

IMPROVING YOUR HEALTH AND EXPANDING YOUR OPPORTUNITIES

ARHOME Health and Economic Outcomes Accountability Oversight Advisory Panel

Quarterly Report

September 2022



Report Requirements

In approving Act 530 of 2021, the Arkansas General Assembly created the Arkansas Health and Opportunity For Me program (ARHOME) and the Health and Economic Outcomes Accountability Oversight Advisory Panel. The Act requires quarterly reporting to the Advisory Panel on the program's progress toward meeting economic independence outcomes and health improvement outcomes. A.C.A. § 23-61-1011 (see Appendix) requires the reports to include information on the following:

- Eligibility and enrollment;
- Health insurer participation and competition;
- Premium and cost-sharing reduction costs;
- Utilization;
- Individual qualified health insurance plan health improvement outcomes;
- Economic independence initiative outcomes; and
- Any sanctions or penalties assessed on participating individual qualified health insurance plans;
- Community bridge organization outcomes;

ARHOME Overview

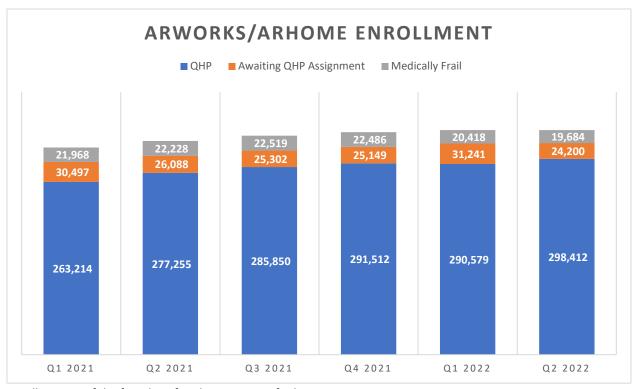
ARHOME is Arkansas's Medicaid expansion program created by the federal Affordable Care Act (ACA). It serves adults between the ages of 19 and 64 with income below 138% of the federal poverty level. The program operates as a demonstration project (waiver) approved under the authority of Section 1115 of the Social Security Act, which allows the state to use Medicaid funding to purchase coverage through private Qualified Health Plans (QHPs) for eligible individuals. The federal government pays 90% of the cost of the program, and the state pays the remaining 10%. The ARHOME program was previously known as Arkansas Works, but Act 530 of 2021 changed the program to ARHOME, effective January 1, 2022. The federal Centers for Medicaid and Medicaid Services (CMS) approved the new five-year waiver (January 1, 2022, through December 31, 2026) on December 21, 2021.

Eligibility and enrollment

ARHOME enrollment has increased steadily since 2020 primarily due to the public health emergency caused by the COVID 19 pandemic. CMS prohibits states from disenrolling clients from Medicaid programs for any reason, except when the client passes away, becomes incarcerated, moves out of state, requests to be disenrolled, or shifts to a different Medicaid program. That means clients who might have been disenrolled due to aging out of the program or because their income increased beyond the program limits have remained enrolled.

Over the last six quarters, ARHOME enrollment growth has slowed from about 3% each quarter to less than 1%.

Most ARHOME clients (about 87% at the start of Q2 2022) enroll in a QHP offered on the state's health insurance Marketplace. By the end of Q2, the percentage of ARHOME clients in a QHP exceeded 90%.



Enrollment as of the first day of each quarter as of July 5, 2022

After individuals are determined eligible for ARHOME, they have 42 days to select a QHP. Those who do not select a plan are auto-enrolled in a QHP. Those that are auto-enrolled have 30 days to change their plan before their QHP coverage begins. While individuals wait for QHP enrollment, they receive coverage through traditional fee for service Medicaid. About 7% of ARHOME clients are awaiting enrollment in a QHP.

Due to the high percentage of enrollees in the program, beginning September 1, DHS opted to suspend enrollee auto-assignment into QHPs to help with budgetary constraints. State law (A.C.A. § 23-61-1004(c)(2)(ii)), the DHS purchasing guidelines and the agreements with the carriers allow DHS to suspend auto-assignment if the total ARHOME enrollment exceeds 320,000 and the percentage of ARHOME clients enrolled in a QHP exceeds 80%. During the suspension, clients receive medical coverage through traditional Medicaid fee for service, meaning DHS is not paying a premium for those clients regardless of their use of medical services but instead is paying the Medicaid rate for medical claims clients actually use. During the auto-assignment suspension, clients remain free to select a plan if they choose. About 25%

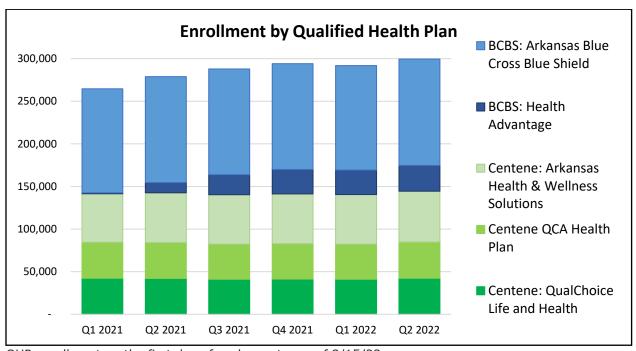
of new ARHOME enrollees select their plan. The agreement with the ARHOME carriers call for the resumption of auto assignment when the percentage of ARHOME clients enrolled in a QHP dips below 80%. As of September 16, 1,994 ARHOME clients have been suspended from auto-assignment.

Another 6% of ARHOME clients are considered medically frail, meaning they have health care needs that are better served by the traditional Medicaid program. Medically frail clients do not enroll in a QHP, instead they receive health care services through traditional fee for service Medicaid.

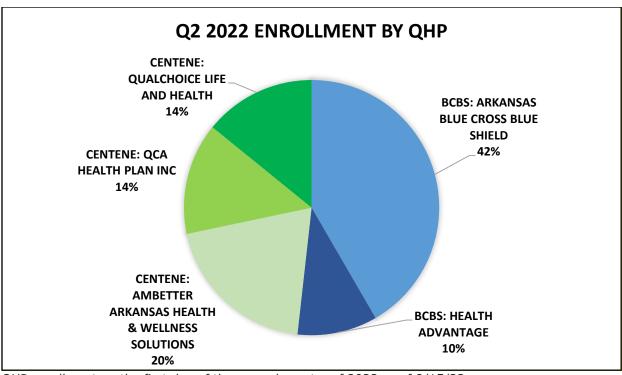
Health insurer participation and competition

The ARHOME program currently purchases QHP coverage from two insurance carriers, Centene and Arkansas Blue Cross and Blue Shield (BCBS). Centene offers three QHPs for ARHOME clients, and BCBS offers two.

The following chart shows ARWorks/ARHOME enrollment in each QHP on the first day of each quarter of 2021 and the first two quarters of 2022. BCBS began offering one of its plans, Health Advantage, in January 2021, so its enrollment, shown in navy blue in the following chart, was still developing during the first half of 2021.



QHP enrollment on the first day of each quarter as of 8/15/22.



QHP enrollment on the first day of the second quarter of 2022 as of 8/15/22.

Premium and cost-sharing reduction costs

For ARHOME clients, DHS purchases the lowest cost qualifying silver-level plan offered in a service area and those within 10% of the lowest cost plan. The plans DHS purchases are available to the public on the Arkansas Health Insurance Marketplace and cover the 10 essential health benefits all Marketplace plans are required to cover, which include:

- Ambulatory patient services
- Emergency services
- Hospitalization
- Pregnancy, maternity and newborn care
- Mental health & substance use disorder services
- Prescription drugs

- Rehabilitative and habilitative services & devices
- Laboratory services
- Preventive & wellness services and chronic disease management
- Pediatric services

Currently individuals at or below 100% of the federal poverty level (\$27,750 for a family of four) do not pay a premium or any copays for the care they receive. Individuals above 100% pay a \$13 premium each month for their coverage. They also pay a \$4 or \$8 copay when they access medical services, up to a maximum of \$60 per quarter. DHS is planning for changes to the copays amounts and limits, beginning in 2023, subject to CMS approval. QHP will no longer charge clients premiums beginning in 2023, as required by CMS.

The silver-level plans sold on the Marketplace charge higher copays than the \$4 or \$8 ARHOME clients pay. For example, a plan might normally have a \$50 copay for a doctor's visit. ARHOME

clients pay just \$4 of that \$50 copay, and DHS pays the rest. DHS makes a monthly payment, known as an Advanced Cost Share Reduction (ACSR) payment, to the QHPs to cover the amount of the copay not paid by ARHOME clients. This is an estimated up-front payment to cover client copays. At the end of the year, the estimated amounts are compared against actual copays incurred, and reconciliation payments are made to settle any uncovered costs or overpayments.

For each client, DHS pays the plan's monthly premium (less \$13 per month the plans charge to clients above 100% of FPL) and an ACSR payment. For 2021, the ACSR averaged about 40% of the premium, and in the first two quarters of 2022, the ACSR averaged about 43% of the premium amount. DHS lowered the ACSR percentage paid to the carriers to 35% of the premium beginning July 1 to avoid exceeding the budget neutrality cap set in the waiver agreement with CMS (\$717.25 for 2022).

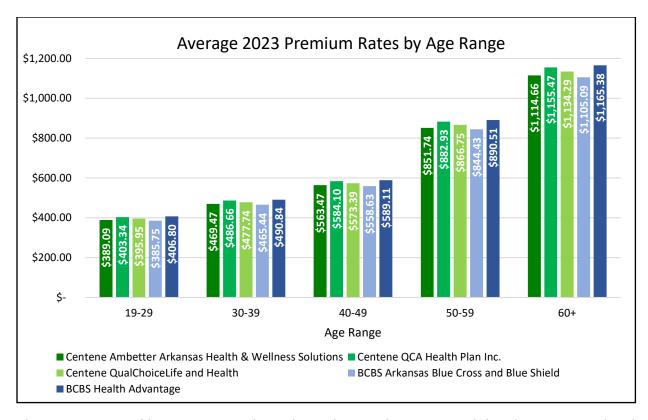
	Premium Paid for Coverage During Quarter	Advanced Cost Share Reduction Payment	Total Per Member Per Month*
Q1 2021	\$371,090,318	\$149,169,561	\$652.24
Q2 2021	\$372,860,568	\$149,812,936	\$646.87
Q3 2021	\$385,872,484	\$154,739,623	\$642.27
Q4 2021	\$390,464,729	\$156,559,378	\$639.19
Q1 2022	\$432,930,993	\$188,010,300	\$700.97
Q2 2022	\$441,294,624	\$191,949,109	\$698.59

Source: 10591 Arkansas Works Premium and CSR Payments and Adjustments by Month and Carrier 07262022 *Does not include wrap costs for non-emergency transportation or EPSDT services for 19- and 20-year-olds

Premium expenditures increased about 18% between Q2 2021 and Q2 2022, mostly due to a 12% increase in the number of enrollees (expressed as member months). Also contributing to the expenditure increase is an increase in the premium rates charged by the QHPs. On average, the ARHOME program is spending about 5% more in premiums per member per month.

The carriers set the premiums they charge for each plan they sell on the Marketplace. The 2022 premiums DHS pays for each plan range from just under \$310 per month for a 19-year-old non-smoker in one plan to more than \$1,260 per month for 64-year-old tobacco user in another plan.

The carriers have set their premium rates for 2023, as shown in the following chart.

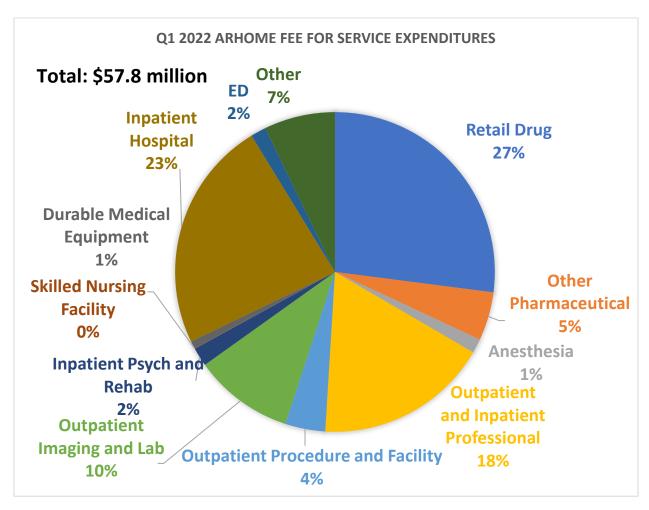


The rates increased between 3% and 7%, depending on the carrier and the plan, compared with the 2022 premium rates.

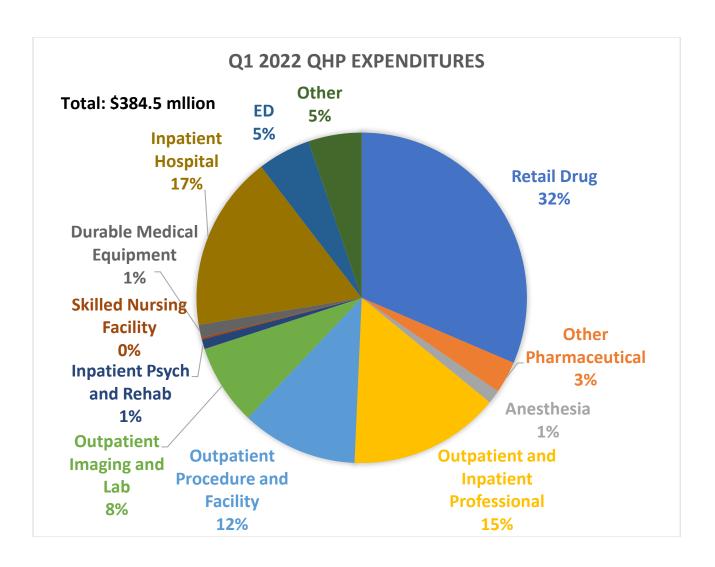
	Average % Increase in Rates Between 2022 and 2023
Centene Ambetter Arkansas Health & Wellness Solutions	7%
Centene QCA Health Plan Inc.	5%
Centene QualChoiceLife and Health	3%
BCBS Arkansas Blue Cross and Blue Shield	4%
BCBS Health Advantage	5%

Utilization

Medical claims for ARHOME clients are processed in different systems, depending on whether the client is in a QHP or in traditional fee for service Medicaid. FFS Medicaid claims are paid from the Medicaid MMIS billing system, while the individual QHPs process medical claims through their own systems for ARHOME clients. The chart below shows expenditures for ARHOME clients enrolled in traditional fee for service Medicaid (medically frail and individuals awaiting QHP enrollment) for the first quarter of 2022.



The QHPs are required to provide to DHS quarterly data on the claims they pay on behalf of ARHOME clients. The following chart shows the claims that QHPs reported paying during the first quarter of 2022 for ARHOME clients.



Individual qualified health insurance plan health improvement outcomes

One of the main goals of the ARHOME program is to improve clients' health. New program provisions require QHPs to take responsibility for generating that improvement. In 2022, QHPs must provide at least one health improvement incentive to encourage the use of preventive care and one health improvement incentive for each of the following populations:

- Pregnant women, particularly those with high-risk pregnancies
- Individuals with mental illness
- Individuals with substance use disorder
- Individuals with two or more chronic conditions

For 2023, DHS is requiring QHPs provide at least two health improvement incentives to encourage the use of preventive care and two incentives for the targeted populations. QHPs are also required to submit an annual strategic plan that includes activities to meet quality and performance metrics and activities to improve the health outcomes of people living in rural areas and the populations listed above.

While results of these initiatives won't be available until 2023, historical performance on health quality measures has been assessed, and performance targets for 2022 have been set. The following table provides the program and QHP performance on selected health quality metrics for 2019 and 2020. Program breakouts on the metrics are also available by race and by rural/urban areas of the state.

	Reporting Category		AR Works Overall [¥]	Ву	Qualified	Health Pla	n	Segments within Arkansas Works						
Measure		СУ		Cross	ē		Choice	By Urban/Rural		By Race/Ethnicity				
				Blue Cro Blue Shi	Ambetter	QCA	Qual Cho	Urban	Rural	White	Black	Other	Unknown	
TOTAL ENROLLEES		2020	282,096	122,741	53,378	41,790	39,587	158,640	121,874	153,926	51,093	20,926	56,151	
Primary Care Access and Prever	Primary Care Access and Preventive Care													
Cervical Cancer Screening	Ages 21-64	2019	46.0%	44.4%	42.1%	31.0%	30.2%	46.2%	45.9%	45.3%	50.4%	50.9%	41.0%	
(CCS-AD)		2020	43.5%	41.3%	38.4%	29.3%	29.6%	43.8%	43.2%	43.0%	48.6%	46.4%	38.0%	
Chlaradia Carradia (CIII AD)	A 24 24	2019	53.9%	53.6%	53.6%	55.5%	55.2%	52.7%	55.5%	49.5%	65.6%	57.0%	50.9%	
Chlamydia Screening (CHL-AD)	Ages 21-24	2020	52.5%	49.7%	54.7%	52.3%	55.4%	52.4%	52.6%	46.8%	65.0%	50.3%	53.7%	
	Λαος ΕΟ 64	2019	50.8%	54.0%	49.1%	38.7%	42.2%	50.5%	51.0%	49.0%	55.4%	57.9%	50.7%	
Breast Cancer Screening	Ages 50-64	2020	47.7%	50.9%	47.1%	40.5%	41.0%	48.2%	47.2%	46.0%	52.8%	52.6%	47.5%	

Values shown in green represent the established performance targets for 2022 or the best performance by a QHP in 2019 and 2020.

				Ву	Qualified	Health Pla	ın	Segments within Arkansas Works						
	Reporting	6 1	AR Works Overall [¥]	sso eld	er	QCA	oice	By Urba	n/Rural	By Race/Ethnicity				
Measure	Category	CY		Blue Cross Blue Shield	Ambetter		Qual Choice	Urban	Rural	White	Black	Other	Unknown	
Maternal and Perinatal Care														
	Most or Moderately	2019	54.3%	54.7%	53.9%	50.4%	58.4%	52.7%	56.6%	55.3%	54.5%	49.4%	53.6%	
Contraceptive Care – Postpartum Women (CCP-AD)	Effective Contraception – 60 Day: Ages 21-44	2020	48.9%	46.6%	50.0%	46.5%	49.8%	47.3%	51.3%	52.5%	48.1%	40.7%	43.9%	
	Most or Moderately	2019	25.5%	27.0%	24.0%	24.3%	24.3%	25.7%	25.3%	25.2%	26.0%	26.4%	25.6%	
Contraceptive Care – All Women (CCW-AD)	Effective Contraception: Ages 21-44	2020	23.8%	25.2%	22.3%	22.4%	21.5%	24.1%	23.4%	23.5%	24.2%	23.9%	24.1%	
Low Birth Weight†	Percentage of live births weighing < 2,500 grams	2019	10.2%	10.2%	10.5%	9.8%	9.3%	10.3%	10.1%	8.7%	14.8%	8.6%	8.8%	
LOW BILLTI WEIGHT.		2020	10.8%	11.0%	10.8%	11.5%	9.6%	11.3%	10.0%	9.7%	15.9%	5.8%	9.7%	
Van Jaw Birth Wainht	Percentage of live births weighing < 1,500 grams	2019	1.4%	1.2%	1.7%	1.2%	1.2%	1.3%	1.4%	1.0%	2.4%	0.6%	1.5%	
Very Low Birth Weight [†]		2020	1.6%	1.6%	1.8%	1.7%	1.2%	1.8%	1.3%	1.3%	2.9%	1.0%	1.0%	
S 7 S: 11 t	Percentage of live births 17 - 36 weeks gestation	2019	13.5%	13.3%	14.0%	14.4%	12.2%	13.3%	13.7%	13.6%	16.1%	10.9%	10.3%	
Pre-Term Birth [†]		2020	12.8%	13.5%	14.2%	11.8%	11.2%	13.2%	12.2%	12.8%	15.9%	9.1%	10.6%	
Care of Acute and Chronic Cond	litions													
Diabetes Short-Term		2019	26.2	14.2	16.8	16.4	22.4	27.4	24.8	26.6	26.8	20.2	26.7	
Rate, per 100,000 Member Months (PQI01-AD)		2020	21.4	14.2	15.5	30.9	27.5	24	18.2	22.6	26.2	10.2	17.7	
COPD or Asthma in Older Adults Admission Rate, per		2019	40.9	24.9	32.2	18.3	23.4	39.3	42.8	45.8	26.4	33	41.1	
100,000 Member Months (PQI05-AD)	Ages 40-64	2020	23.2	14.3	17.2	19.2	7.7	22.5	24.1	25.6	20.4	8.5	23.4	

	Reporting			Ву	Qualified	Health Pla	ın	Segments within ARHOME						
			AR Works Overall [¥]	SS ble	'n		Qual Choice	By Urba	n/Rural	By Race/Ethnicity				
Measure	Category	CY		Blue Cross Blue Shield	Ambetter	QCA		Urban	Rural	White	Black	Other	Unknown	
Heart Failure Admission Rate, per 100,000 Member Months	·	2019	23.9	13.9	13.5	12.3	13.9	28.1	18.8	19.4	36.8	13.7	28.7	
(PQI08-AD)	Age3 13-04	2020	22.8	14.4	16.3	18.3	10.9	27	17.4	19.8	36.8	13.8	21.6	
Asthma in Younger Adults Admission Rate, per 100,000	Ages 19-39	2019	4.8	3.1	3.3	2.1	2.1	5.1	4.5	4.1	9.6	2.4	2.9	
Member Months (PQI15-AD)	Ages 19-39	2020	2.1	1.6	2	1.7	2.8	2	2.2	1.9	4.5	1.4	0.6	
Plan All-Cause Readmissions	Observed/ Expected	2019	0.8506	0.8071	0.8003	0.7065	0.9174	0.8268	0.8801	0.8635	0.8239	0.719	0.8502	
(PCR-AD)	Ratio: Ages 19-64	2020	0.7743	0.7072	0.7528	0.4663	0.3911	0.7834	0.7624	0.7967	0.8003	0.7193	0.6705	
Asthma Medication Ratio	Ages 19-64	2019	46.9%	48.4%	45.3%	50.0%	54.5%	50.2%	43.3%	47.6%	47.4%	51.0%	42.9%	
(AMR-AD)		2020	42.4%	43.6%	36.9%	43.0%	36.1%	45.6%	38.2%	43.3%	40.0%	41.9%	41.7%	
Behavioral Health Care														
	Initiation – Total AOD	2019	37.9%	37.4%	38.5%	44.0%	41.5%	37.3%	38.8%	39.1%	31.8%	36.9%	39.5%	
Initiation and Engagement of Alcohol and Other Drug (AOD)	Treatment: Ages 19-64	2020	39.2%	39.8%	40.2%	37.4%	38.5%	39.3%	39.2%	40.5%	32.5%	37.7%	41.2%	
Abuse or Dependence Treatment (IET-AD)	Engagement - Total AOD	2019	8.6%	9.6%	9.8%	10.3%	8.6%	8.3%	9.0%	9.5%	5.1%	8.6%	8.4%	
mediment (IET 710)	Treatment: Ages 19-64	2020	9.7%	9.5%	12.0%	9.1%	10.1%	9.2%	10.4%	10.7%	4.6%	9.8%	10.6%	
	Effective	2019	52.9%	55.5%	56.0%	48.7%	54.8%	52.6%	53.3%	55.0%	40.5%	48.2%	56.6%	
Antidepressant Medication	Acute Trtmnt: Ages 19-64	2020	54.0%	56.7%	55.1%	50.8%	52.2%	54.4%	53.4%	56.6%	39.4%	51.9%	56.6%	
Management (AMM-AD)	Effective	2019	37.1%	39.6%	39.2%	35.6%	35.6%	38.0%	36.0%	39.3%	25.6%	32.0%	39.7%	
	Contin Trtmnt:	2020	38.1%	41.3%	38.3%	35.2%	35.0%	38.2%	38.0%	40.5%	24.6%	37.0%	40.7%	
Adherence to Antipsychotics for Individuals With	Agos 10 64	2019	44.1%	47.2%	34.8%	65.0%	38.5%	41.1%	47.3%	47.5%	36.6%	41.2%	42.1%	
Schizophrenia (SAA-AD)	Ages 19-64	2020	47.2%	44.2%	46.4%	52.1%	43.3%	45.7%	49.1%	50.8%	43.2%	48.5%	39.1%	
Use of Pharmaco-therapy for	Overall Total:	2019	39.0%	47.1%	36.5%	40.2%	45.1%	35.0%	45.4%	42.3%	15.6%	28.6%	34.4%	
Opioid Use Disorder (OUD-AD)	Ages 19-64	2020	51.3%	54.0%	54.1%	55.3%	51.6%	49.4%	54.1%	55.2%	19.9%	45.0%	49.6%	

	Reporting Category			Ву	Qualified	Health Pla	ın	Segments within ARHOME						
Measure			AR Works	pla	ss er	<u>e</u> .	ice	By Urba	n/Rural	By Race/Ethnicity				
		CY	Y Overall [¥]	Blue Cross Blue Shield	Ambetter	QCA	Qual Choice	Urban	Rural	White	Black	Other	Unknown	
Diabetes Screening for People With Schizophrenia or Bipolar		2019	79.2%	80.5%	80.6%	75.2%	81.1%	79.6%	78.8%	80.3%	75.2%	78.9%	78.3%	
Disorder Who Are Using Antipsychotic Medications (SSD-AD)	Ages 19-64	2020	77.6%	78.3%	79.2%	76.0%	79.4%	77.3%	78.1%	78.1%	79.5%	73.2%	75.7%	
Use of Opioids at High Dosage	Ages 19-64	2019	1.1%	1.3%	1.1%	1.1%	0.7%	1.4%	0.7%	1.0%	0.8%	0.7%	1.5%	
in Persons Without Cancer (OHD-AD)		2020	1.0%	1.4%	1.2%	0.3%	0.2%	1.5%	0.6%	1.0%	0.8%	1.5%	1.3%	
Concurrent Use of Opioids	Ages 19-64	2019	20.9%	21.5%	17.8%	16.0%	20.0%	21.6%	20.1%	23.7%	11.1%	17.7%	20.8%	
and Benzo-diazepines (COB-AD)		2020	18.9%	20.9%	16.3%	13.8%	15.0%	19.2%	18.5%	21.2%	11.0%	18.6%	18.3%	
Follow-Up After Emergency	Follow-Up Within 30	2019	8.7%	8.6%	11.8%	4.3%	2.9%	8.7%	8.7%	9.1%	7.2%	8.8%	8.7%	
Department Visit for Alcohol and Other Drug (FUA-AD)	Days: Ages 19-	2020	11.0%	8.5%	16.8%	10.3%	9.1%	10.7%	11.5%	12.5%	5.9%	9.0%	11.3%	
Follow-Up After Emergency	Follow-Up Within 30	2019	37.3%	41.7%	35.4%	30.1%	18.6%	33.9%	42.2%	40.3%	26.6%	33.3%	40.5%	
Department Visit for Mental Illness (FUM-AD)	Days: Ages 19-	2020	33.0%	32.6%	27.7%	27.8%	33.3%	30.9%	35.9%	35.1%	28.2%	31.0%	31.2%	
Follow-Up After	Follow-Up	2019	37.0%	43.4%	24.6%	37.2%	35.6%	37.8%	36.0%	36.6%	32.7%	37.4%	41.2%	
Hospitalization for Mental Illness (FUH-AD)	Within 30 Days: Ages 19- 64	2020	36.7%	41.6%	39.0%	23.5%	29.7%	37.2%	36.1%	37.2%	33.1%	38.4%	37.2%	

Values shown in green represent the established performance targets for 2022 or the best performance by a QHP in 2019 and 2020.

Other Reporting Requirements

For three of the ARHOME statutory reporting requirements, it's too early in the program to provide outcomes or data. This section of the report provides updates for these items, with more information to be provided as it becomes available:

Economic independence initiative outcomes

QHPs are required to offer one economic independence incentive to encourage advances in beneficiaries' economic status or employment prospects. Additionally, their annual strategic plans must include activities to support the DHS Economic Independence Initiative. The QHPs cited the following activities in their 2022 strategic plans (submitted in August 2021) as those they are implementing to promote economic independence in 2022.

- Promote member participation in employment, education, and training programs through website, member portal, and welcome centers.
- Train member-facing staff on the economic independence goals of ARHOME and incorporate messaging promoting participation in employment, education, and training activities in appropriate member interactions.
- Refer members to the Arkansas Division of Workforce Services' (ADWS) website and programming.
- Provide a financial incentive to members who provide proof of completion of ADWS's free Career Readiness Certificate (CRC) at the Platinum, Gold, Silver or Bronze level.
- Host a dedicated web page to address the DHS Economic Independence Initiative (EII).
- Partner with the Little Rock Workforce System and the Rural Life360 HOMEs (see Community Bridge Organizations below) to host career expos and job/health fairs.
 These fairs will feature community organizations and the use of incentives to encourage attendance.

Sanctions or penalties assessed on participating individual qualified health insurance plans

DHS will measure the QHP's performance on the health care quality metrics that DHS has selected for Plan Year 2022. DHS has established performance targets on the selected metrics each QHP must meet during Plan Year 2022. The selected performance targets are highlighted in green on the table on pages 9-12. DHS may require a corrective action plan in 2023 from any QHP that fails to meet performance targets during Plan Year 2022

Community bridge organization outcomes

A significant new feature planned for ARHOME is the Life360 HOME, a program modeled after the federal community bridge organization concept. Under the Life360 HOME plan, DHS will partner with hospitals to provide additional support for several ARHOME focus populations:

- Women with high-risk pregnancies
- Individuals in rural areas with behavioral health needs

Young adults who are most at risk of long-term poverty, including those who
were previously in foster care, incarcerated, or in Division of Youth Services
custody and those who are veterans.

DHS will contract with hospitals to provide a broad array of intensive care coordination services for these populations within the ARHOME program. The care coordination services include home visitation for women with high-risk pregnancies and assistance addressing social determinants of health needs and enhancing life skills. The Life360 HOME will coordinate with the client's medical providers, but medical services will continue to be covered by the individual's QHP or fee-for-service Medicaid.

CMS signaled its impending approval of the Life360 HOME program on September 16, 2022, submitting draft special terms and conditions for DHS to review. DHS is anticipating a January 1, 2023, start date for the program.

Appendix

23-61-1011. Health and Economic Outcomes Accountability Oversight Advisory Panel.

- (a) There is created the Health and Economic Outcomes Accountability Oversight Advisory Panel.
- **(b)** The advisory panel shall be composed of the following members:
 - (1) The following members of the General Assembly:
 - (A) The Chair of the Senate Committee on Public Health, Welfare, and Labor;
 - (B) The Chair of the House Committee on Public Health, Welfare, and Labor;
 - **(C)** The Chair of the Senate Committee on Education;
 - (D) The Chair of the House Committee on Education;
 - (E) The Chair of the Senate Committee on Insurance and Commerce;
 - (F) The Chair of the House Committee on Insurance and Commerce;
 - (G) An at-large member of the Senate appointed by the President Pro Tempore of the Senate;
 - **(H)** An at-large member of the House of Representatives appointed by the Speaker of the House of Representatives;
 - (I) An at-large member of the Senate appointed by the minority leader of the Senate; and
 - (J) An at-large member of the House of Representatives appointed by the minority leader of the House of Representatives;
 - (2) The Secretary of the Department of Human Services;
 - (3) The Arkansas Surgeon General;
 - (4) The Insurance Commissioner;
 - (5) The heads of the following executive branch agencies or their designees:
 - (A) Department of Health;
 - (B) Department of Education;
 - (C) Department of Corrections;
 - (D) Department of Commerce; and
 - (E) Department of Finance and Administration;
 - (6) The Executive Director of the Arkansas Minority Health Commission; and

(7)

- **(A)** Three (3) community members who represent health, business, or education, who reflect the broad racial and geographic diversity in the state, and who have demonstrated a commitment to improving the health and welfare of Arkansans, appointed as follows:
 - (i) One (1) member shall be appointed by and serve at the will of the Governor;
 - (ii) One (1) member shall be appointed by and serve at the will of the President Pro Tempore of the Senate; and
 - (iii) One (1) member shall be appointed by and serve at the will of the Speaker of the House of Representatives.
- (B) Members serving under subdivision (b)(7)(A) of this section may receive mileage reimbursement.

(c)

- (1) The Secretary of the Department of Human Services and one (1) legislative member shall serve as the cochairs of the Health and Economic Outcomes Accountability Oversight Advisory Panel and shall convene meetings quarterly of the advisory panel.
- (2) The legislative member who serves as the cochair shall be selected by majority vote of all legislative members serving on the advisory panel.

(d)

- (1) The advisory panel shall review, make nonbinding recommendations, and provide advice concerning the proposed quality performance targets presented by the Department of Human Services for each participating individual qualified health insurance plan.
- (2) The advisory panel shall deliver all nonbinding recommendations to the Secretary of the Department of Human Services.

(3)

- (A) The Secretary of the Department of Human Services, in consultation with the State Medicaid Director, shall determine all quality performance targets for each participating individual qualified health insurance plan.
- **(B)** The Secretary of the Department of Human Services may consider the nonbinding recommendations of the advisory panel when determining quality performance targets for each participating individual qualified health insurance plan.
- (e) The advisory panel shall review:
 - (1) The annual quality assessment and performance improvement strategic plan for each participating individual qualified health insurance plan;
 - (2) Financial performance of the Arkansas Health and Opportunity for Me Program against the budget neutrality targets in each demonstration year;
 - (3) Quarterly reports prepared by the Department of Human Services, in consultation with the Department of Commerce, on progress towards meeting economic independence outcomes and health improvement outcomes, including without limitation:
 - (A) Community bridge organization outcomes;
 - (B) Individual qualified health insurance plan health improvement outcomes;
 - (C) Economic independence initiative outcomes; and
 - (D) Any sanctions or penalties assessed on participating individual qualified health insurance plans;
 - (4) Quarterly reports prepared by the Department of Human Services on the Arkansas Health and Opportunity for Me Program, including without limitation:
 - (A) Eligibility and enrollment;
 - (B) Utilization;
 - (C) Premium and cost-sharing reduction costs; and
 - (D) Health insurer participation and competition; and
 - (5) Any other topics as requested by the Secretary of the Department of Human Services.

(f)

- (1) The advisory panel may furnish advice, gather information, make recommendations, and publish reports.
- (2) However, the advisory panel shall not administer any portion of the Arkansas Health and Opportunity for Me Program or set policy.
- (g) The Department of Human Services shall provide administrative support necessary for the advisory panel to perform its duties.
- (h) The Department of Human Services shall produce and submit a quarterly report incorporating the advisory panel's findings to the President Pro Tempore of the Senate, the Speaker of the House of Representatives, and the public on the progress in health and economic improvement resulting from the Arkansas Health and Opportunity for Me Program, including without limitation:
 - (1) Eligibility and enrollment;
 - (2) Participation in and the impact of the economic independence initiative and the health improvement initiative of the eligible individuals, health insurers, and community bridge organizations;
 - (3) Utilization of medical services;
 - (4) Premium and cost-sharing reduction costs; and
 - (5) Health insurer participation and completion.