

SoonerSelect Dental Databook Narrative

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Worksheet	Contents
1. General Information	Information about data sources, eligible populations, excluded services, categorizations, and limitations.
2. Reference	Additional lookup tables that provide information related to populations, age/gender categories, and region logic.
3. Service Category Descriptions	Descriptions of service categories used throughout this data book.
4. Rate-Setting Adjustments	Adjustments, both historical and prospective, used to develop SoonerSelect Dental Plan capitation rates.
5. Program Changes	List and brief description of program changes that may impact capitation rate development for the SoonerSelect Dental Plan.
6. Adult Expansion	Overview of the capitation rate methodology for the Adult Expansion population.

Category	Comments
Data Sources	<p>The Medicaid dental data, collected directly from the Oklahoma Health Care Authority (OHCA) Medicaid Management Information System (MMIS), represents eligibility and claims with dates of service from July 1, 2016 through December 31, 2021, and includes all records processed by OHCA through March 2022.</p> <p>Note that as a result of restatements in historical experience due to reprocessing of data by the new actuarial vendor, there was approximately a 20%-25% reduction in historical claims due to duplicated dollars primarily in Basic category of service.</p>
Data Book Populations	<p>Consistent with the SoonerSelect Dental Plan design, the Data Book reflects the following included and excluded populations:</p> <p><u>Included Populations</u></p> <ul style="list-style-type: none"> * TANF Parents and Caretaker Relatives * TANF Children and Oklahoma's Children's Health Insurance Program (CHIP) * Former Foster Care enrollees * Enrollees that are in Custody of the State * Adult Expansion <p><u>Excluded Populations</u></p> <ul style="list-style-type: none"> * Individuals determined eligible for Medicaid on the basis of age, blindness or disability * Dual Eligible individuals * Individuals enrolled in the Medicare Savings Program, including Qualified Medicare Beneficiaries (QMB), Specified Low Income Medicare Beneficiaries (SLMB), Qualified Disabled Workers (QDW) and Qualified Individuals (QI) * Individuals during a period of Presumptive Eligibility * Individuals eligible for tuberculosis-related services under 42 CFR §435.215 * Individuals determined eligible for SoonerCare on the basis of needing treatment for breast or cervical cancer under 42 CFR § 435.213 * Individuals enrolled in a §1915(c) Waiver * Undocumented persons eligible for Emergency Services only in accordance with 42 CFR § 435.139 <p><u>Voluntary Enrollment Populations</u></p> <p>Native American beneficiaries who are determined eligible for the SoonerSelect Dental Plan are not required to be enrolled in the SoonerSelect Dental Plan, as described in the appropriate eligibility section of the RFP. We have included all Native American experience and enrollment in rate development and the databooks.</p> <p>Note: Medicaid Expansion and adult dental benefits became effective in Oklahoma on July 1, 2021. See the tab 6. Adult Expansion for more information.</p>
Third Party Liability (TPL)	<p>Enrollees with dental TPL are eligible for the SoonerSelect Dental Plan. To reflect differences in MMIS claims payments for those with TPL, the Data Book separates members with dental TPL coverage from those members with no TPL coverage.</p>
Excluded Services	<p>The SoonerSelect Dental Plan will include dental services, excluding trauma-related oral surgeries in the inpatient and ambulatory surgery center settings. These excluded dental services will fall under the SoonerSelect program and the SoonerSelect Specialty Children's Plan effective October 1, 2023.</p> <p>For a complete listing of SoonerSelect Dental Plan covered benefits, please see the appropriate benefits section of the SoonerSelect Dental Plan RFP# 8070001412.</p>
Program Implementation Date	<p>The anticipated first program year for populations eligible for the SoonerSelect Dental Plan will be October 1, 2023 through June 30, 2024. Following the first year, program years will follow the OHCA state fiscal year (July 1 through June 30).</p>
Data Disclaimer	<p>This Data Book summarizes OHCA eligibility and dental FFS claims for populations eligible for the SoonerSelect Dental Plan. This information has been provided to potential bidders for use in understanding base data used to develop dental capitation rates for the SoonerSelect Dental Plan. In preparing the Data Book, the OHCA and its vendors have used data from the Medicaid eligibility and claims systems. Data include only records with a service date corresponding to a valid Medicaid eligibility span for members of the target populations. The data have been reviewed for internal consistency and reasonableness, but have not been audited.</p>

Region Lookup

County	Region
Tulsa	Tulsa
Oklahoma	OKC
Adair	East
Atoka	East
Bryan	East
Cherokee	East
Choctaw	East
Coal	East
Craig	East
Creek	East
Delaware	East
Haskell	East
Hughes	East
Latimer	East
LeFlore	East
Mayes	East
McCurtain	East
McIntosh	East
Muskogee	East
Nowata	East
Okfuskee	East
Okmulgee	East
Osage	East
Ottawa	East
Pawnee	East
Pittsburg	East
Pushmataha	East
Rogers	East
Seminole	East
Sequoyah	East
Wagoner	East
Washington	East
Alfalfa	West

Region Lookup

County	Region
Beaver	West
Beckham	West
Blaine	West
Caddo	West
Canadian	West
Carter	West
Cimarron	West
Cleveland	West
Comanche	West
Cotton	West
Custer	West
Dewey	West
Ellis	West
Garfield	West
Garvin	West
Grady	West
Grant	West
Greer	West
Harmon	West
Harper	West
Jackson	West
Jefferson	West
Johnston	West
Kay	West
Kingfisher	West
Kiowa	West
Lincoln	West
Logan	West
Love	West
Major	West
Marshall	West
McClain	West
Murray	West
Noble	West
Payne	West
Pontotoc	West
Pottawatomie	West
Roger Mills	West
Stephens	West
Texas co.	West
Tillman	West
Washita	West
Woods	West
Woodward	West

Populations

Population Group	Age/Gender Categories
CUST	< 6 Years, Male and Female
CUST	6+ Years, Male and Female
CUST	All Ages, Male and Female
FFC	All Ages, Male and Female
TANF/CHIP Child	< 6 Years, Male and Female
TANF/CHIP Child	6-14 Years, Male and Female
TANF/CHIP Child	15+ Years, Male and Female
TANF Parent/Caretaker	All Ages, Adult Male and Female
Expansion	All Ages, Adult Male and Female

Service Category	Definition	Unit Type
Diagnostic/Preventive	Oral Exams/Evaluations, X-Rays, Lab/Other Tests, Prophylaxis, Fluoride, Sealants	Visits
Basic	Restorations, Endodontics, Periodontics, Extractions, Other Oral Surgery, Emergency/Palliative, Space Maintainers, Anesthesia	Units
Major	Crowns/Inlays/Onlays, Repair, Other Prosthetics, Dentures, Bridges	Units
Orthodontics/Other	All other covered dental services that are not included in the other dental service categories, including orthodontia.	Units

Adjustment Type	Description
Adjustments to Data Book	<p>Retroactive Eligibility Coverage — MCOs that participate in the SoonerSelect Dental Plan will not be responsible for claims incurred by members prior to managed care enrollment. Based on discussions with OHCA, a member's initial 60 days of eligibility and claims were removed from the Data Book. This excludes newborns, who will be enrolled under the mother's plan back to the date of birth.</p> <p>Nursing Facility Limit — MCOs that participate in the SoonerSelect Dental Plan will not be responsible for claims incurred by members after 60 consecutive days within a nursing facility.</p>
<i>The following adjustments are not reflected in the SoonerSelect Dental Plan Data Book</i>	
Base Data Adjustments	<p>Incurred, but Not Reported (IBNR) — The MMIS claims data reflects claims incurred between July 1, 2016 through June 30, 2019, with claims runout through March 2022. Given the year-plus runout period, this adjustment is not necessary.</p> <p>Voluntary Population Selection — Not all populations eligible for the SoonerSelect Dental Plan are mandatory. To account for a lower take-up rate for voluntary populations, a selection adjustment may be made within the capitation rate-setting process to reflect the impact of populations subject to voluntary selection.</p>
Prospective Adjustments	<p>Seasonality — The first contract period of the SoonerSelect Dental Plan is anticipated to be a nine-month period. Since the base data period is a twelve-month period, Guidehouse will apply an adjustment to reflect the impact of seasonality.</p> <p>Trend — Projected dental expenditures will be adjusted to account for other changes after the base period, such as utilization patterns, mix of services, changes in unit costs, etc.</p> <p>Enrollment Projections — Capitation rate cells represent combinations of certain population groups. To better project future costs, enrollment projections will be developed as part of the capitation rates.</p>
Managed Care Assumptions	<p>Projected claims expense will be adjusted to account for enhanced care management. Certain services will be adjusted to account for changes in utilization patterns and unit cost levels anticipated under managed care. Some service utilization and cost will increase while some will decrease.</p>
Administration	<p>A 9.5% administrative load will be included.</p>
Underwriting Gain	<p>A 1.5% underwriting gain assumption will be included.</p>
Premium Tax	<p>A 2.25% premium tax adjustment will be included.</p>
Risk Mitigation/Sharing	<p>Risk mitigation/sharing will be applied through a minimum/maximum MLR and risk corridor combination.</p>

Change	Effective Date	Description	Annualized Impact ¹
<i>Examples of Program Changes which may impact the SFY 2019 base data and prospective adjustments to the rate period.²</i>			
Enhanced Adult Dental Benefits	Jul 01, 2021	A change from the prior SoonerCare adult dental benefit, limited to medically necessary extractions, to an adult limited dental benefit, including preventive, restorative and prosthetic services, has been implemented as of July 1, 2021. This change is projected to increase the number of services provided to adult populations.	TBD
Adult Dental Benefit \$4 Copay	Oct 01, 2023	A change from the current SoonerCare adult dental benefit to include a \$4 per visit copay for adult members. Children under 21, pregnant women, and tribal members are excluded from this program change. Furthermore, preventive and emergency services are excluded from these copays as well.	TBD

Notes

1. The Annualized Impact is the estimated budget impact across all SoonerCare populations, not just those populations eligible for the SoonerSelect Dental Plan.
2. OHCA also makes provider fee schedule changes that will be captured in capitation rate development, but are not explicitly listed in the Data Book. Some examples include:
 - October 1, 2018 — Across-the-board 3% provider rate increase (with exceptions)
 - October 1, 2019 — Across-the-board 5% provider rate increase (with exceptions)
3. OHCA will be making additional fee schedule adjustments in 2022 – 2023 which are not yet captured in the draft rates but will be captured as part of final rate development.

Component	Description
Data Book	The SoonerSelect Dental Plan Data Book includes very limited experience for members eligible under Adult Expansion coverage from July - December 2021. Note that only September - December 2021 claims and enrollment were used for rate setting purposes.
Benefits	The Adult Expansion population will receive the same covered benefits as TANF adult enrollees otherwise eligible for the SoonerSelect Dental Plan, subject to any necessary adjustments due to the Alternative Benefit Plan.
Base Data	Since individuals eligible under Adult Expansion have no experience in the MMIS claims data covering the base experience period of SFY 2019, Guidehouse will use more recent experience from September - December 2021, annualized to CY 2021 based on child-to-adult utilization patterns. This choice of experience period will also address the change in adult covered services from emergency extractions only to a limited set of benefits for TANF and Expansion adult as well as FFC populations. Furthermore, this source will already reflect most rate-setting adjustments applicable for the Adult Expansion population.
Acuity Assumptions	Given September - December 2021 experience includes actual Adult Expansion population experience with the limited dental benefit (as opposed to emergency extractions only), no explicit acuity adjustment is needed. However, experience from other states/other benchmarking sources may be used to refine acuity assumptions in the future.
Administration	Expansion assumptions will be consistent with the broader dental program.
Underwriting Gain	Expansion assumptions will be consistent with the broader dental program.
Premium Tax	Expansion assumptions will be consistent with the broader dental program.
Risk Mitigation/Sharing	Risk mitigation/sharing will be applied through a minimum/maximum MLR and risk corridor combination.