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DIVISION OF LONG TERM CARE

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Agenda

Nursing Home Industry Meeting Wisconsin Medicaid Nursing Facility Payment Methods

Wednesday, June 22, 2016
10:00 a.m.–12:00 p.m.
Conference Room 751
1 West Wilson St.
Madison, WI 53703

1. Welcome and Opening Remarks
2. Rate-Setting Progress
 - a. Auditor Introductions
3. *Methods* Changes
 - a. \$2 Direct Care Target Window: s. 3.124(3)
 - b. Supplemental Payments for Local Units of Government: s. 3.775
4. Billing Reminders
 - a. Bedhold Recovery
 - b. Third-Party Liability Edit
5. Comparison of Past Case Mix Index Modelling to Actual Results: Jim Robinson
6. Proposed Rate Scenario Modelling Approach: Jim Robinson
7. Next Steps



Nursing Home *Methods* Public Meeting

Rene Eastman, Section Chief
Nursing Home Policy and Rate Setting Section
Bureau of Long Term Care Financing (BLTCF)
Division of Long Term Care (DLTC)

Jim Robinson, Director
Center for Health Systems Research and Analysis
(CHSRA), UW-Madison

June 22, 2016
10 a.m.–12 p.m.
1. W. Wilson St. Rm 751



Agenda

- Welcome and opening remarks
- Rate-setting progress
- Potential *Methods* changes
- Billing reminders
- Comparison of Previous Case Mix Index Modelling to Actual Results
- Proposed Rate Scenario Modelling Approach
- Next steps



Opening Remarks

Welcome!

- *Housekeeping items*
 - ✓ *Sign-in sheet*
 - ✓ *Teleconference attendance*
 - ✓ *Use of mute button*
- *Meeting materials available on*
<https://www.dhs.wisconsin.gov/nh-rates/index.htm>



Rate Setting Progress

New auditors

- Brent Rapos (Eau Claire)
- Margaret Lanigan (Waukesha)



Proposed *Methods* Changes

Direct Care Target Window – s. 3.124(3)

The Case-Mix-Neutral Nursing Service Allowance (CMNNSA) is determined as follows:

- If Case-Mix-Neutral Expense (CMNE) is greater than or equal to the Nursing Services Target (NST) ~~minus \$2.00~~, then CMNNSA = NST.
- If CMNE is less than NST ~~minus \$2.00~~, then CMNNSA = CMNE.



Billing Reminders

Supplemental Payments for Local Units of Government – s. 3.775

- **Two** separate calculations;: an interim payment calculation; ~~an interim settlement~~ and a final settlement
- Pending further discussion with Wisconsin Association of County Homes
- Two payments in December and June, eliminating the April interim settlement
- Purpose: administrative efficiency



Billing Reminders

Bedhold Recovery

- Only **billable** bedhold days should be reported on Cost Report Schedules 6 and 8.
- Bedhold is only billable if occupancy in the prior month is greater than 94% of licensed, non-restricted use bed capacity.



Billing Reminders

Third-Party Liability

Forward Health Update 2016 – 10

- Starting July 1, 2016, claims with dates of service on and after April 1, 2016, will be denied if the Other Insurance Indicator is not set properly.
- Outreach to nursing homes that are currently not using the Other Insurance Indicator has been completed.
- Please check your remittance advices and contact your provider service representative at 800-947-9627 with questions.



Rate Modelling

*Comparison of Past Case Mix Index
Modelling to Actual Results*

*Proposed Rate Scenario Modelling
Approach*

Jim Robinson, CHSRA



Next Steps

Key upcoming events

August 30th meeting: scenario modelling results



Thank You

The annual Methods update process relies on provider feedback and expertise.

The audit team appreciates your engagement and commitment.