# HOSPITAL STAKEHOLDER ENGAGEMENT MEETING

Friday, September 8, 2023 1:00 PM - 3:00 PM

**Location:** Online Only

All Hospital Zoom Meeting: Dial Toll-free 1-877-853-5257 / Meeting ID: 870 4490 0719 /

Passcode: 245046

**Topic Suggestions**, due by close of business two weeks prior to the meeting. Send suggestions to <a href="mailto:Tyler.Samora@state.co.us">Tyler.Samora@state.co.us</a>.

#### Welcome & Introductions

- > Thank you for participating today!
- We are counting on your participation to make these meetings successful



### About this Meeting

- We will be recording this meeting.
- Please speak clearly when asking a question and give your name and hospital
- A recording of this meeting will be posted to the <u>Hospital</u> <u>Engagement Meeting website</u> for later viewing.
- Hospital Generated Topics: Please contact Tyler Samora at Tyler.Samora@state.co.us with requests to cover questions or topics in future hospital engagement meetings. Topics requested fewer than 2 weeks before the next meeting may need to be pushed to future meetings depending on availability of personnel with knowledge of those topics.

## Thank you for your cooperation



# Dates and Times for 2023 General Hospital Stakeholder Engagement Meetings

Meeting Time	
<del>1:00pm-3:00pm</del>	•
<del>9:00am-11:00am</del>	
<del>9:00am-11:00am</del>	
9:00am-11:00am	
9:00am-11:00am	
1:00pm-3:00pm	•
9:00am-11:00am	
	1:00pm-3:00pm 9:00am-11:00am 9:00am-11:00am 9:00am-11:00am 9:00am-11:00am 1:00pm-3:00pm

The agenda for upcoming meetings will be available on our external website on a Monday the week of the meeting. <a href="https://www.colorado.gov/pacific/hcp">https://www.colorado.gov/pacific/hcp</a>

f/hospital-engagement-meetings

Please note the offset dates and times to work around holidays AND Medical Services Board



#### **AGENDA**

#### September 2023 Hospital Stakeholder Engagement Meeting Topics

Hospital Rule Change

Provider Topics of Discussion

FY 23-24 Inpatient Hospital Base Rates Update

Potential APR-DRG Version 40 Extra Meeting

Revisiting Drug Payments in Outpatient Hospital

**EAPG Module Update** 

SFY23-24 Outpatient Hospital Base Rates

Out of State (OOS) Peer Group Averages

EAPG Base Rate Reform Background

EAPG Base Rate Reform Moving Forward

Inpatient Specialty Drug Carveout

**Opioid Antagonist Carveout** 

#### Hospital Rule Changes

- MSB 9/8 passed MSB 23-05-17-A
- 10 CCR 2505-10 8.300 rule updates effective 10/30/23
- Observation cap removal
  - Observation stays that exceed 8 hours will be reimbursed effective 10/30/23
- Email Diva Wood and Jessica Short with questions related to this rule change

#### **Provider Topics of Discussion**

- Denials relating to IUD insertion procedure and/or diagnosis code not valid for patient's age
  - > Department asking providers to work with Gainwell also please let Gainwell know to bring these issues up with the Department
- Sterilization form mismatch name
  - Name entered on form must match the name in CBMS, otherwise error will result
  - Member information that flows into interChange from CBMS, which is not entered by HCPF or Gainwell - county worker needs to update name if incorrect
- Medicaid and Criminal Justice Involved Populations

#### FY 23-24 Inpatient Base Rates

- The 30-day review period for FY 23-24 IP Base Rates ended on June 25, 2023, without any data input or calculation errors requiring re-posting of rates.
- ➤ The Department sent Transmittal CO-23-0003 to Centers for Medicare & Medicaid Services (CMS) for rate approval on August 1, 2023, with CMS' 90-day review clock expiring on 10/30/23. We will keep all hospitals up to date on when the rates are approved, and when we will be re-pricing all claims with last service date of 7/1/2023 and forward.
  - > When approved, hospitals can download the CMS approval letter and get the date when the transmittal is approved by going to the CMS website and search by the transmittal CO-23-0003.

https://www.medicaid.gov/medicaid/medicaid-state-planamendments/index.html



#### Potential Version 40 APR-DRG Meeting

- The Department is continuing to perform analysis on the fiscal impacts to hospitals resulting from the proposed update to Version 40 of APR-DRGs
- > Proposed effective date of transition: July 1, 2024
- ➤ Additional meetings may be necessary to meet deadline considerations for October and/or December 2023 meetings on this topic
- To be informed on these meetings, please sign up for <a href="Hospital">Hospital</a>
  <a href="Engagement Meeting newsletters">Engagement Meeting newsletters</a>

#### Revisiting Drug Payments in OP Hospital

- In mid to late 2021, the Department proposed re-working of drug payment methodology in outpatient hospital setting away from EAPGs
- Considerations for Average Acquisition Cost based model, which would require regular hospital surveying of drug invoices
- Perceived as administratively burdensome, and budget neutrality requirements result in shifting of existing expenditures
- Do these barriers still exist?

#### **EAPG Module Update**

- > 3M will release General Availability Version 2023.3.0 on 09/21/2023
- > To be installed within interChange the week of 09/25/2023
- > Applies quarterly CPT/HCPCS updates and annual ICD updates
- ➤ Effective October 30, 2023 payment to observations with greater than 48 units/hours
- > IP/OP Billing manual

#### SFY23-24 Outpatient Hospital Base Rates

- ➤ The Long Bill (SB23-214) authorized a 3% increase to the <u>Outpatient</u> Hospital Base Rates effective July 1, 2023
- ➤ State Plan Amendment CO 23-0020
  - > Approved on July 24, 2023
- ➤ Base rates posted to the Outpatient Hospital Payment web page
- ➤ Loaded into interChange as of August 17, 2023
  - > Rates validated same day



#### SFY23-24 Outpatient Hospital Base Rates

- > As mentioned in provider news and resources there was a small error of claims paying at old rate.
  - > Issue resolved as of August 16, 2023.
- > Reprocessing of claims began on August 18, 2023
  - > Completed as of August 28, 2023

#### **OOS Peer Group Averages**

- ➤ Noticed a calculation error of the Peer Group Averages on the September 1, 2022 rate posting
- ➤ Outpatient Hospital Payment website had the corrected rates posted as of September 5, 2023
- ➤ONLY impacts rates for Out of State hospitals

#### EAPG Base Rate Reform Background

- ➤ During EAPG implementation, the hospital base rates were created using hospital cost data from before 2015
- Since then, there has been percent changes to the base rates
- The department is proposing updating the methodology used to create these rates to:
  - > Update data behind cost profiles
  - > Allow for add-ons

#### **EAPG Base Rate Reform Moving Forward**

- ➤In the May 2023 meeting, we proposed multiple add-ons
  - > Financial Metric
    - Solvency
  - > Critical Access / Sole Community / Medicare Dependent
  - > Pediatric
  - > GME
- The Department plans on moving forward with these add-ons
- Feedback/Suggestions? Please email Tyler Samora and Andrew Abalos



#### Inpatient Specialty Drug Carveout

- The Department is pursuing a method of reimbursing drugs provided in inpatient hospital setting outside of the current APR-DRG payment structure
- Seeking to use similar criteria for eligible drugs as outpatient specialty drug carveout (see <u>Appendix Z</u> for drug listing)
- Claims submission process likely to mirror current functionality for IPP-LARC Carveout with invoices
- Proposed effective date: January 1, 2024
  - > Requires Section 8.300 Code of Colorado Regulation language addition
  - > Requires approved State Plan Amendment from CMS



#### **Opioid Antagonist Carveout**

- CMS 23-0002 (Inpatient Carveout of Opioid Antagonists) approved June 13, 2023, effective January 1, 2023
- CMS 22-0033 (Outpatient Carveout of Opioid Antagonists) approved December 15, 2022, effective July 8, 2022
- The Department has worked with Gainwell and 3M to configure system to pay Naloxone when billed in accordance with billing guidance
- Barriers to payment?

### Questions, Comments, & Solutions





#### Thank You!

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