## **The Work Number**

The use and integration of the work number between HCPF and CDHS

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COLORADO Department of Health Care Policy & Financing

#### The Work Number - HCPF



## **Overview of HCPF Integration**

- CBMS communicates directly with The Work Number (TWN) through an interface.
  - Income verification requests are sent by CBMS at application
     Renewals are batched monthly for income verification
- Waterfall approach utilizes the Centers for Medicare & Medicaid (CMS) Federal Data Services Hub (FDSH) as a primary source
  Since Equifax provides the data to FDSH, they are able to filter for duplicate data and only provide what is not available through FDSH.
- Average response time for FDSH is 2-3 days. TWN is >1 second
- The project took about 1 year to complete
- TWN and FDSH Income data is used for Medical Assistance Eligibility determinations only



## HCPF Background

- The Affordable Care Act (ACA) provided states with options for streamlining verifications using interfaces, including income
   Equifax approached the Department to use this real-time interface in 2013 but it was not possible at that time.
  - Another budget request was submitted in 2018 through OIT, but denied.
- The Department continued to rely on significantly delayed income verification which provided several months coverage for individuals not truly eligible for Medicaid or CHP+.
- In early 2019 compelling data was pulled from the Department and from Equifax to demonstrate cost savings and submit a budget request. This budget request was approved and provided the funding necessary for implementation.



## **HCPF Implementation**

#### • Funding and Ongoing Costs

- In FY 2020-21 R-12 HCPF was appropriated \$3.3M TF (\$1M GF)
   For the last 6 months, HCPF average costs were \$120,000/month
   Costs are not passed on to counties
- Projected savings have not yet been realized due to the Public Health Emergency and Continuous Coverage requirements
- The cost to build the integration was approximately \$865,000 using pool hours
- County and Stakeholder input was solicited throughout implementation
  - Periodic webinar updates
  - Standing meetings such as Work Plan Subcommittee and Economic Security SubPAC



# **The Work Number - CDHS**



# **CDHS - Current Agreement**

- CDHS holds the contract on behalf of the counties and HCPF
- 43 participating counties (IGAs between State & County, IA with HCPF)
- 510,000 guaranteed income verifications
- \$6.65/income verification
- \$3,000/month account Service Fee
- \$3.4 Million
- Expires May 31, 2023



## **CDHS - Funding**

- For SNAP, 50% Federal, 30% State and 20% County funding (County Admin through CFMS)
- TANF Federal Block Grant (County Allocation through CFMS)
- AF General Fund & OAP Cash Fund (Admin through CFMS)
- Child Support (Not in CBMS)
  Other Costs (CCAP, LEAP, QA)



#### CDHS - Breakdown of Verifications by Program

- SNAP 70%
- TANF/AF 6%

#### Not in CBMS

- Child Support 14%
- CCAP 5%
- LEAP/QA 5%



### CDHS - Future Costs & Benefits of Integration

- Increase State share of costs (CBMS project cost, etc.)
- Access equity for all Colorado Counties
- More efficient and effective for eligibility technicians
- Less error prone (Timeliness & Accuracy)
- Reduces burden on clients



### **Questions?**





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# Thank you!





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