

## The CY 2024 home health proposed rule: Understanding the impact on your agency & what you can do now



#### **Cindy Campbell**

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### **About the presenter**



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### Medicare home health CY 24 proposed rule

The Centers for Medicare and Medicaid Services (CMS), Department of Health and Human Services (HHS) proposed rule, updating Home Health and Home Infusion payment rates:

Published in the Federal Register on June 30th, 2023 <u>https://www.federalregister.gov/public-</u> <u>inspection/2023-14044/medicare-program-calendar-</u> <u>year-2024-home-health-prospective-payment-system-</u> <u>rate-update-home-health</u>

Comments must be received no later than August 29, 2023



### Summary of proposed rule updates

Reimbursement: - 2.2% Medicare Spending (375M) PDGM recalibrations	<ul> <li>Behavioral Adjustment and methodology</li> <li>Utilization Trends</li> <li>LUPA rates/thresholds</li> <li>Case-Mix Weight Recalibration</li> <li>Comorbidity Adjustments</li> <li>Functional Impairment Levels</li> </ul>
HHVBP	<ul><li>Baseline Year update CY 2023</li><li>Measure changes and reweighting</li></ul>
HHQRP	<ul> <li>Two Measures added</li> <li>Measures removed</li> <li>Public reporting of TOH measures (Jan 2025)</li> <li>Update on Health Equity RFI - under consideration</li> </ul>
Home IVIG, DME, NPWT	Reimbursement and billing updates

# Proposed market basket rebasing and revising to reflect a 2021 base year

### Rebasing:

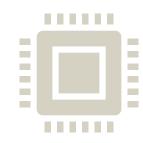
Moving the base year for the structure of costs of an input price index (example: propose to move the base year cost structure from 2016 to 2021), without making any other major changes to the methodology

#### Revising:

Changing data sources, cost categories, and price proxies used in the input price index.

### Breaking down payment impact







+2.7% net inflation increase (+\$460 million) -5.653% reduction for permanent PDGM Budget Neutrality adjustment (-\$870 million) +0.2% increase for updated fixed dollar ratio (+\$35 million)

### Provider impact: Significant cuts now and in future

- Overall impact for CY 2024 is -2.2% estimated to be \$375M anticipated reduction in payment under home health payments, reflecting:
  - 2.7% payment rate update (+ \$460M)
  - 5.653% permanent behavior adjustment rate cut (-\$870M)
    - Actual adjustment 5.1% due to not applicable to LUPAs
  - 0.2% FDL increase (+\$35M)
- Future negative economic impact –temporary behavioral adjustment
  - Potential claw back of CMS reported/proposed 'overpayment to industry', under PDGM, as it relates to the behavioral adjustment – estimated \$3.5B (2020-2023)
    - Potential to recoup through 2026
  - Home Health industry voicing loud concern regarding the scale and impact of proposed PDGM behavioral offset

Proposed rule designed to achieve budget neutrality for PDGM on prospective basis

### Background on the behavioral adjustment

Balanced Budget Act (BBA) requires that in calculating the standard prospective payment amount

The Secretary

- Must make assumptions about behavior changes that could occur as a result of the implementation of the 30-day and case mix adjustment factors established
- Must provide a description of behavior assumptions made in notice and HHS PPS final rule with comment period
- Must annually determine impact of differences between assumed behavior changes and actual behavior changes on estimated aggregate expenditures under HH PPS from 2020-2026
- Provide one or more temporary increases or decreases to the payment amount for a unit of HH services for applicable year

### "Budget Neutrality" required (PPS to PDGM)

• CMS is required to annually assess differences between assumed and actual industry 'behavior changes' on estimated aggregate expenditures under PDGM from 2020-2026

	Assumed	Actual	Adjus	tments
CY 2020			Permanent	Temporary
30-day base payment rate	\$1,864.03	\$1,742.52	-6.52%	
Aggregate Expenditures	\$15,170,223,126	\$14,297,150,005		-\$873,073,121
CY 2021				
30-day base payment rate	\$1,777.19	\$1,751.90	-1.42%	
Aggregate Expenditures	\$17,068,503,155	\$15,857,500,202		\$-1,211,002,953
CY 2022				
30-day base payment rate	\$1,872.18	\$1,841.55	-1.636%	
Aggregate Expenditures	\$16,152,035,891	\$14,796,827,236		-\$1,355,208,655
TOTALS CY 2020, 2021, 2022			-9.36% *absent CY 23 adjustment	-\$3,439,284,729

# "Budget Neutrality" required (PPS to PDGM)

	Permanent	Temporary
TOTALS CY 2020, 2021, 2022	-9.36% *absent CY 23 adjustment	-\$3,439,284,729
CY 2023	-3.925% realized	?
CY 2024	Apply -5.653% (-5.1%)	Upward \$3.5B
	NOW	LATER?

TABLE B34: CY 2024 NATIONAL, STANDARDIZED 30-DAY PERIOD PAYMENT AMOUNT

CY 2023 National Standardized 30-Day Period Payment	Permanent BA Adjustment Factor	Case-Mix Weights Recalibration Budget Neutrality Factor	Wage Index Budget Neutrality Factor	Labor- Related Share Budget Neutrality Factor	CY 2024 HH Payment Update Factor	CY 2024 National, Standardized 30-Day Period Payment
\$2,010.69	0.94347	1.0121	1.0015	0.9998	1.027	\$1,974.38

Lowest base rate since CY 2021

# Industry experts continue to question CMS' budget neutrality methodology

- Continued distress for the home health community and to "direct and permanent" patient access to cost-effective care in the home
- Accuracy of accurate cost inflation +2.7% versus actual > 5.2%
- Erroneous nature of behavioral assumption at heart of industry issue:
  - Assumption provider behavior would change
    - Assumed avoidance of LUPA's
    - Assumed up-coding to highest paid group
    - Assumed therapy being withheld



- Reduction in therapy visits were expected with model shift from PPS to PDGM to curb incentivized "overutilization"
  - Illogical to compare to spending under old model to PDGM
- NAHC calculates underpayment not overpayment under true neutrality analysis

# MedPac to CMS report March 2023

- Adequate access
- Medicare payments are substantially higher than cost of care provision

	2021	2022	2022	2022
	Average Costs per	Home Health	Average Number	Estimated 30-Day
Discipline	visit with NRS	Payment Update	of Visits	Period Costs
Skilled Nursing	\$159.31	1.026	4.14	\$676.69
Physical Therapy	\$165.31	1.026	2.96	\$502.04
Occupational Therapy	\$163.55	1.026	0.83	\$139.28
Speech Pathology	\$188.41	1.026	0.15	\$29.00
Medical Social Services	\$265.69	1.026	0.05	\$13.63
Home Health Aides	\$86.33	1.026	0.47	\$41.63
Total				\$1,402.27

TABLE B4: ESTIMATED COSTS FOR 30-DAY PERIODS OF CARE IN CY 2022

>30% profit margin calculated

**Source:** 2021 Medicare cost report data obtained on February 1, 2023. Home health visit information came from 30day periods of care with a through date in CY 2022 (obtained from the CCW VRDC on March 17, 2023).

### Why? Inaccurate cost reporting can be significantly misleading

# The truth about access

- Prior to 2020, 3.5M Medicare beneficiaries received home health annually
  - PDGM began in 2020: Over 500,000 fewer patients have accessed care
- Agencies cannot withstand payment cuts AND continue to provide expected care to beneficiaries
  - Overall spending is down
  - Doors closing
  - Reduced service areas
  - Referrals being rejected
  - Decline in innovation to stay afloat
  - Decline in workforce unable to pay wages aligned with inflation
- KNOWN cost efficiency associated with care in the home and policy shifts for extending home services contradictory to ongoing, significant, and potentially devastating cuts for services in the home

# Making headlines: NAHC sues CMS and HHS

#### Fierce Health:

#### Home care industry group sues to block 2023, 2024 Medicare payment cuts it claims are unlawful

By Dave Muoio • Jul 6, 2023 03:30pm

#### NAHC Report:

The National Association for Home Care & Hospice Sues Medicare to Preserve the Home Health Service Benefit

Posted on July 6, 2023

#### FOR IMMEDIATE RELEASE

Media Contact: Thomas Threlkeld Director of Communications, NAHC 202-547-7424/tom@nahc.org

The National Association for Home Care & Hospice Sues Medicare to Preserve the Home Health Service Benefit Home Health Care News

### **'No Other Option Left': NAHC Sues CMS, HHS Over Home Health Payment Cuts**

By Joyce Famakinwa | July 6, 2023

Bill Dombi:

"We strongly believe the methodology does not comply with Medicare law."

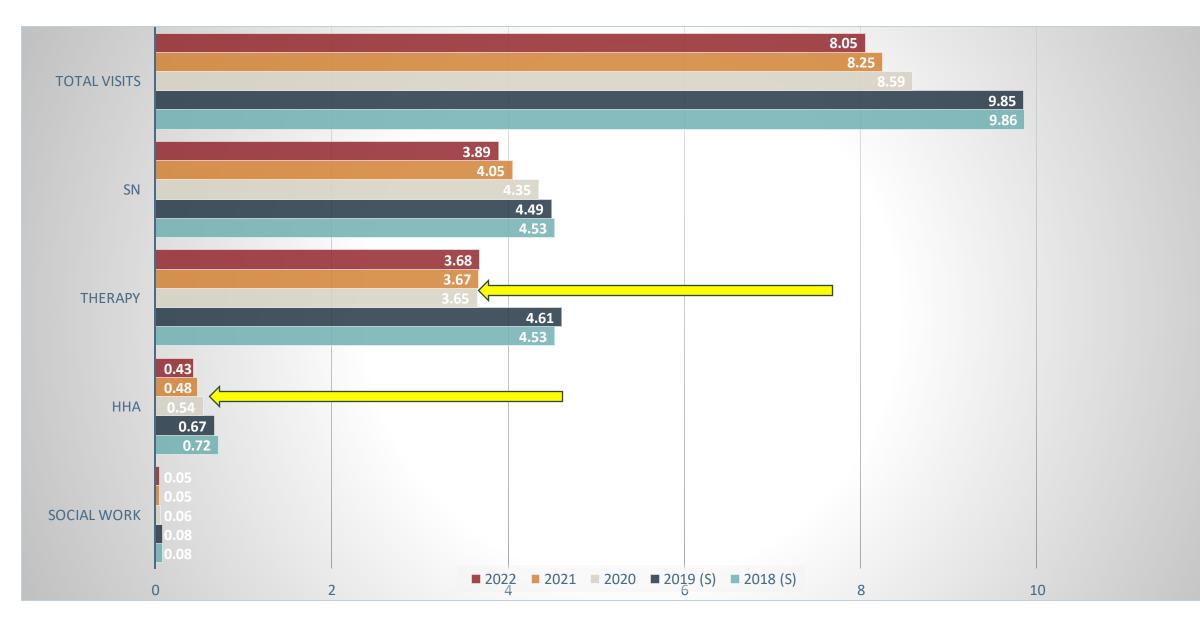
# **American Hospital Association (AHA)**

"Overall, AHA is concerned about how the net impact of these proposals may affect beneficiary access to care, as well as impede the ability of hospitals to discharge patients in need of HH care in a timely fashion."



Source: https://www.aha.org/news/headline/2023-06-30-cms-releases-cy-2024-home-health-pps-proposed-rule-forges-ahead-proposed-pdgm-behavioral-offsets

### Utilization 2018–2022 (per 30-day episode)



12

## LUPAs – "Low utilization payment adjustments"

HH Discipline	CY 2023 Per-Visit Payment Amount	Wage Index Budget Neutrality Factor	Labor-Related Share Budget Neutrality Factor	CY 2024 HH Payment Update Factor	CY 2024 Per-Visit Payment Amount
Home Health Aide	\$73.93	1.0015	0.9999	1.0270	\$76.03
Medical Social Services	\$261.72	1.0015	0.9999	1.0270	\$269.16
Occupational Therapy	\$179.70	1.0015	0.9999	1.0270	\$184.81
Physical Therapy	\$178.47	1.0015	0.9999	1.0270	\$183.55
Skilled Nursing	\$163.29	1.0015	0.9999	1.0270	\$167.93
Speech-Language Pathology	\$194.00	1.0015	0.9999	1.0270	\$199.52

#### TABLE B36: CY 2024 NATIONAL PER-VISIT PAYMENT AMOUNTS

- LUPA base rates increase by 2.8%
- CMS expects average LUPA rate for all episodes to be 8%
- Threshold adjustments per HIPPS code Table B22
  - LUPA= <10<sup>th</sup> % of visits within each payment group based on claims data
- LUPA add-on: no change

#### ILE B17: PROPOSED OASIS POINTS TABLE FOR CY 2024

	Responses	Points (2024)	Percent of Pe in 2022 with Response Cab
	0 or 1	0	2
	2 or 3	3	2
lity to Dress Upper Body	0 or 1	0	2
inty to Dress Upper body	2 or 3	5	7
	0 or 1	0	1
lity to Dress Lower Body	2	3	6
-	3	11	1 1
	0 or 1	0	Ľ
	2	0	1
	3 or 4	7	5
	5 or 6	14	1 3
P	0 or 1	0	6
ferring	2, 3 or 4	6	1
	0	0	
:	1	3	2
-	2, 3, 4 or 5	6	7
	0 or 1	0	
	2	6	
Locomotion	3	4	ų, (
	4, 5 or 6	20	× 1
	Three or fewer items		
	marked (Excluding	0	6
de altre et e e	responses 8, 9 or 10)		
italization	Four or more items		
	marked (Excluding	11	3
	responses 8, 9 or 10)		

# Table B17: Proposed OASIS points

- 99 possible points
  - Decrease from 2023 (109)
- Most changes lower points except M1033
- CMW increase for low
- CMW decrease for medium and high

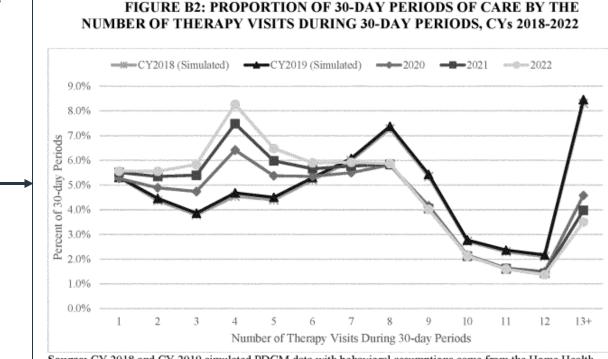
### Proposed expanded Home Health Value Based Purchasing (HHVBP) Model: Effective CY 2025

- Propose codifying the HHVBP measure removal favors at 484.380
- Propose removing five and adding three quality measures to the applicable measure set
- Revise weights of individual measures within OASIS based category and within claimsbased measure category, starting in CY 2025 performance year
- Proposing to update model baseline year from CY 2022 to CY 2023 starting in CY 2025 performance year – to enable CMS to measure competing HHAs performance on benchmarks and achievement thresholds that are more current for all applicable measures
- AND amending the appeals process such that reconsideration decisions may be reviewed by the Administrator to RFI, Future Approaches to Health Equity in the Expanded HHVBP Model, that was published in 2023 HH PPS rule
- Include update that reminds stakeholders about public reporting of HHVBP performance data on or after December 1, 2024

https://public-inspection.federalregister.gov/2023-14044.pdf

# **Utilization - Therapy**

Down from PPS (simulated data 2018-2019) but has stabilized across PDGM



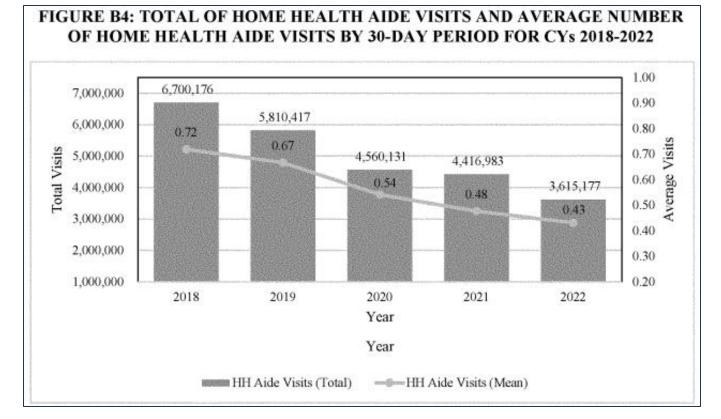
#### TABLE B9: PROPORTION OF 30-DAY PERIODS OF CARE WITH ONLY THERAPY, AT LEAST ONE THERAPY VISIT, AND NO THERAPY VISITS FOR CYs 2018-2022

30-day Period Visit	CY 2018	CY 2019			
Туре	(Simulated)	(Simulated)	CY 2020	CY 2021	CY 2022
Therapy Only	13.5%	14.4%	15.2%	17.8%	19.4%
Therapy + Non-therapy	48.2%	48.4%	42.2%	42.3%	42.7%
No Therapy	38.3%	37.2%	42.6%	39.9%	38.0%
Total 30-day periods	9,336,898	8,744,171	8,423,688	8,962,690	8,386,706

MORE therapy-only cases and stable therapy involvement in cases

# Utilization – HHA: Request for Information (RFI)

- CMS has "heard" beneficiaries are having difficulty access Home Health Aide Services
- Aide visits have been decreasing
- CMS soliciting public comments to understand challenges



# **Comorbidity Adjustment**

- Low comorbidity subgroup to 21
- High comorbidity subgroup to 101

#### TABLE B6: DISTRIBUTION OF 30-DAY PERIODS OF CARE BY COMORBIDITY ADJUSTMENT CATEGORY FOR 30-DAY PERIODS, CYs 2018-2022

Comorbidity	CY 2018	CY 2019			
Adjustment	(Simulated)	(Simulated)	CY 2020	CY 2021	CY 2022
None	55.6%	52.0%	49.1%	49.6%	37.3%
Low	35.3%	38.0%	36.9%	36.9%	47.9%
High	9.2%	10.0%	14.0%	13.5%	14.9%

## **HHVBP Performance Measures proposed changes**

#### Final CY 2023 Measures

Source	Quality Measure
OASIS-based	Dyspnea
	Discharged to Community
	Management of Oral Medications
	Total Normalized Composite Change in Mobility
	(M1840) Toilet Transferring
	(M1850) Bed Transferring
	(M1860) Ambulation-Locomotion
	Total Normalized Composite Change in Self-Care
	(M1800) Grooming
	(M1810) Upper Body Dressing
	(M1820) Lower Body Dressing
	(M1830) Bathing
	(M1845) Toilet Hygiene
	(M1870) Feeding/Eating
Claims-based	Acute Care Hospitalization
	Emergency Department Use without Hospitalization
HHCAHPS	Professional Care
Survey-based	Communication
	Team Discussion
	Overall Rating
	Willingness to Recommend

#### Removing

- TNCs
- OASIS-based DC
  - to community
- ACH in first 60 days
- ED use without hospitalization in first 60 days

Proposed CY 2025 Measures			
Source	Quality Measure		
DASIS-based	Dyspnea		
	Functional Discharge (GG Item Set)		
	Management of Oral Medications		
Claims-based	Potentially Preventable Hospitalization (PPH)		
	Discharged to Community		
HCAHPS	Professional Care		
Survey-based	Communication		
	Team Discussion		
	Overall Rating		
	Willingness to Recommend		

#### Adding

- OASIS based DC Function Score (GG items)
- Claims-based DC to Community Post Acute Care (DTC-PAC)
- Claims-based HH Within-Stay Potentially Preventable Hospitalization (PPH)

Clinical Group	Level of Impairment	Points (2024)
	Low	0-28
MMTA - Other	Medium	29-41
	High	42+
	Low	0-28
Behavioral Health	Medium	29-41
	High	42+
	Low	0-28
Complex Nursing Interventions	Medium	29-52
	High	53+
	Low	0-28
Musculoskeletal Rehabilitation	Medium	29-41
	High	42+
	Low	0-34
Neuro Rehabilitation	Medium	35-49
	High	50+
	Low	0-28
Wound	Medium	29-49
	High	50+
	Low	0-28
MMTA - Surgical Aftercare	Medium	29-39
	High	40+
	Low	0-28
MMTA - Cardiac and Circulatory	Medium	29-41
	High	42+
	Low	0-27
MMTA - Endocrine	Medium	28-39
	High	40+
	Low	0-31
MMTA - Gastrointestinal tract and Genitourinary system	Medium	32-46
	High	47+
MMTA Infastions Bissess Neonlosms and Bland Forming	Low	0-28
MMTA - Infectious Disease, Neoplasms, and Blood-Forming Diseases	Medium	29-43
D18C48C5	High	44+
	Low	0-29
MMTA - Respiratory	Medium	30-44
-	High	45+

Table B18: Proposed Thresholds for functional levels by Clinical Group

- Thresholds decreased
- Continue goal of equal 1/3 in each

# **DC Function Score**

- The final DC Function measure for a given HHA is the proportion of that HHA's episodes where a patient's observed discharge score meets or exceeds their expected discharge score.
- This methodology accounts for changes to the scores on individual OASIS items while also considering that not all patients are able to improve on all aspects of each composite measure.
- An expectation for discharge function score is built for each HHA episode by accounting for patient characteristics that impact their functional status.
  - Not determined by column 2 of GG0130/ GG0170 "goal"

Likely first step in utilizing GG for payment determination

# Potentially Preventable Hospitalization (PPH)

- Risk-adjusted potentially preventable hospitalization (PPH) or potentially preventable observation stays (PPOBS) that occur within a home health (HH) stay for all eligible stays at each agency
- Identified most frequent diagnoses associated with admissions to develop PPH conditions

   grouped based on clinical rationale:
  - Inadequate management of chronic conditions
  - Inadequate management of infections
  - Inadequate management of other unplanned events
  - Inadequate injury prevention
- Planned admissions are not part of the numerator

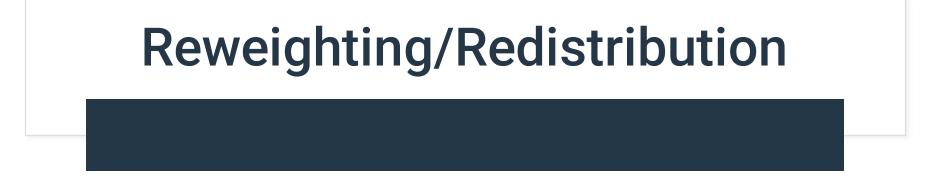
Source: Specifications for the Home Health Within - Stay Potentially Preventable Hospitalization Measure for the Home Health Quality Reporting Program January 2023

### Home Health Quality Reporting Program (HHQRP) CY 25

- Proposed Measure removal
  - Application of Percent of Long-Term Care Hospital Patients with an Admission and Discharge Functional Assessment and Care Plan that Addresses function
    - No longer meaningful
- OASIS-E item removal
  - M0110-Episode Timing
  - M2200- Therapy Need

### Home Health Quality Reporting Program (HHQRP) CY 25

- Proposed to add 2 new measures
  - Discharge Function Score (DC Function)
  - Covid-19 Vaccine: Percent of patients/residents who are up-to-date
    - Reported at Discharge
    - Increase vaccination rates: If a patient is not up to date with their COVID-19 vaccination per applicable CDC guidance at admission – educate and/or choose to administer
- Begin publicly reporting Transfer of Health (TOH) Post Acute Care (PAC) measures January, 2025
  - TOH Provider
  - TOH Patient
  - Initial data April 1, 2023- March 31, 2024 (updated by rolling quarters)
  - Health Equity update continued consideration for SDOH measure
  - Screening measure?
  - Aligning across setting



#### TABLE D3. CURRENT AND PROPOSED MEASURE CATEGORY WEIGHTS BY QUALITY MEASURE IN THE EXPANDED HHVBP MODEL

	Measure Weights				
Measure	Larger-Volume Cohort		Smaller-Volume Cohort		
	Current	Proposed	Current	Proposed	
OASIS-based Measures					
Discharged to Community (OASIS-based)	X	-	X	-	
Improvement in Dyspnea	X	X	Х	X	
Improvement in Management of Oral Medications	X	Х	Х	X	
Total Normalized Composite (TNC) Change in Mobility	X	-	Х	-	
Total Normalized Composite (TNC) Change in Self-Care	X	-	X	-	
DC Function	-	X	-	X	
Sum of OASIS-based Measures	35.000	35.000	50.000	50.000	
Claims-based Measures					
Acute Care Hospitalizations	X	-	Х	-	
Emergency Department Use Without Hospitalization	X	-	X	-	
Potentially Preventable Hospitalization	-	X X	-	X	
Discharged to Community (Claims-based)	-	X	-	X	
Sum of Claims-based Measures	35.000	35.000	50.000	50.000	
HHCAHPS Survey-based Measures					
Care of Patients	X	Х	-	-	
Communications Between Providers and Patients	X	X	-	-	
Specific Care Issues	X	Х	-	-	
Overall Rating of Home Health Care	X	X	-	-	
Willingness to Recommend the Agency	X	Х	-	-	
Sum of HHCAHPS Survey-based Measures	30,00	30,000	-	-	
Sum of All Measures	100.000	100.000	100.000	100.000	

#### TABLE D4. PROPOSED MEASURE WEIGHT REDISTRIBUTIONS FOR HHAS IN THE LARGER-VOLUME AND SMALLER-VOLUME COHORT

	Proposed Redistributions					
	Current Mea	sure Weights	Proposed Measure Weights			
	Larger-Volume	Smaller-Volume	Larger-Volume	Smaller-Volume		
Measure	Cohort	Cohort	Cohort	Cohort		
OASIS-Based Measures						
Discharged to Community	5.833	8.333		-		
Improvement in Dyspnea	5.833	8.333	6,000	8.571		
Improvement in Management of Oral Medications	5.833	8.333	9.000	12.857		
Total Normalized Composite (TNC) Change in Mobility	8.750	12.500	-	-		
Total Normalized Composite (TNC) Change in Self-Care	8.750	12.500	-	-		
DC Function	-	-	20.000	28.571		
Sum of OASIS-based Measures	35.000	50.000	35.000	50.000		
Claims-based Measures						
Acute-Care Hospitalizations (ACH)	26.250	37.500	-	-		
Emergency Department Use Without Hospitalization (ED)	8.750	12.500	-	-		
Potentially Preventable Hospitalization	-	-	26.000	37.143		
Discharge to Community (DTC-PAC)	-	-	9.000	12.857		
Sum of Claims-based Measures	35.000	50.000	35.000	50.000		
HHCAHPS Survey-based Measures						
Care of Patients	6.000	0.000	6.000	0.000		
Communications Between Providers and Patients	6.000	0.000	6.000	0.000		
Specific Care Issues	6.000	0.000	6.000	0.000		
Overall Rating of Home Health Care	6.000	0.000	6.000	0.000		
Willingness to Recommend the Agency	6.000	0.000	6.000	0.000		
Sum of HHCAHPS Survey-based Measures	30.000	0.000	30.000	0.000		
Sum of All Measures	100.000	100.000	100.000	100.000		

# In addition.... Rate contributors

- Wage index permanent 5% capped reduction from prior year effective CY 2023
  - Individual agency impact high dependency on Wage index value
  - <u>https://www.cms.gov/Center/Provider-Type/Home-Health-Agency-HHA-Center</u>
- Labor Share 76.1% to 74.9%
  - Lowers significance slightly of Wage index
- Outliers FDL reduced .35 to .31
  - More periods qualify but less reimbursement for those periods
  - Update expected with complete CY 2022 claims data

### Wage adjustment

- Beginning in CY2023, CMS applies permanent 5% cap on any *decrease* to geographic area's wage index from its wage index in the prior year (regardless of whatever caused the decline)
- Ergo: a geographic area's wage index for 2024 would not be less than 95% of its final wage index for CY 2023, regardless of specific CBSA updates
- Wage index is a key factor for individual agencies to consider/determine local impact

- Rural CBSA's
  - Four states increase in **rural** wage index over 2.0%
  - North Dakota largest at 11.06%
- Nine states decrease rural wage index over 3%
- Three states capped at 5% decrease:
  - Hawaii, Washington, Arizona
- Urban CBSA's
  - 35 CBSA's increased over 4%:
    - Santa Fe, NM top increase 26.64%
  - 64 CBSA's decreased over 4%
  - 45 CBSA's at cap

Disposable Negative Pressure Wound Therapy • Known as dNPWT

Starting January 1, 2024:

- Device and professional service will be billed separately on home health claim type of bill (TOB) 32x rather than bundled on TOB 34x
- Nursing and therapy visits provided for the dNPWT billed separately and included as home health visits
- HCPCS A9272 defined as wound suction, disposable, including dressing, all accessories and components, any type, each

# Intravenous Immune Globulin (IVIG)

- In demonstration project since 2014
- CAA, 2023 permanent program
- Effective January 2024
- Coverage and payment related to administration of IVIG in patients home as bundled payment
- Dx of primary immune deficiency disease (PIDD)
- Covered under DMEPOS benefit with standard co-pays and deductibles applying
- Patients under Medicare home health POC not eligible



# Lymphedema Therapy Benefit

- New Part B benefit category CAA, 2023
- Effective January 2024
- Standard and custom fitted gradient compression garments and other approved items (bundled) are covered
- Enrolled DMEPOS supplier with quality standards applying – subject to competitive bidding
- Billed to DME MAC

- Gradient compression stockings/wraps as surgical supplies for venous stasis ulcers
  - New HCPCS codes for gradient compression stockings/wrap to reflect surgical dressings (currently A6531, A 6532, and A6545
  - New HCPC codes and pricing noted for lymphedema items

**Note:** CMS making other DMEPOS conforming changes required by the CAA 2023

#### **Provider enrollment**

- § 424.527(a) New provider defined for provisional period of enhanced oversight (PPEO)
  - A newly enrolling Medicare provider or supplier –
     A certified provider or certified supplier undergoing a change of ownership
  - A provider or supplier (including an HHA or hospice) undergoing a 100 percent change of ownership via a change of information.
- § 424.527(b) The effective date of the PPEO's commencement is the date on which the new provider or supplier submits its first claim rather than the date the first service was performed or the effective date of the ownership change

- Propose in new § 489.52(b)(4) that a provider may request a retroactive termination date, but only if no Medicare beneficiary received services from the facility on or after the requested termination date.
- Propose to revise § 424.540(a)(1) to change the 12-month time frame to 6 month for deactivations related to non-billing.
- Propose to add new § 424.518(c)(1)(viii) that would incorporate within the high-screening category revalidating DMEPOS suppliers, HHAs, OTPs, MDPPs, and SNFs for which CMS waived the FBCBC requirement when they initially enrolled in Medicare (e.g. PHE).

## Now what?

#### **Provider enrollment**

- Proposed to extend the maximum length of a reapplication bar under § 424.530(f) to 10 years from 3 years denials
- Propose that a provider or supplier that is currently subject to a reapplication bar may not order, refer, certify, or prescribe Medicare-covered services, items, or drugs

• Propose that Medicare does not pay for any otherwise covered service, item, or drug that is ordered, referred, certified, or prescribed by a provider or supplier that is currently under a reapplication bar

# Lean into innovation and understand change management

As care at home adapts to rising demand, constricting resources and continued change, anticipate the market to adapt and innovate to meet growth in real-patient need/overall demand for increased care at home

Expect to see:

- Continued demand driving risk-based, best-practice utilization management and clinical decision support
  - Normalized use of best practice performance and real-time predictive analytics in field and office
- Analytics applied to workforce support and capacity management solutions
- Normalized use of virtual care/communications and RPM integration into examples of specific patient cohort management: leveraged, today – advancing as we learn, tomorrow
- Effective leaders navigating the known turf of change, pro-actively and thoughtfully
- Competition will actively leverage innovation to adapt as we grow in service of demand

# Manage into risk – integrate intelligent care management

Take a stand and use innovative tools to manage into risk and gain efficiency – can only help future performance!

Maximize HHVBP performance – promise of future revenue impact and immediate market positioning/competitive lift:

- Establish OASIS competence in assessment and data capture
- Achieve excellence in coding and review, targeted clinician microtraining based on patterns of documentation
- Integrate real-time, predictive analytics to:
  - ✓ Guide QAPI Performance Improvement Projects (PIPs)
  - $\checkmark\,$  Triage daily schedule to risk
  - $\checkmark\,$  Stack clinician skills in revised team conference
  - ✓ Leverage field use of analytics "take five in the drive"
  - $\checkmark\,$  Benchmark to visits needed to achieve top results
- Integrate virtual telecommunications methodology and RPM to better connect with patients – aiding in reducing risk of ACH while building satisfaction



# Manage into risk, gaining efficiency, and reducing cost

- Reduce avoidable staff turnover utilize predictive workforce analytics
- Train leadership in functional/situational leadership theory and apply it, guided by data added to instinct
- Sniff out workarounds to operational problems left unsolved gain efficiency through review of current operations and clinical modeling
  - •Process engineer to LEAN and optimal use of EMR technology
  - •Form follows function: do not inflate org structure based on inefficiencies
  - •If concerned, consider operational/organizational review



Thank you for what you are doing to carry our care into the future

# ALERT

## Tell Congress to **STOP** Cuts to home health.





#### Be a voice – your community needs you!

- Contact your state and national trade associations ask how you can add to grassroots advocacy
- Our voice will be louder if everyone makes a call, sends a letter, and reaches out to their representatives
- ✓ Go to <u>www.nahc.org</u> to watch for legislative advocacy opportunities
- ✓ Comment to CMS use data to support your comments if possible
- ✓ Collaborate regionally and nationally to amplify our message

NAHC has put together an official email template, where providers can advocate to stop cuts to home health. You can find it <u>here.</u>



### Questions?



#### WellSky Home Health

## Known as The Clinician's Choice® for ease-of-use.

# Request a consultation today!





## Improve documentation efficiency by 59%

Timely, accurate documentation is essential to providing quality care. WellSky software helps agencies improve documentation efficiency by an average of 59% in the first year.

Source: Average 1st year impact from a survey of WellSky clients



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With leading clinical, market growth, and workforce analytics

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#### Your feedback is important to us.





## WellSky solutions overview:

WellSky CareInsights WellSky Value-Based Insights