MINISTRY OF SOCIAL DEVELOPMENT AND POVERTY REDUCTION INFORMATION NOTE

DATE: June 27, 2019

PREPARED FOR: The Honourable Shane Simpson, Minister

ISSUE: Ministry of Health (MOH) amendments to ensure clients are not

impacted by the elimination of Medical Services Plan (MSP) premiums

(OICs scheduled for July 15, 2019 Cabinet Meeting)

BACKGROUND:

With the elimination of MSP premiums on January 1, 2020, various regulations need to be amended to ensure continuity of client services.

These include the *Employment and Assistance Regulation* and the *Employment and Assistance for Persons with Disabilities Regulation* (the EA and EAPWD Regulations), which refer to premium assistance in the eligibility criteria for three program areas.

MOH has worked with the Ministry of Social Development and Poverty Reduction (SDPR) and the Ministry of Finance to coordinate the amendments. The changes ensure that clients will not be negatively impacted by the removal of MSP premiums.

As a matter of convenience, it has been agreed that all required amendments proceed by means of one Order in Council (OIC) taken forward by the Minister of Health.

Cabinet is expected to review the OIC on July 15, 2019.

DISCUSSION:

The EA and EAPWD Regulations currently point to eligibility for premium assistance as a means test in relation to three programs:

- Healthy Kids, which provides dental, optical and hearing benefits for children;
- Medical Services Only, which provides continued access to specific health supplements for certain categories of former income and disability assistance recipients; and
- Life Threatening Health Need, which provides access to specific health supplements for individuals facing a direct and imminent life threatening need.

MOH has identified another program, called supplemental services, that will be subject to the same income threshold and verification mechanism as premium assistance. As a

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result, SDPR can use eligibility for supplemental services as a replacement for premium assistance without affecting who will qualify.

The OIC therefore amends the EA and EAPWD Regulations to replace existing references to premium assistance with references to supplemental services under the Medical and Health Care Services Regulation. Doing so will have no practical impact on clients, whose coverage will not be interrupted or changed due to the amendments.

The amendments will take effect on January 1, 2020 to coincide with the elimination of MSP premiums under the *Medicare Protection Act*.

CONCLUSION:

MOH is advancing an OIC that includes amendments to ensure continuity of services for SDPR clients when MSP premiums are eliminated. SDPR should support the OIC to ensure clients are not negatively impacted by the elimination of MSP premiums.

Prepared by:

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