



Medicare & Medicaid EHR Incentive Programs

*Puerto Rico Health & Insurance Conference
2012 “Economic Transformation in Health”*

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HITECH: How the Pieces Fit Together

Regional Extension Centers

Medicaid EHR Program 1st Year Incentive

Workforce Training

Medicare and Medicaid EHR
Incentive Programs

State Grants for
Health Information Exchange

Medicaid Administrative Funding for HIE

Standards & Certification Framework

Privacy & Security Framework

ADOPTION

MEANINGFUL USE

EXCHANGE

Improved Individual &
Population Health
Outcomes

Increased
Transparency &
Efficiency

Improved
Ability to Study &
Improve Care Delivery

Health IT Practice Research



Who is a Medicaid Eligible Provider?

ELIGIBLE PROFESSIONALS (EPs)

- Physicians
- Nurse practitioners (NPs)
- Certified Nurse Midwives (CNMs)
- Dentists
- Physician Assistants (PAs) when practicing at an FQHC/RHC that is *so led* by a PA

ELIGIBLE HOSPITALS

- Acute care hospitals (including CAHs and cancer hospitals)
- Children's hospitals



Eligibility: Patient Volume

| Entity | Minimum Medicaid patient volume threshold | Or the Medicaid EP practices predominantly in an FQHC or RHC—30% <i>needy individual</i> patient volume threshold |
|---|---|---|
| Physicians | 30% | |
| - Pediatricians | 20% | |
| Dentists | 30% | |
| CNMs | 30% | |
| PAs when practicing at an FQHC/RHC that is so led by a PA | 30% | |
| NPs | 30% | |
| Acute care hospitals | 10% | Not an option for hospitals |
| Children's hospitals | No requirement | |



Eligibility: Practices Predominantly & Needy Individuals

EP is also eligible when *practicing predominantly* in FQHC/RHC providing care to *needy individuals*

Practicing predominantly is when FQHC/RHC is the clinical location for over 50% of total encounters over a period of 6 months in the most recent calendar year

Needy individuals (specified in statute) include:

- Medicaid or CHIP enrollees;
- Patients furnished uncompensated care by the provider; or
- furnished services at either no cost or on a sliding scale.



Eligibility: Hospital-based EPs

EPs must not be *hospital-based* for participation

- Does not apply to EPs practicing predominantly in FQHC/RHC

Hospital-based is an EP who “furnishes *substantially all* of the individual’s professional services in a hospital setting...”

If 90% or more of the EP’s services are conducted in an inpatient hospital or ER:

= *hospital-based* (i.e., ineligible)



Payments: EP Adoption Timeline

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|-------|----------|----------|----------|----------|----------|----------|
| 2011 | \$21,250 | | | | | |
| 2012 | \$8,500 | \$21,250 | | | | |
| 2013 | \$8,500 | \$8,500 | \$21,250 | | | |
| 2014 | \$8,500 | \$8,500 | \$8,500 | \$21,250 | | |
| 2015 | \$8,500 | \$8,500 | \$8,500 | \$8,500 | \$21,250 | |
| 2016 | \$8,500 | \$8,500 | \$8,500 | \$8,500 | \$8,500 | \$21,250 |
| 2017 | | \$8,500 | \$8,500 | \$8,500 | \$8,500 | \$8,500 |
| 2018 | | | \$8,500 | \$8,500 | \$8,500 | \$8,500 |
| 2019 | | | | \$8,500 | \$8,500 | \$8,500 |
| 2020 | | | | | \$8,500 | \$8,500 |
| 2021 | | | | | | \$8,500 |
| TOTAL | \$63,750 | \$63,750 | \$63,750 | \$63,750 | \$63,750 | \$63,750 |



AIU & MU: Overview

Adopt, implement, upgrade (AIU)

- First participation year only
- No EHR reporting period

Meaningful use (MU)

- Successive participation years; and
- Some dually-eligible hospitals in year 1

Medicaid Providers' AIU/MU does not have to be over six consecutive years



AIU: Adopt, Implement, Upgrade

Adopted: Acquired and installed

- e.g., evidence of installation prior to incentive

Implemented: Commenced utilization of

- e.g., staff training, data entry of patient demographic information into EHR

Upgraded: Expanded

- e.g., upgraded to certified EHR technology or added new functionality to meet the definition of certified EHR technology





Source: CMS EHR Incentive Program

| Implementation Report as of November 30, 2011 | |
|---|---|
| Disbursed Incentives | 28 (AL, AK, AZ, AR, CT, FL, GA, IN, IA, KY, LA, ME, MI, MS, MO, NM, NC, OH, OK, OR, PA, SC, TN, TX, UT, WA, WV, WI) |
| Total Disbursed Incentives | \$908,955,358 |
| EPs Received Incentives | 11,140 |
| Medicaid Only Hospitals Paid | 25 |
| Dually Eligible Hospitals Paid | 777 |



Active Registrations – December 2011

| | | December-11 | YTD |
|----------|-----------------------|--------------|----------------|
| Medicare | Eligible Professional | 8,996 | 123,923 |
| | Hospital | 0 | 168 |
| | Total | 8,996 | 124,089 |

| | | | |
|----------|-----------------------|--------------|---------------|
| Medicaid | Eligible Professional | 9,614 | 49,051 |
| | Hospital | 9 | 75 |
| | Total | 8,186 | 39,503 |

| | | | |
|-------------------|---|------------|--------------|
| Medicare/Medicaid | Hospital (registered for both Medicare & Medicaid) | 200 | 2,834 |
|-------------------|---|------------|--------------|

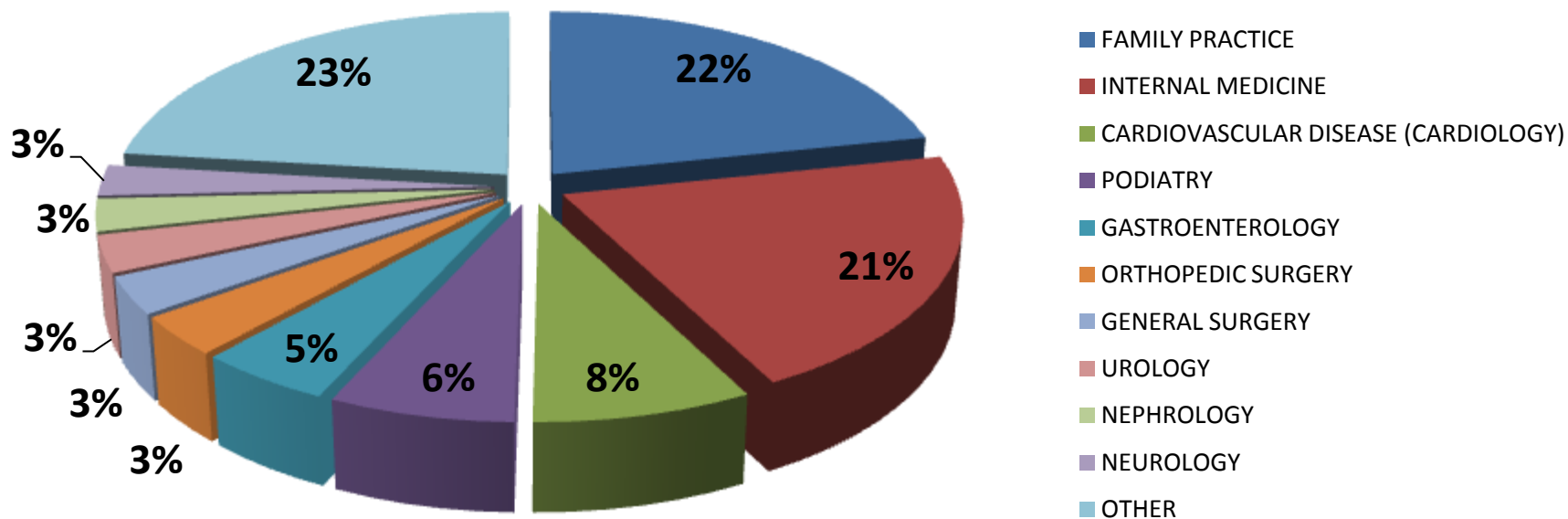
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|--------------|--|---------------|----------------|
| TOTAL | | 18,819 | 176,049 |
|--------------|--|---------------|----------------|



Medicare Incentive Payments – November 2011 Meaningful Use (MU)

| | November 2011 Providers Paid | November 2011 Payments | YTD Providers Paid | YTD Payments |
|---|---------------------------------|---------------------------|--------------------------|-----------------------|
| Eligible Professional | 4,255 | \$ 76,590,000 | 10,155 | \$ 182,790,000 |
| Medicare Only Hospital | 23 | \$ 36,413,026 | 34 | \$ 51,181,686 |
| Medicare & Medicaid Hospital (Medicare Payment) | 148 | \$ 278,455,929 | 377 | \$ 686,319,530 |
| TOTAL | 4,426 | \$ 391,458,955 | 10,566 | \$ 920,291,216 |

Medicare EPs by Specialty





Medicaid Incentive Payments – December 2011 (Both MU and AIU)

| | December 2011 Providers Paid | December 2011 Payments | YTD Providers Paid | YTD Payments |
|---|---------------------------------|---------------------------|--------------------------|-------------------------|
| Eligible Professional | 2,794 | \$ 58,373,535 | 11,270 | \$ 295,760,910 |
| Medicare & Medicaid Hospital (Medicaid Payment) + Medicaid Only Hospital | 230 | \$ 165,141,069 | 1,016 | \$ 787,466,254 |
| TOTAL | 3,024 | \$ 229,380,747 | 15,132 | \$ 1,149,476,633 |



EHR Incentive Programs – December 2011 Totals

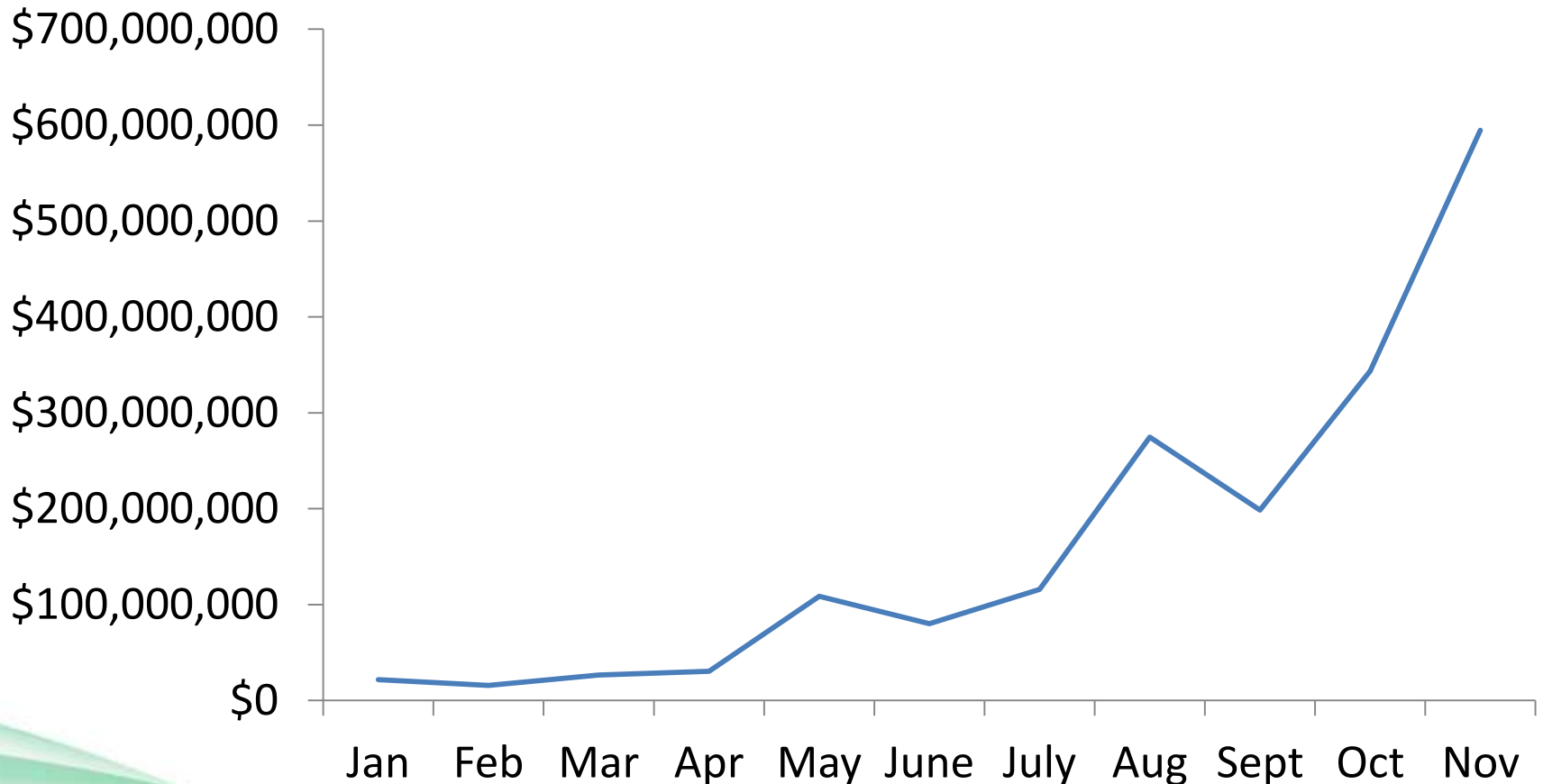
| Registrations | December-11 | YTD |
|-----------------------------|---------------|----------------|
| Medicare EPs | 8,996 | 123,921 |
| Medicaid EPs | 9,614 | 49,051 |
| Medicaid/Medicare Hospitals | 200 | 2,834 |
| Total | 18,819 | 176,049 |

| Payments | December-11 | YTD |
|---|----------------------|------------------------|
| Medicare EPs | \$95,546,870 | \$274,590,000 |
| Medicaid EPs | \$64,239,678 | \$362,010,379 |
| Medicaid/Medicare Hospitals (Medicare Payment) | \$369,136,265 | \$1,052,839,955 |
| Medicaid/Medicare Hospitals (Medicaid Payment) | \$165,141,069 | \$787,466,254 |
| Total | \$694,063,883 | \$2,533,689,145 |



EHR Incentive Programs – November 2011

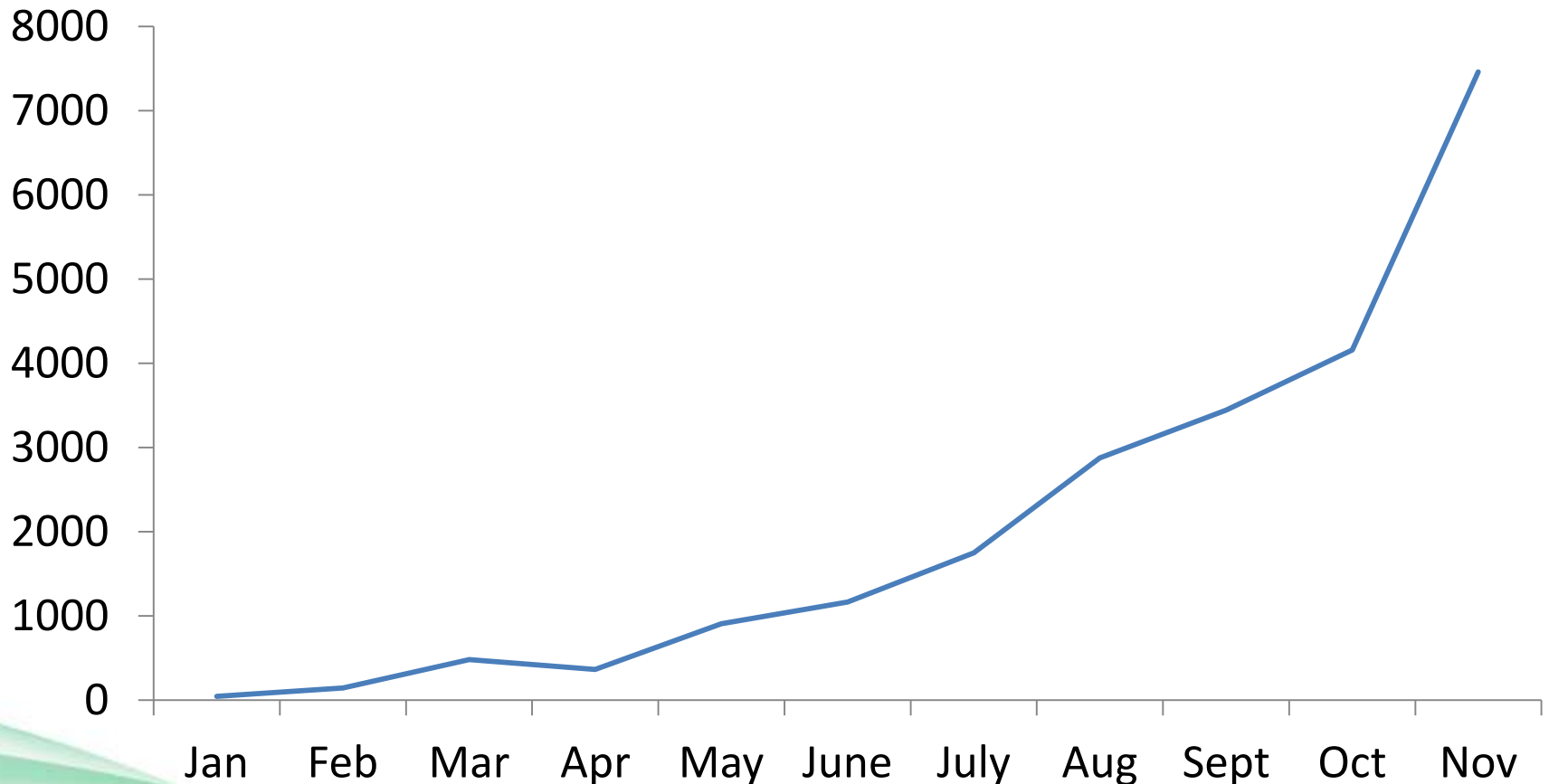
Payment Amounts by Month





EHR Incentive Programs – November 2011

Providers Paid by Month





Where does Puerto Rico stand?

- What concerns do Eligible Providers have?
- What concerns do Eligible Hospitals have?
- What makes Puerto Rico unique?
 - MMIS?
 - Lack of Medicare?
- What can CMS do to help?