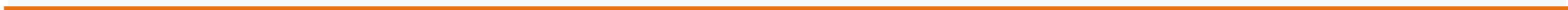

Oregon Health Plan Dental CCO Capitation Rates and Utilization

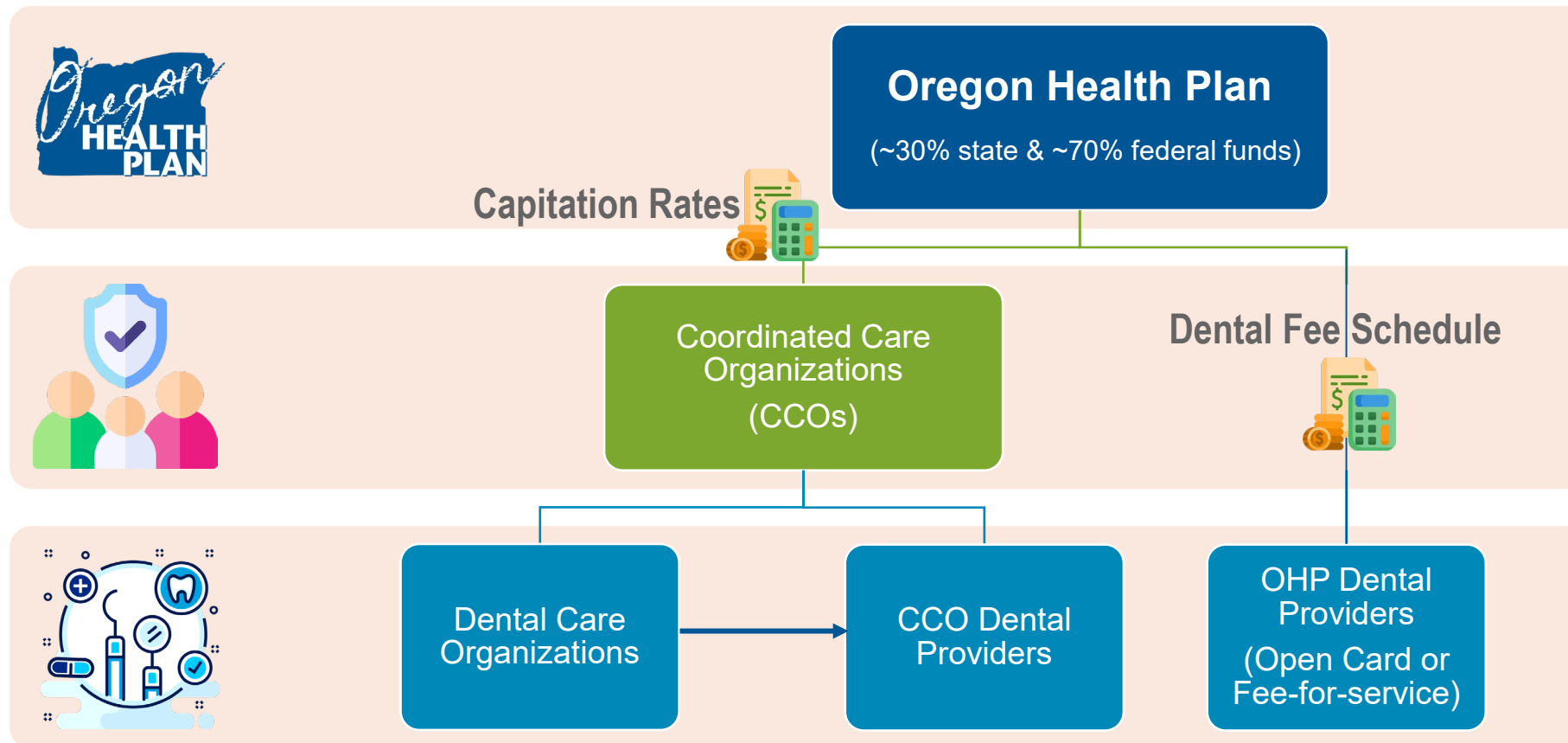
House Behavioral Health and Health Care Committee
May 30, 2024

David Baden, Deputy Director
Chelsea Guest, MBI, CCO Finance Director



Funding Flow: Oregon Health Plan Dental

The Oregon Health Plan pays for dental services as a component of the CCO capitation rates or directly to dental practitioners for Open Card members



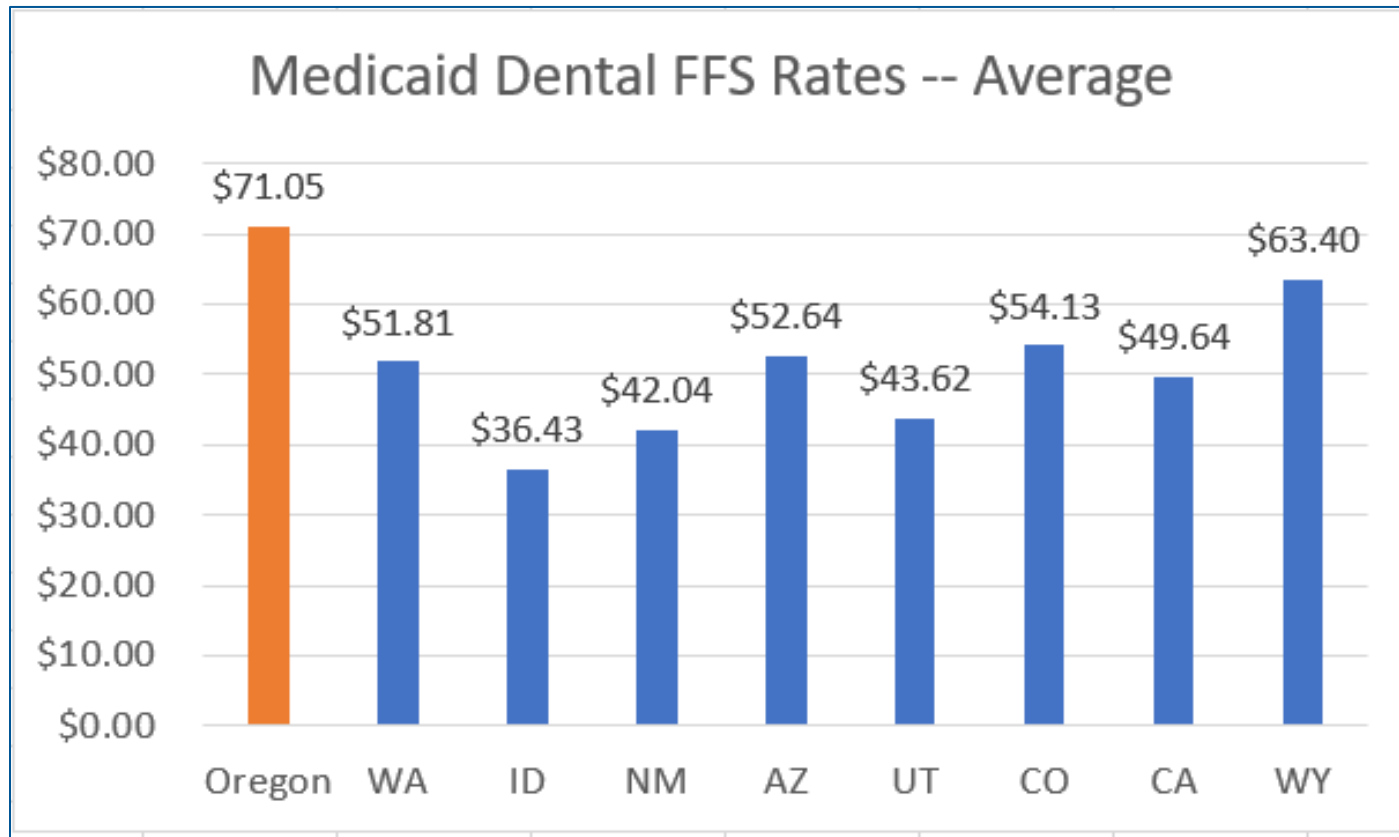
Projecting Dental in CCO Capitation Rates

Dental services account for ~7% of the CCO capitation rates

- **Eligibility/Region:** Dental costs vary by population group (children, etc.) and region (tri-county, etc.)
- **Utilization:** Dental utilization and historical service level is basis for CCO capitation rates (i.e., 2023 data informs 2025 rates)
- **Service costs:** A CCO dental fee schedule was developed based on input from Oregon dental partners to estimate costs
- **Projection/Trend:** Dental specific trends are evaluated each year using historic and emerging data
- **Non-medical load %:** CCOs receive a non-medical load that considers such things as; administrative costs and profit.

How does Oregon's fee schedule compare?

Oregon's aggregate (composite) rate is the highest of the Western states



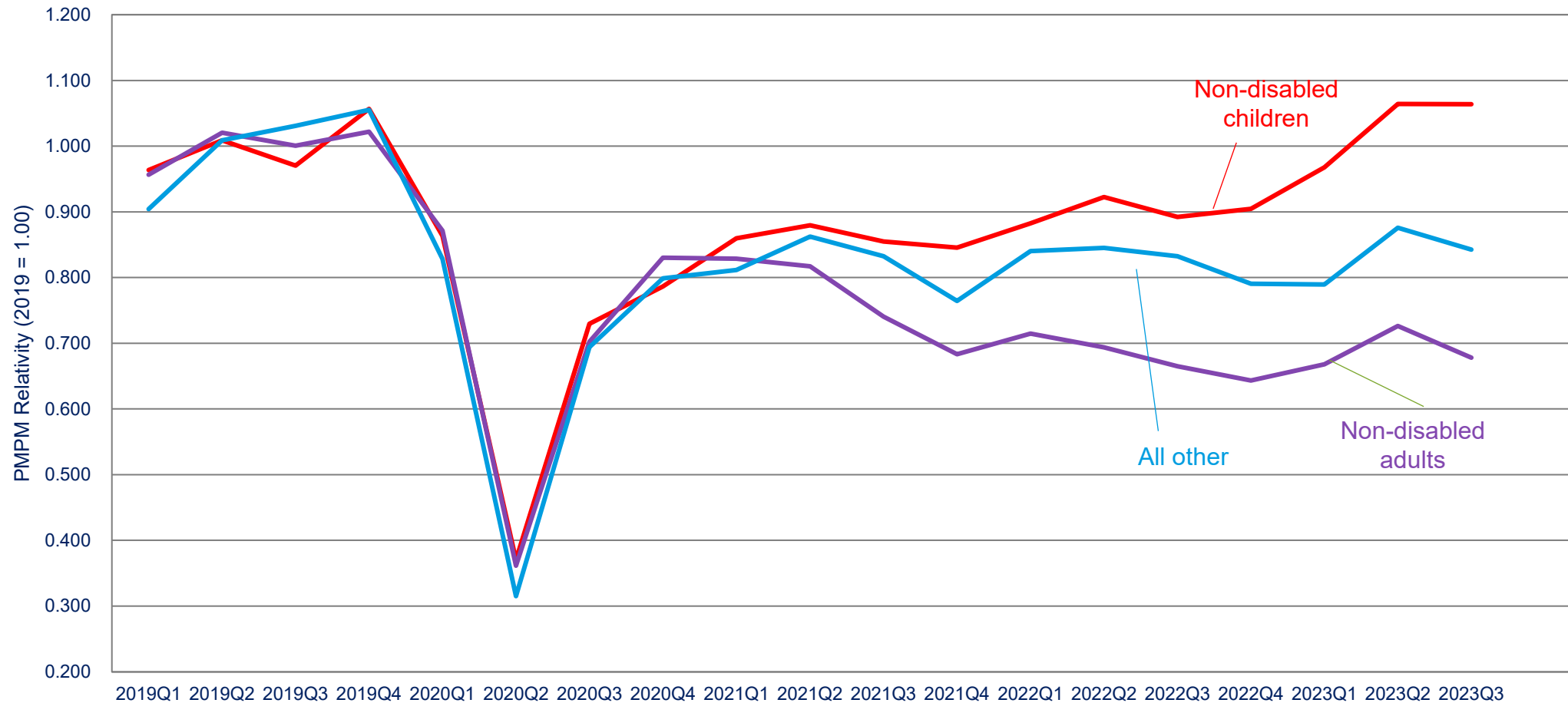
OHA FFS Dental Fee Schedule:
Effective October 1, 2023
Oregon's Open Card/FFS rate schedule was increased

CCO Rates Fee Schedule: 2024
CCO dental rate schedule is about ~10% higher on a code by code basis than the updated FFS rate schedule (effective 10/1/23)

Note: In 2022, OHA found dental payments to providers averaged less than what was included in CCO capitation rates for dental

Service and Utilization Impact

Based on 2023 Q3 claims data, dental utilization has not rebounded back to 2019 levels, specifically for adults. Lower service levels per member; reduce the dental component of the capitation rates.



- Data is not completed; 2023 OHP data is preliminary based on incurred through August 2023 with paid through November 2023
- Utilization by CDT is repriced to the fee rate and normalized to 2019 based on most recent enrollment

Challenges and Opportunities

- **Network Capacity:** Approximately 12% of Oregonian dentists provide nearly all of the Medicaid treatment, while 30% of the population is on Medicaid.
- **Workforce Shortage and Medicaid Enrollment:** Oregon has a limited oral health workforce generally and successfully networking with a dental provider in Medicaid can be very difficult and an administrative burden.
- **Treatment Completion:** Medicaid members can be more acute and complex to treat, and treatment plans are difficult to complete.
- **Increased Membership :** Medicaid caseload remains high since the pandemic and limited network expansion has occurred in dental to keep pace with the demand.

Exploring Dental Directed Payments for 2025

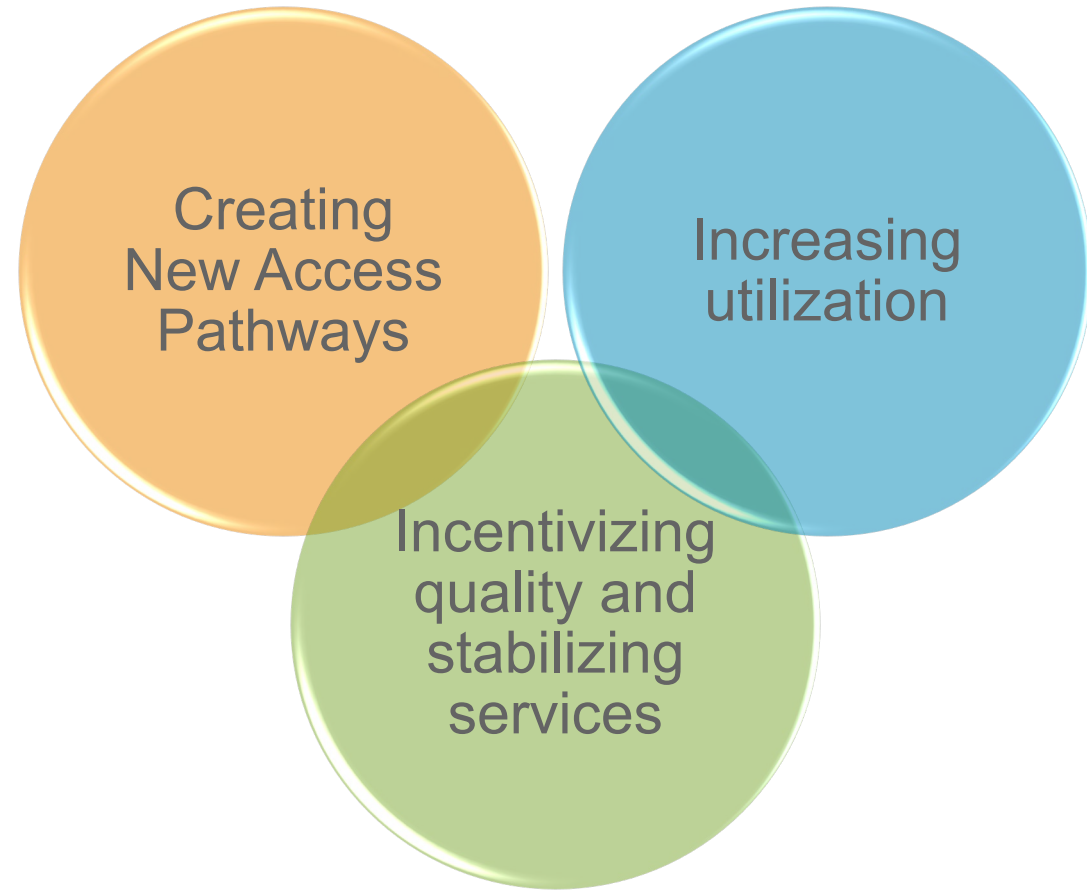
Oregon is currently evaluating directed payment proposals with stakeholders

What is a Directed Payment?

A state Medicaid agency has the ability to tell its managed care (MC) plans how to pay network providers for specific services through a CMS process. (42 CFR §438.6(c))

Why is OHA and stakeholders exploring a directed payment program for dental in 2025?

Directed payments can be designed to achieve the state's goals and is also a mechanism to pull down Medicaid funds to support the dental program.



Thank You

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Health
Authority