



MaineCare Services
An Office of the
Department of Health and Human Services



MaineCare

Electronic Health Information Technology

Incentive Payment Program

Updated May 30,2012

What we will Cover Today --

Medicaid Health Information Technology (HIT) Incentive Payment Program

- **Professionals**
 - ❑ Types of Professionals that may apply for the Incentive Payment Program
 - ❑ Eligibility Requirements
 - ❑ Amount of Incentive Payments
 - ❑ How to Apply

- **Hospitals**
 - ❑ Types of Hospitals that may apply for the Incentive Payment Program
 - ❑ Eligibility Requirements
 - ❑ Amount of Incentive Payments
 - ❑ How to Apply

- **Resource Information for the HIT Incentive Payment Program**

MaineCare Program- “Eligible Professionals”

Types of Professionals that may apply	Type of practice	Encounters Needed
<ul style="list-style-type: none"> •Physicians •Dentists •Certified Nurse Midwives •Nurse Practitioners 	Not Hospital Based: At least 10% of services not performed in hospital in-patient or emergency department	30% of all encounters are Medicaid
Pediatricians	Not Hospital Based: At least 10% of services not performed in hospital in-patient or emergency department	20% Medicaid encounters
<ul style="list-style-type: none"> •FQHC/RHC* •Physicians •Dentists •Certified Nurse Midwives •Nurse Practitioners •Physician Assistants at an FQHC or RHC led by a physician assistant 	“Practice Predominantly:” At least 50% of services performed in an FQHC/RHC	30% “Needy Individuals”

*FQHC = Federally Qualified Health Center RHC = Rural Health Center

How Patient Encounter Volume is Calculated

$$\frac{\text{Total number of Medicaid patient encounters}}{\text{All patient encounters}}$$

Encounter = all services by a single provider for an individual on a single day at a single practice site; can be determined at the single professional level or the practice level

Timeframe = Encounters over a 90 day period from the previous calendar year

No. of Encounters = Two professionals see a patient the same day at the same practice site equals two encounters

Medicaid Patient = MaineCare Members and Dual-Eligible (Both Medicare and Medicaid)

FQHC/RHC Needy Individuals = Medicaid patients, Dual-Eligible (Medicare and Medicaid patients), Children's Health Insurance Program (CHIP), Charity, Free or Reduced Rates

Technology Requirements: Adopt, Implement, or Upgrade and Meaningful Use

- ❑ **Year 1:**
 - ❑ Must Adopt, Implement, or Upgrade (AIU) certified electronic health records (EHR). What that means:
 - May apply for the incentive payment for a new system or a system already in use at the practice; and
 - EHR must be on the list of certified EHRs of the Office of the National Coordinator (ONC) – healthit.hhs.gov; and
 - Will need a Receipt; Invoice; Contract; License Agreement; Purchase Order; or User Agreement.
- ❑ **Years 2-6:** Use the technology to integrate and improve quality of health care, and submit clinical and other quality measures, using a phased-in approach (“Meaningful Use”).

Payment Schedule for Eligible Professionals

- ❑ Professionals may apply with MaineCare anytime through 2016.
- ❑ Payments to Eligible Professionals are issued over a six year period.

Year	Payment Amount
1	\$21,250
2	\$8,500
3	\$8,500
4	\$8,500
5	\$8,500
6	\$8,500
TOTAL	\$63,750

Application Process

MaineCare Incentive Payment Program



Eligible Professionals

Registration done through the CMS NLR website.

Provider information sent from CMS to MaineCare. Provider will receive an acknowledgement email for their registration which will have the spreadsheet attached that must be filled out and returned to MaineCare for the application to proceed.

MaineCare will issue payments no later than 60 days after application approved by MaineCare.

Information Needed to Register with CMS (NLR) and Apply with MaineCare

- For a Professional to register, he / she will need:
 - National Provider Identifier (NPI) and
 - National Plan and Provider Enumeration System (NPPES) User ID and Password.

- For a Professional who designates a third party to register, the third party will need:
 - Identity and Access Management System (I&A) web user account (User ID/Password), which can be created at <https://nppes.cms.hhs.gov/NPPES/IASecurityCheck> or
 - Be associated to the EP's NPI or
 - Be granted permission from the provider to input the (NPPES) User ID and Password.

- For a Professional who wants to reassign his / her payment, the Professional will need to enter:
 - Payee Tax Identification Number, and
 - Payee National Provider Identifier (NPI)

HOSPITALS

MaineCare Incentive Payments–“Eligible Hospitals”

Hospital Type	% of Medicaid Encounters
Critical Access, Acute Care, or Cancer Hos.	10%
Children’s Hospitals	No threshold required

CMS Certification Number (CCN) 0001 - 0879 or 1300 – 1399

And

Average Length of Stay is 25 days or fewer

10% Encounter = discharges that are Medicaid or Dual-eligible (patient is both Medicare and Medicaid)

Information Needed to Register with CMS (NLR) and MaineCare

- To register, a Hospital will need:
 - ❑ CMS Identity and Access Management (I&A) User ID and Password.
 - ❑ CMS Certification Number (CCN).
 - ❑ National Provider Identifier (NPI).
 - ❑ Hospital Tax Identification Number.

- To Apply for the Medicaid Incentive Payment Program with OMS, a Hospital will need:
 - ❑ Medicare Cost reports for the most current Hospital FY and the previous three Hospital FYs

Hospital Incentive Amount Calculation

Step 1: Compute average annual growth rate over 3 years using Medicare cost reports

	This year	Next Year	Increase	% Increase
Fiscal Year 2008	3135	3037	-98	-3.13%
Fiscal year 2009	3037	3028	-9	-0.30%
Fiscal year 2010	3028	3098	70	<u>2.31%</u>

Average Annual Growth Rate	-0.37%
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Step 2: Compute total discharges related amount based on growth rate

2011 Discharges = 3098

Year 1	$(3098 - 1149) \times \$200$	\$389,800
Year 2	$(3087 - 1149) \times \$200$	\$387,600
Year 3	$(3075 - 1149) \times \$200$	\$385,200
Year 4	$(3064 - 1149) \times \$200$	<u>\$383,000</u>

Total 4 year discharge related amount	\$1,545,600
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Hospital Calculation Cont'd

Step 3: Compute amount for 4 years	Year 1	Year 2	Year 3	Year 4
Year 1- 4 base amount of \$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
Year 1-4 discharge related amount (step 2)	<u>\$389,800</u>	<u>\$387,600</u>	<u>\$385,200</u>	<u>\$383,000</u>
Aggregate EHR amount for 4 years	\$2,389,800	\$2,387,600	\$2,385,200	\$2,383,000
	100%	75%	50%	25%
Step 4: Apply Transition Factor	\$2,389,800	\$1,790,700	\$1,192,600	\$595,750
Step 5: Compute the overall EHR amount for 4 years	\$5,968,850			

Hospital Calculation cont'd

Step 6: Compute Number of Allowed Hospital Days

Total Medicaid Days (minus nursery days)	2436
total hospital charges	\$141,564,318
Minus other uncompensated care charges	\$4,659,236
total hospital charges - charity charges	\$136,905,082
Non-charity percentage	96.71%
Total Hospital days	5467
Non-charity total hospital days	5287

Hospital Calculation Conclusion

Step 7: Computation of Medicaid aggregate EHR incentive amount

Aggregate E HR Amount for 4 years	\$5,968,850
(Total Medicaid and HMO Medicaid days) divided by non-charity hospital days	46.07%

Medicaid Aggregate EHR Hospital Incentive Amount	\$2,750,129
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Step 8: Computation of Medicaid EHR incentive amount by year

Year one payment = 50%	\$1,375,065
Year two payment = 40%	\$1,100,052
Year three payment = 10%	\$275,013

Examples of Hospital Payments – Minimum Payments

If a hospital had less than 1,149 discharges and only 10% Medicaid, the hospital's payment would be:

	Year 1	Year 2	Year 3	Year 4	Total
Discharge Amount	0	0	0	0	0
Base	2,000,000	2,000,000	2,000,000	2,000,000	8,000,000
Medicaid %	10%	10%	10%	10%	10%
Payment Amount	\$200,000	\$200,000	\$200,000	\$200,000	\$800,000

Year 1 Payment	Year 2 Payment	Year 3 Payment
\$400,000	\$320,000	\$80,000

Contact Information and Resources

MaineCare Resources

Dawn R. Gallagher, Project Manager dawn.r.gallagher@maine.gov

Patti Chubbuck, HIT Specialist patricia.chubbuck@maine.gov

Email inquires: EhrHelpdesk.DHHS@maine.gov



MaineCare HIT Webpage

- Primary Source of Information—Includes Maine’s EHR Incentive Program plus links to CMS website
- <http://www.maine.gov/dhhs/oms/HIT/index.html>

State HIT Webpage

- Information about Statewide HIT Initiatives
- <http://www.maine.gov/hit/>

CMS EHR Incentive Program Website

- Information about the Incentive Programs, including Registration and Meaningful Use
- <http://www.cms.gov/EHRIncentivePrograms/>