

# Administrative Capacity Roundtable: Initial Themes

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## **Administrative Capacity**

- June 2014 report included a chapter on Medicaid administrative capacity
- Recommended next steps:
  - examine how administrative performance should be measured
  - identify which strategies are most effective in helping states develop adequate capacity
- We convened a roundtable of experts to gain insight on the needs of Medicaid agencies and identify opportunities to develop capacity

#### **Administrative Capacity Roundtable**

#### MACPAC invited a diverse group of experts:

- Current and former state Medicaid directors and CMS leaders
- Representatives of other public purchasers
- Consultants and researchers
- Performance measurement experts
- Representatives from administrative capacity development organizations

#### **Questions to Participants**

- What skill sets are needed to run a successful Medicaid enterprise? To what degree are these unique to Medicaid?
- What types of outside support are effective, and (conversely) what are the limits of this approach?
- How can states demonstrate the value of Medicaid? How should Medicaid performance be measured?
- What federal policy changes could support the development of Medicaid administrative capacity?

#### What MACPAC Heard: Staffing

- Different types of staff are needed to run an effective Medicaid program
  - Each group has its own training needs, retention challenges
- States have many options to get access to the breadth and depth of expertise needed
- Participants did not identify a clear federal policy approach to help states develop staff capacity

#### What MACPAC Heard: Measurement

- Different types of measures are needed to assess
   Medicaid program performance
  - Operational effectiveness
  - Quality and outcomes
  - Strategic goals
- Participants agreed that consistency is preferable but there was less accord on how a consistent measure set should be developed
- Ranking/comparisons among states is inevitable, need good tools to facilitate fair comparisons

## **Federal Policy Opportunities**

- Federal policymakers seek value in Medicaid but allow states considerable flexibility in designing policies to achieve that value
- Lack of consistent standards or measures complicates efforts to determine which state structures and policies are effective
  - Hard to hold states accountable for minimum performance or incentivize them for high performance
  - Insufficient data to determine where additional state or federal investment could be beneficial