



# Welcome to TIM Talks: Business Acumen "The CMS Proposed Rule - What's the CBO role?" August 23<sup>rd</sup>, 2016





Revenue

projection

20

15

Healthcare Consultant

a,504

# Rule Setting Process – Provider Fee Schedule Changes

- Proposed Ruling
  - Posted July 15, 2016
  - Federal Register / Vol. 81, No. 136
  - Available: <u>https://www.gpo.gov/fdsys/pkg/FR-2016-07-</u> <u>15/pdf/2016-16097.pdf</u>
- Comments
  - Due no later than 5pm. On September 6, 2016
  - In commenting, refer to file code CMS-1654-P
- Final Ruling
  - Anticipated release of Final Rules in November 2016

Dutstandino

#### **Proposed Rules Applicable to CBOs**

- DSMT Billing Accuracy
- Chronic Care Management (CCM) and Transitional Care Management (TCM)
- Diabetes Prevention Program (DPP)



#### DSMT

- Diabetes Self-Management Training
- CMS Notes that only 5% of Medicare Beneficiaries with newly diagnosed diabetes used DSMT services
- Input requested on how to overcome barriers to provide the service for eligible beneficiaries



#### **DSMT** Issues

 Concerns regarding claims being rejected because of confusion about the credentials of the individuals furnishing DSMT services vs the accredited organization

- Settings about where services are furnished
  - Alternate locations for the delivery of DSMT
- Is the current payment for services adequate?
- Other barriers that CMS is not aware of

#### **Diabetes Prevention Program (DPP)**

- DPP is a structured lifestyle intervention that includes
  - Dietary coaching
  - Lifestyle intervention
  - Moderate physical activity
- 16 intensive "core" sessions in a group-based setting
- Proposed expansion of DPP beginning January 1, 2018
- The CMS proposes to allow CDC-Recognized DPP Organizations to enroll as a Medicare Supplier of DPP beginning January 1, 2017

# **DPP Eligibility**

 A beneficiary having a body mass index (BMI) of 25 or greater (a BMI of 23 or greater for Asian beneficiaries) in addition to a hemoglobin A1c test with a value of 5.7-6.4 percent, or a fasting plasma glucose of 110-125 mg/dL within the last 12 months, or 2-hour plasma glucose of 140-199 mg/dl after the 75 gram oral glucose tolerance test, and no previous diagnosis of diabetes

#### Site of Service

- CMS seeks comment on allowing service delivery in-person or virtually
- The service would not be considered part of a current telehealth benefit and therefore not submit to current telehealth regulations



## **Chronic Care Management**

- A comparison of Medicare claims data shows that for CY 2015, 275,000 unique Medicare beneficiaries received a CCM service.
  - The average number of services provided is 3
- CCM (Chronic Care Management) benefit established CY 2015 – Reducing administrative burden
  - CPT Code 99490
  - At least 20 min of clinical staff time per calendar month
  - Beneficiaries must have two or more chronic conditions
  - Must have a comprehensive care plan to address their needs
  - A new G-Code will be established for the provider time

#### **Proposed Changes for CCM**

- Recognition and pay for three levels of CCM
  - CPT 99490 Chronic care management
  - CPT 99487 Complex chronic care management services
  - CPT 99489 Each additional 30 min of clinical time during a calendar month providing care management for the beneficiary
- Transitional Care Management
  - The face-to-face visit for TCM qualifies as a "comprehensive" visit for CCM initiation

## **Behavioral Health Integration (BHI)**

- Care Coordination for persons with a behavioral health diagnosis
- Established a new set of proposed G Codes:
  - GPPP2: Subsequent psychiatric collaborative care management

- GPPPX: Care management services for behavioral health conditions
- GPPP1: Initial psychiatric collaborative care management
  - Outreach and engagement
  - Initial assessment
  - Review
  - Development of patient registries

#### Advancing Care Coordination through Episode Payment Models (EPMs)

- Acute care hospitals in selected MSAs will all participate with few exceptions
- 3 new EPMs
- Cardiac Care Bundles
  - Acute Myocardial Infarction
  - CABG
- SHFFT Model
  - Surgical hip/femur facture treatment episodes



# Rule Setting Process – Expanded Bundled Payment

- Proposed Ruling
  - Posted August 2, 2016
  - Federal Register / Vol. 81, No. 148; Part II
  - Available: https://www.gpo.gov/fdsys/pkg/FR-2016-08-02/pdf/2016-17733.pdf
- Comments
  - Due no later than 5pm EDT. On October 3, 2016
  - In commenting, refer to file code CMS-5519-P
- Final Ruling
  - Anticipated release of Final Rules in November 2016

Dutstandino

#### **EPMs Will Move Hospitals to Redesign Care**

- Increase post-hospitalization follow-up
- Coordinate care across inpatient and post-acute care settings
- Conduct appropriate discharge planning
- Improve adherence to medication regimen
- Reduce readmissions
- Manage chronic conditions that may be related to the EPM
- Choose the appropriate care setting
- Coordinate between all members of the care team to include HCBS providers

#### **Proposed Implementation**

- 5 year model 97 MSAs (Proposed)
- Impact analysis projects the EPMs will result in \$170 Million in savings to the Medicare program
- First performance year is proposed to begin July 1, 2017
- Retrospective payment model
- Year 1 No repayment required
- Years 2 & 3: progressively increasing repayment when the costs exceed the target price (downside risk)
- Years 4 & 5: Move from hospital-based target pricing to regional pricing

#### Waivers

- SNF 3-day admission rule
  - SNF must be rated 3-stars or higher
  - Beneficiary must be able to exercise their freedom of choice
- Home Visits
  - "Incident to" rule for physician services
  - Licensed staff can provide a home visit in the beneficiary home
- Telehealth
  - Waives the geographic site requirement and permits visits in the home

## **Eligible Beneficiaries**

- Must be enrolled in Medicare Part A and Part B
- Must not have End Stage Renal Disease
- Must not be enrolled in any managed care plan for Medicare benefit coverage
- Beneficiary participates by selecting a participating provider for care

# Achieving the Projected Savings

- \$170 Million projected in savings to the Medicare program
- Shifting of expenditures from institutional care to homebased care

19

• Targeting of services to the most appropriate level of need

# Key Takeaways

- Hospitals and Providers will be participating in more riskbased contract models
- As providers take on more risk, the more likely they are to engage in a different care delivery model
- Success with these models will require a redesign of standard care
- There will be a shifting towards the greater utilization of home and community-based services
- Prevention of disease and disease-complications are increasingly important

# The Potential Role of the CBO

- Prevention
  - DSMT
  - DPP
- Care Coordination / Care Management
  - TCM
  - CCM
  - CCoM Behavioral Health Integration
- Providers can contract directly with CBOs to support the delivery of these services
- CBOs can become a direct supplier of services or support the provider to deliver these services

# Questions

