



Department of  
Medicaid

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

July 30, 2018

Ohio House Speaker Ryan Smith  
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 (January 1 – June 30)**

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 concludes 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 blue ink that reads "Barbara R. Sears".

Barbara R. Sears  
Director

## Cost Containment Initiative Status Report

**January 1, 2018 - June 30, 2018**

Policy	Status			Go Live Date
	Implemented	In Progress	Planning Stage	
Personal Responsibility		X*		
MC Tax Change	X			7/1/2017
MCP Withhold	X			4/1/2018
ICD-10	X			7/6/2017
Recalibrate IP Weights		X		9/1/2018
Recalibrate OP Weights			X**	
IP/OP - 5% Rate Cut			X***	
Rad / Path / Lab	X			1/1/2018
Rx Single PDL			X	1/1/2019
Program Integrity		X		
NF Level of Care Audit	X			10/1/2017
MDS Audits	X			1/1/2018
EVV to MC			X	

\* Group VIII Work Requirement and Community Engagement 1115 Demonstration Waiver submitted to CMS 4/30/2018.

\*\* Recalibrate OP Weights has been delayed.

\*\*\* Because the May 2018 budget reforecast indicated underspending is sufficient to offset the cut, Ohio Medicaid will forego the hospital rate cut.

<http://healthtransformation.ohio.gov/Portals/0/Budget%20Page/Ohio%20Medicaid%20Budget%20Update.pdf?ver=2018-06-26-081156-990>