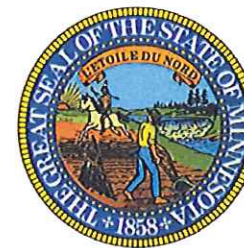


# Health Insurance Exchange Grant

Legislative Advisory Commission  
October 23, 2012

James Schowalter  
Commissioner, MMB

April Todd-Malmlov  
Exchange Director





# Grant Funding

Federal Grant of  
\$1 M  
February 2011

Federal Grant of  
\$4.2 M  
August 2011

Federal Grant of  
\$23.3 M  
February 2012

Applied for  
Federal Grant of  
\$42.5 M  
August 2012



- Planning
- Development
- Technical Infrastructure
- Stakeholder Consultations
- Market Research

- Technical Infrastructure
- Program Integration
- Operations
- Outreach



# Planning Grant

- Grant Period – February 2011 to February 2012
- Total Award: \$1 million
- Activities:
  - Background research
  - RFP development
  - Proof of concept stipends
- Total spent - \$998,121



## Level 1 Establishment Grant - 1

- Grant Period – August 2011 to August 2013
- One year grant extension from original award
- Total Award: \$4,168,070
- Activities:
  - Initial Exchange staff and associated administrative expenses
  - Market Analysis
  - Project management consulting
  - Portion of Maximus contract
- Total spending to date - \$2,144,349
- Total encumbered to date - \$1,930,963



## Level 1 Establishment Grant - 2

- Grant Period – February 2012 to February 2013
- Total Award: \$23,331,499
- Activities:
  - Continued funding of Exchange staff and associated administrative expenses
  - Initial IT infrastructure (hardware/software)
  - Project management and business analysis
  - Plan management development
  - Marketing campaign development
  - Portion of Maximus contract.
- Spending to date- \$3,638,234
- Total encumbered - \$18,307,157



## Level 1 Establishment Grant - 3

- Grant Period: September 2012 to September 2013
- Total Award: \$42,525,892
- Activities:
  - IT and business operation development staff resources
  - IT infrastructure build out
  - IT service integration and oversight
  - Program operations development



## Level 1 Establishment Grant - 3

- IT and operation development staff resources
- Grant Allocation: \$7,828,030
- Activities:
  - Staffing for operational development and Information technology staff through January and associated administrative expenses.
  - Staff augmentation for operation development and IT through January
  - Staffing for Minnesota Department of Health and Commerce for Plan Certification
  - Indirect costs (14%)



## Level 1 Establishment Grant - 3

- Information Technology Infrastructure
- Grant Allocation: \$19,760,742
- Activities:
  - Annual maintenance agreements for Exchange application solution
  - Hardware, software and associated maintenance, support, and service installation agreements for development, testing and production environments



## Level 1 Establishment Grant - 3

- Operation Systems integration and Oversight
- Grant Allocation: \$6,769,620
- Activities:
  - IT Solution integration with other operational systems (call center, appeals, finance, etc)
  - Independent Verification and Validation
  - Security Assessment
  - Provider and plan information management



## Level 1 Establishment Grant - 3

- Program Operation Development
- Grant Allocation: \$8,167,500
- Activities:
  - Customer service design and development
  - Health plan regulatory operations design and development
  - Outreach and communication design and development
  - Broker/Navigator program design and development
  - Financial operations, program integrity and report development