

Waiver Reimbursement Rule Amendment

January 28 – Rule filed with the Texas Register/Shared with Stakeholders

February 7 – Rule is presented to HPAC

February 8 – Rule is published in the Texas Register as proposed/Comment period begins

February 14 – Rule is presented to MCAC

February 19 at 2:00 – Rule hearing

February 28 – Rule is presented to HHSC Council

March 11 – 30-day comment period ends

April 1 – Rule is sent to the Texas Register as adopted

April 20 – Rule is effective

Amendment 1: HHSC proposes to obtain from each Anchor an up-to-date breakdown of IGT commitments from all governmental entities that will be providing IGT for UC or transition payments for each hospital and physician group within the RHP that is eligible for payments.

Amendment 2: HHSC proposes to proportionately reduce all hospital and physician group practice UC payments if the sum of all UC payment amounts with IGT commitments for hospitals, physician groups, and government dental and ambulance providers exceeds the UC pool cap. Transition payments for former UPL providers will be included in any calculation of proportionate reductions. Once reductions are calculated, HHSC will not re-calculate the resulting payments if the IGT commitments upon which the reduction calculations were based are different from the actual IGT amounts.

Amendment 3: HHSC proposes to delete rule language indicating that UC payments for physician, pharmacy and clinic costs will be made prior to UC payments for Medicaid shortfall and uncompensated care (e.g., costs captured by the HSL).

Amendment 4: HHSC proposes to add rule language to indicate that IMDs may not report cost and payment data in the UC application for services provided during the data year to Medicaid-eligible and uninsured patients ages 21 through 64.

Amendment 5: HHSC proposes to add language requiring providers to be actively enrolled in Medicaid at the beginning of the demonstration year and have submitted and be eligible to receive payment for a Medicaid claim for payment during the demonstration year in order to qualify for UC during the demonstration year.

Amendment 6: HHSC proposes to add rule language indicating that DSRIP payments for DYs 2-5 cannot be paid until both HHSC and CMS review and approve achievement of plan metrics.

Amendment 7: HHSC proposes to add rule language indicating that hospitals cannot request an increase in their DSH HSL on their UC application

Amendment 8: HHSC proposes to add Category 4 reporting requirements for UC only hospitals.

UC Update

- Document Validation: every UC packet submission must include a Certification Page, UC tool submitted via e-mail, Certifications of Participation, and if necessary, an updated Indigent Care Affiliation Agreement.
- Consultant Review of Database for logical inconsistencies.
- Reported Costs Review – focus on costs that appear higher than normal given size of provider and relative to other costs reported by the same provider.
- Cost Summary Adjustments Validation - submitted documentation is reviewed to verify submitted dollar amounts; if amount cannot be verified against supporting documentation, provider is contacted to provide more detail.
- Schedule 2 Validation – verify that hospital is contracted with Texas Vendor Drug Program and pharmacy is owned and operated by the hospital.
- Total estimated allowable costs = \$4.5 billion (\$3.9 billion HSL not covered by DSH; \$500 million Schedule 1; \$140 million Schedule 2).
- DY1 UC Pool Cap = \$3.7 billion.
- Work with Anchors to gather IGT commitment data for RHP UC.
- Collect IGTs from March 27 – April 12, 2013 (tentative dates)
- DY1 UC payment – tentatively set for May 7, 2013
- Current plan is to determine DY2 Q1-2 UC payments using DY1 UC data as a proxy.
- Gather UC data at close to same time as DSH data using same tool for HSL determination.
- DY2 Q3-4 based on DY2 UC tool data.

DRAFT Payment Calendar

Payment Type	IGT Due	Payment
DY1 DSRIP (RHP 14, 17)	3/7/2013	3/28/2013
DY1 DSRIP (est. 8 RHPs)	3/22/2013	4/30/2013
DY1 UC	3/27/13-4/12/13	5/7/2013
DY1 DSRIP Clean-up (est. remaining 10 RHPs)	4/24/2013	5/15/2013
DY2 UC Q1-Q2 (proxy)	6/10/2013-6/28/2013	7/20/2013
DY2 DSRIP (1A of 2)	9/9/2013	9/30/2013
DY2 DSRIP (1B of 2)	10/21/2013	11/12/2013
DY2 UC Q3	11/22/2013-12/13/2013	1/16/2014
DY2 DSRIP (2 of 2)	1/3/2014	1/24/2014
DY2 Admin	1/20/2014	2/10/2014
DY2 UC Q4	2/26/2014-3/10/2014	3/28/2014