10/1 Rate Changes

- IHS/638s are primarily paid the AIR which is not impacted by this SPA.
- Hospice per diem rates updated to match the Medicaid Hospice Payment Rates for Arizona published by Medicare.
- Inpatient Hospital APR-DRG outlier cost-to-charge ratios updated to match the Medicare Inpatient Prospective Payment System 2018 ratios.
- Physician Drug Schedule rates updated to address changes in drug prices resulting in a 3.5% aggregate increase.
- Nursing Facility per diem rates updated for a uniform increase of 3.0%.
10/1 Rate Changes

• Long-Term Acute Care Hospital and Rehabilitation Hospital inpatient per diem rates updated for changes in hospital case mix indices and outlier cost-to-charge ratios updated to match Medicare 2018 ratios for an aggregate increase of 0.1%.

• Outpatient Behavioral Health Fee Schedule rates remain unchanged with the exception of a 3.0% increase to the Behavioral Health Short-Term Residential per diem, resulting in an aggregate increase of 1.3% to this fee schedule, in order to ensure access to care.
10/1 Rate Changes

Changes reflecting Medicare fee schedules

- Ambulatory Surgical Center Fee Schedule rates for an aggregate change of -0.2%.
- Physician Fee Schedule rates for an aggregate change of +0.7%.
- Clinical Laboratory Fee Schedule rates for an aggregate change of -0.8%.
- Durable Medical Equipment, Prosthetics, Orthotics and Supplies Fee Schedule rates for an aggregate change of +0.2%.
- Outpatient Hospital Fee Schedule rates for a change of 0%.
Differential Adjusted Payments (DAP) Programs

• The DAP program provides increased reimbursement rates for providers who meet specified criteria

• IHS/638 facilities are exempt from the program as they receive reimbursement at the AIR

• DAP eligible providers:
  o Hospitals and inpatient facilities
  o Integrated Clinics
  o Physicians, Nurse Practitioners, and Physician Assistants
  o Nursing Facilities
Hospital DAP

• APR-DRG Hospitals and Other Hospitals and Inpatient Facilities
  o Will receive 3% rate increase if by June 15, 2018 hospitals submit letter of intent to achieve specific milestones related to participating in the HIE
  o Must achieve milestones and maintain participation to receive DAP increase

• APR-DRG Hospitals can receive an additional .5% if they meet the above requirements and hold a Pediatric-Prepared Emergency Care certification
Integrated Clinic DAP

- Integrated Clinics can receive a 10% increase on certain physical health codes if they achieve the following:
  - Licensed as an Outpatient Treatment Clinic that provides physical and behavioral health services
    - Over 40% of services are BH services
    - Execute an agreement with a qualifying health information exchange organization and electronically transfer information, including both a registration event as well as an encounter summary, to a qualifying health information exchange organization.
Physician, Nurse Practitioner, Physicians Assistants DAP

- Physicians, Nurse Practitioners, and Physicians Assistants will receive a 1% increase for all services billed on the CMS Form 1500 if they achieve the following:
  - At least 80 prescriptions to AHCCCS members
  - At least 60% of AHCCCS prescriptions are E-prescriptions
Nursing Facility DAP

• Nursing facilities will receive a 2% increase if they achieve the following:
  ○ Meet or fall below the Arizona average percent of High-Risk Residents with Pressure Ulcers (Long Stay) based on the facility’s performance results for long-stay, high-risk residents with Stage II-IV pressure ulcers reported in MDS 3.0 for this CMS Nursing Home Quality Measure metric
This SPA will renew the Disproportionate Share Hospital program for federal fiscal year 2019

The DSH program provides financial assistance to hospitals that serve a large number of low-income patients

IHS/638 hospitals may be eligible to receive DSH program payments
Question?
Additional feedback or questions regarding these SPAs can be provided to publicinput@azahcccs.gov