state and federal government with shared costs
  - States make choices about optional benefits and waiver requests
- Medicaid services can help people get and keep housing
- Some Medicaid services can be provided <u>in</u> supportive housing
- Other Medicaid services can help meet the needs of people who are homeless or supportive housing <u>tenants</u>

## California: Medi-Cal and counties

California counties play important roles

- Medi-Cal eligibility and enrollment
- "Specialty Mental Health" and "Drug Medi-Cal" services
- County hospitals and clinics deliver care in some counties
  - Counties may face costs / financial risk for avoidable hospitalizations and ED visits
  - Counties may be competing and/or collaborating with FQHCs to serve people who experience homelessness

## Medi-Cal changes and impacts for people who experience

#### homelessness

- Medi-Cal eligibility expanded January 2014
  - Single adults with incomes up to \$16,105
  - Low Income Health Plans were a "bridge to reform"
- Enrollment in Medi-Cal managed care
- Changes in Medi-Cal benefits

#### Medicaid managed care

- Enrollment in Medicaid managed care is rising
  - People newly eligible for Medicaid
  - SPD: seniors and people with disabilities (SSI)
  - Expansion of managed care in many rural counties
- Plan and provider selection
  - Big implications for HCH/FQHC
  - Big implications partnerships to integrate primary care & behavioral health and link services to supportive housing

## Helping people enroll in Medicaid

- CA provided outreach and enrollment grant funds to counties for hard-to-reach groups of people, including people experiencing homelessness
  - Counties partner with community-based organizations
- Providers of supportive housing and homeless services can assist with enrollment and access to care
  - Tips at www.hcd.ca.gov/LetsGetEveryoneCovered.pdf
  - Engage and enroll people and help with plan / provider selection
- No deadline for Medicaid enrollment
  - People can enroll <u>now</u> and any time
- Health Care Options for help with selecting (or changing) a health plan and provider in CA (800) 430-4263

### Medicaid benefit changes – impacts for the people you serve

- More access to mental health and substance use treatment services for adults
  - In CA (and many other states) substance use services only in qualifying treatment settings
- Managed care plans may be responsible for some mental health services – in CA:
  - For people without serious mental illness
  - Coordination with county for "specialty" MH services
- Other optional benefits may be under consideration
  - Health homes
  - Home and Community-Based Services (HCBS)

### Medicaid for services in supportive housing – current practices

- Most often Medicaid is covering mental health services connected to supportive housing
  - To be eligible, a person must have a serious mental illness
  - Service provider contracts with County Mental Health in CA
- Some Federally Qualified Health Centers (FQHC) also provide services in supportive housing
  - Payment for visits with doctors (including psychiatrist), mid-level practitioners (NP, PA), LCSW
- Integrated primary care and behavioral health services
  - Often partnerships use both Medicaid payment models
- Funding from federal, state, county, local sources

### HCH / FQHC services linked to supportive housing

- Satellite clinics in supportive housing buildings
- Clinic located close to supportive housing
- Home visits to people living in scattered site supportive housing
- Collaborations with mental health service providers to create interdisciplinary teams linked to housing resources
- HCH programs can continue to serve homeless people after they move into supportive housing

#### Challenges and gaps

- Costs for some members of inter-disciplinary teams are not reimbursed in FQHC PPS rates
  - Nurses do not provide billable encounters
  - Case management costs may not be included in rates
- Productivity concerns
  - Fewer visits per day when working outside of clinics
- Limits on reimbursement for same-day visits
- Managed care:
  - Difficult to get reimbursed if people enrolled in and assigned to other primary care providers
  - PMPM rates not adjusted to reflect acuity / complexity of needs
  - Provider networks may not facilitate continuity of care
- Some FQHCs do not adapt service delivery approach to meet needs of people experiencing chronic homelessness
  - May have limited capacity for serving people with serious mental health or substance use disorders

## Medi-Cal for mental health services

- CA's MHSA Full Service Partnerships = "whatever it takes"
- Medi-Cal = documentation must link every service to diagnosis, goals, and plan
- Clinical loop
  - Start with assessment including symptoms, behaviors, impairments
  - Care coordination plan has goals based on symptoms and interventions to effect impairments
  - Progress notes document goal-based interventions

# Community Support Teams and ACT covered by Medicaid in IL, DC, LA\*

- For persons with serious mental illness who meet additional criteria:
  - Recent and/or multiple hospitalizations, ED visits, contacts with law enforcement
  - Inability to participate or remain engaged in less intensive services; inability to sustain involvement in needed services
  - Inability to meet basic survival needs, homeless
  - Co-occurring mental illness and substance use disorder
  - Lack of support systems
- Teams are mobile and interdisciplinary
  - Assertive engagement, individualized and flexible approach
  - Frequent home visits, face-to-face contact in range of settings
  - Small caseloads

#### Challenges and gaps

- Services and goals must be related to diagnosis, symptoms and impairments related to mental illness – not (directly) related to substance use problems or medical needs
  - Providers can make the connection to mental illness (social isolation, substance use to manage symptoms of mental illness, anxiety about medical conditions or treatment) – but it isn't always easy
  - In most states Medicaid benefits cover limited array of services to address substance use – only in approved settings, making it hard to integrate
- Provider requirements often not designed for mobile, team-based models of service or electronic records
- These are <u>state</u> policy decisions not federal requirements

# Challenges and gaps (continued)

As people recover, they may not be eligible for ongoing support from intensive mental health service models

- Other less intensive services may not be mobile with capacity to do "whatever it takes"
- It can be hard to return to more intensive services during a crisis that could lead to losing housing
- Responsibility for mental health services may shift to managed care plans
- Changes may disrupt trusting relationships

#### What's working?

- Mental Health departments allow outreach teams to assess homeless people who are not engaged in the mental health system and determine eligibility for services
- Some CA counties provide training for Medi-Cal billing with focus on services in supportive housing and other settings outside of clinics
- MHSA FSP and Innovations funding for partnerships create integrated teams linking MH and primary care services
- Mental health providers help consumers navigate managed care enrollment, provider selection, access to care
- Experienced providers help others who are new to Medicaid
- County / state staff involved with providers and billing understand mobile, team models and help reduce obstacles
- Medicaid managed care plans contract with behavioral health providers for risk assessment and care management

### Some CA counties are investing in supportive housing as health care

- Housing for most vulnerable and high cost homeless people reduces avoidable hospital costs and improves health
- Los Angeles DHS Housing for Health program
  - Launched with funding to pay nonprofit partners for case management and housing-related services
    - Linked to housing developed with city funding and vouchers administered by housing authorities
    - Permanent and interim / respite housing options
  - Public-private partnership provides \$18 million for Flexible Housing Subsidy Pool
    - Evidence of savings justifies county health department investment

# Medicaid for services in supportive housing – what's happening in other states?

- Medicaid managed care plans in some states are paying for services in supportive housing
  - Care coordination delivered face to face by trusted service providers
  - Diversionary services to reduce avoidable hospitalizations by providing community support
  - Case management services linked to housing assistance for homeless plan members
- Monthly rates for some covered mental health / behavioral health services

#### Medicaid for services in supportive housing – more options for state policy

- Home and community-based services for people with disabilities
- Health homes an optional Medicaid benefit
  - For people with multiple chronic health conditions and/or serious mental illness
  - Whole-person, comprehensive and individualized case management
  - AB 361 (enacted) = opportunity for CA to develop this benefit