

# SCAHP 1<sup>st</sup> Quarter Membership Meeting

March 28, 2024

BlueCross BlueShield of SC

Columbia, SC



# Welcome to the 2024 Kick Off Meeting!

## Thank you to our Membership Meeting Host!



*BlueCross BlueShield of South Carolina  
is an independent licensee of the  
Blue Cross and Blue Shield Association*



# Welcome New Members



RADIUS®

ALEXION

ACADIA™

The logo for Sunovion, featuring a green stylized flower icon to the left of the word 'SUNOVION' in a green sans-serif font.

SUNOVION

FERRING

PHARMACEUTICALS

The logo for Madrigal Pharmaceuticals, featuring an orange circular icon with white diagonal lines to the left of the text 'Madrigal' in a large blue font and 'Pharmaceuticals' in a smaller blue font below it.

Madrigal  
Pharmaceuticals

The logo for Alnylam, featuring a stylized blue and black 'A' icon to the left of the word 'Alnylam' in a blue sans-serif font.

Alnylam®

The logo for argenx, featuring the word 'argenx' in a grey sans-serif font followed by a green checkmark icon.

argenx

# SCDHHS New Single PDL Update

**Bryan Amick**

Associate Vice President, Government Contracts

Molina Healthcare of South Carolina

SCAHP, Secretary and Board Member



# National Trend toward State Management

Model	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Single PDL	KS, TX	FL	DE, MS	AZ	IA, NE, VA		WA, AR, LA, MN, NH	IL, PA, OH, MI	NC		MA, IN
Single PBM									KY		LA
Carve Out	TN WI, MO					WV		ND		CA	NY

# Model Varies from State to State



	Carve In	Single PDL	Single PDL/SDR*	Single PBM	Carve Out
Formulary	Plan	State	State	State	State
Rx Reimbursement	Plan	Plan	State	State	State
PBM Selection	Plan	Plan	Plan	State	State
Risk	Plan	Plan	Plan	Plan	State
Capitation Revenue	Plan	Plan	Plan	Plan	N/A



\*SDR = State-Directed Reimbursement

# Motivations

## Members

*“The consolidation of multiple PDLs into one unified list ensures patients will no longer face the disruption of transitioning between effective therapies if they switch plans.”*

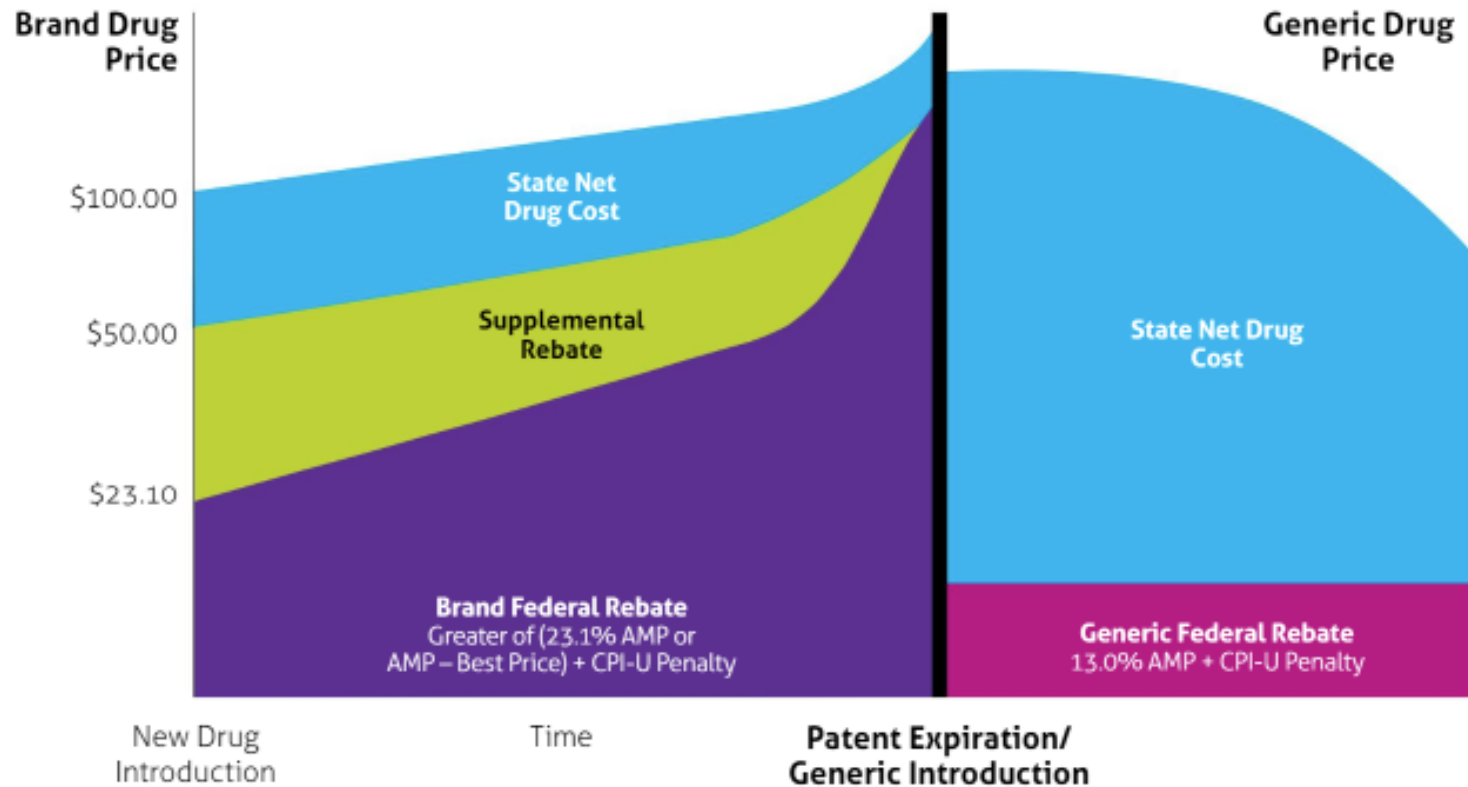
## Providers

*“...a unified PDL will greatly reduce the administrative burden of dealing with six different PDLs and PA criteria.”*

## Economics

*“Savings associated with transitioning from multiple MCO operated PDLs to a single, state directed PDL total \$21,131,265 in general funds.”*

# Medicaid Pharmacy Economics



Source: MagellanRx Medicaid Trend Report, 2023 Edition



# What this Looks Like for South Carolina...

## SCDHHS will adopt a single, state state-directed PDL effective July 1, 2024

### For classes included on the SCDHHS PDL:

- Plans must cover preferred medications
- Any criteria to access medications must be no more restrictive than those applied by FFS

### For classes not included on the SCDHHS PDL:

- Plans will likely maintain some ability to manage utilization

### The breadth of the SCDHHS PDL will expand in the future...

- Some high-cost drug classes are not currently included

### ...But not right now

- SCDHHS has signaled no significant PDL changes prior to the July1 go-live, and likely not until October

# What this Looks Like for South Carolina...

**SCDHHS will adopt a single, state state-directed PDL effective July 1, 2024**

**“Grandfathering” will allow us all to ease into this transition...**

- Members will be able to continue current therapy through September

**...But not for brand-preferred-over-generic scenarios**

- Those scenarios will require a switch on July 1

**Pharmacy reimbursement is not addressed by the single PDL implementation**

- The Independent Community Pharmacy Directed Payment Program will continue

**SCDHHS officially “advised” the single PDL at the February 13, 2024 MCAC meeting**

- Those documents are available on the SCDHHS website
- Additional formal guidance from SCDHHS is forthcoming

# Clinical Grand Rounds

Jay Patel, AVP, Chief Pharmacy Officer, BCBSSC

Derick Wenning, AVP, Medical Affairs, BCBSSC

# Executive Director's Report

- Membership continues to grow
- Financially Healthy
- SCAHP Foundation Education Day Committee

# ***SC LEGISLATIVE REPORT***

## **POLITICAL UPDATE**



# SC LEGISLATIVE REPORT

## THE NUMBERS

57 **HIGH** PRIORITY BILLS

28 **MEDIUM** PRIORITY BILLS

29 **LOW** PRIORITY BILLS

114 **TOTAL BILLS MONITORED**



# SC LEGISLATIVE REPORT

## IMPORTANT DATES

### Official:

- Crossover: **April 10<sup>th</sup>**
- Sine Die: **May 9<sup>th</sup>**
- Special Sessions: **June 5<sup>th</sup>, June 12-13<sup>th</sup>, and June 26<sup>th</sup>**

### Political:

- Primary Elections: **June 11<sup>th</sup>**
- Primary Runoffs Election: **June 25<sup>th</sup>**
- General Election Day: **November 12<sup>th</sup>**



# ***SC LEGISLATIVE REPORT***

## **TOPICS OF INTEREST**

- **H.4159 – Telehealth and Telemedicine Modernization Act**
- **S.915/H.4927 – Executive Office of Health Policy**
- **S.975 – Employer Mandate Ban for Vaccines**
- **S.588/H.4271 - Vision Care Plans**
- **S.1024/H.3618 – Copay Accumulators**
- **Certificate of Need Rural Health Public Hearing Initiative**
- **Items Included in the FY2024/2025 Annual Appropriations Act**





# Steve Boucher

Director of Managed Care Services

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# Population Snapshot - MCOs

## ➤ MCO Membership Snapshot

- ❖ March 2020 – 790,154
- ❖ March 2021 – 943,566
- ❖ March 2022 – 1,016,102
- ❖ March 2023 – 1,092,381
- ❖ May 2023 – 1,102,837
- ❖ June 2023 – 982,194 (*excludes at least 15,000 retroactive enrollments*)
- ❖ July 2023 – 1,009,449
- ❖ December 2023 – 939,817
- ❖ February 2024 – 911,421\* (*17% reduction from May 2023*)

# Population Snapshot - Prime

## ➤ Prime Membership Snapshot

❖	March 2020	15,939
❖	March 2021	15,812
❖	March 2022	14,355
❖	March 2023	12,125
❖	May 2023	11,918
❖	June 2023	11,792
❖	July 2023	11,631
❖	December 2023	11,235
❖	February 2024	10,271*

# Managed Care Matters

## Managed Care Organizations (MCOs)

- Annual Reviews & Ongoing Activities After Unwinding Period Ends
- Single PDL Implementation 7/1/2024
- New MCO Contract 7/1/2024
- S.915 and Health Agencies Reorganization

## Medicare/Medicaid Plans (MMPs)

- SCDHHS operationalizing Dual Managed Care Program
  - ❖ Waiver Authorities and State Plan Amendments
  - ❖ Effective January 2026
  - ❖ Update on SCDHHS Plan Expected Soon

# Annual Review Strategy

- SCDHHS expects to complete initial annual reviews by June 2024.
- The annual review process will continue monthly thereafter.
- Status of 1902(e)(14) waiver flexibilities expected to be continued through CY 2024 at a minimum according to CMS

# SC Annual Review Facts

➤ **Total members reviewed for eligibility – 1,046,263**

➤ **Total Renewals – 523,014 (50%)**

- ✓ Total members reviewed and renewed – 262,975 (50%)
- ✓ Total members renewed on ex-parte basis – 260,039 (50%)

➤ **Total Disenrollments – 272,195 (26%)**

- ✓ Total members reviewed and disenrolled – 101,173 (37%)
- ✓ Total members disenrolled for failure to return form – 170,753 (63%)
- ✓ Total members disenrolled for other procedural reasons – 269 (0%)

➤ **Pending Reviews – 251,054 (24%)**

- Percent of annual reviews successfully delivered – 92.61%
- Percent of annual reviews returned within initial 60-90 days – 33.54%
- Percent of annual reviews returned within the grace period – 7.02%

\* *Source: SCDHHS Medicaid Annual Eligibility Review Dashboard (03/20/2024)*

# Annual Reviews – National and Local Experience

	National Experience	SC Experience
Disenrollments resulting from review of completed forms	32%	<b>37%</b>
Renewals resulting from review of completed forms	68%	<b>50%</b>
Disenrollments for procedural reasons	70%	<b>63%</b>
Renewals resulting from Ex-Parte reviews (% of all renewals)	60%	<b>50%</b>

*Comparisons based on  
KFF data as of 3/4/2024 and  
SCDHHS data as of 2/28/2024*

# Questions





# 2023 Annual Conference Highlights

- *Sold out event!*
- *New Breakout Session*
- *New Dinner Location*
- *Bocce Beepers*
- *5K Success!*

# 2023 Annual Conference Highlights



# Congratulations Bocce Tournament Winners



# 2023 Annual Conference Highlights



# Upcoming Events in Q2

## **SCAHP Foundation Education Day: June 26**

- First Choice Community Center, Columbia, SC

## **Q2 Membership Meeting : June 27 at 10 am**

- First Choice Community Center, Columbia, SC

**ANNUAL HEALTH  
CARE CONFERENCE**

**December 4-6, 2024 | The Sanctuary at Kiawah Island, SC**

# 2024 Annual Conference

- Registration to open today!
- Annual Conference Sponsorship Prospectus Released today
- Call for Speakers
- Any Yogis in the House?



# Closing Remarks