TEXAS HEALTH AND HUMAN SERVICES COMMISSION RATE ANALYSIS DEPARTMENT

Proposed Medicaid Payment Rates for Medical Policy Review of Diagnostic and Therapeutic Breast Procedures

Payment rates are proposed to be effective January 1, 2016

SUMMARY OF PROPOSED MEDICAID PAYMENT RATES

Effective January 1, 2016

Included in this document is information relating to the proposed Medicaid payment rates for Medical Policy Review of Diagnostic and Therapeutic Breast Procedures. The rates are proposed to be effective January 1, 2016.

Hearing

The Health and Human Services Commission (HHSC) will conduct a public hearing to receive comments regarding the proposed Medicaid rates detailed in this document on November 12, 2015, at 1:30 p.m. in the Public Hearing Room in the Brown-Heatly Building at 4900 North Lamar Boulevard, Austin, Texas 78751, with entrance through Security at the front of the building facing Lamar Boulevard. HHSC will consider concerns expressed at the hearing prior to final rate approval. This public hearing is held in compliance with the provisions of Human Resources Code §32.0282 and the Texas Administrative Code, Title 1 (1 TAC), §355.201, which require a public hearing on proposed payment rates. Should you have any questions regarding the information in this document, please contact:

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HHSC also will broadcast the public hearing; the broadcast can be accessed at http://www.hhsc.state.tx.us/news/meetings.asp. The broadcast will be archived and can be accessed on demand at the same website.

Background

HHSC is responsible for the reimbursement determination functions for the Texas Medicaid Program. Proposed rates are calculated utilizing established methodologies that conform to the Social Security Act and related federal regulations, the federally approved Texas Medicaid State Plan, all applicable state statutes and rules, and other requirements. HHSC reviews the Medicaid reimbursement rates for all acute care services every two years. These biennial reviews result in rates that are increased, decreased, or remain the same. The reviews are conducted to ensure that rates continue to be based on established rate methodologies.

<u>Methodology</u>

The specific administrative rules that govern the establishment of the fees in this proposal include these rules in 1 TAC:

- §355.8085, which addresses the reimbursement methodology for physicians and other practitioners;
- §355.8121, which addresses the reimbursement methodology for Ambulatory Surgical Centers; and
- §355.8441, which addresses the reimbursement methodology for Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) services (known in Texas as Texas Health Steps).

Proposed Rates

The methodologies used to determine the proposed fee-for-service Medicaid rates are summarized below:

- Procedure codes and descriptions used in the Texas Medicaid Program are national standard code sets as required by federal laws; Healthcare Common Procedural Coding System (HCPCS) and Current Procedural Terminology (CPT).
- Resource-based fee (RBF) methodology uses relative value units (RVUs)
 established by Medicare times a conversion factor. Current conversion factors
 include \$28.0672 for most services provided to children 20 years of age and younger
 and \$26.7305 for services provided to adults 21 years of age and older. Fees for
 services provided to children and identified as having access-to-care issues may be
 assigned a higher conversion factor, currently \$30.00.
- Access-based fees (ABFs) allow the state to reimburse for procedure codes not covered by Medicare or for which the Medicare fee is inadequate, or account for particularly difficult procedures, or encourage provider participation to ensure access to care.
- ABFs may also be established based on the Medicare fee for a service that is not priced using RVUs.
- Procedure codes and descriptions used in the Texas Medicaid Program are national standard code sets as required by federal laws; Healthcare Common Procedural Coding System (HCPCS) and Current Procedural Terminology (CPT).
- Rate determination methodologies related to ambulatory surgical centers services are addressed in §355.8121

Proposed payment rates are listed in the attachments outlined below:

Att - Diagnostic and Therapeutic Breast Procedures

This public rate hearing briefing packet presents proposed payment rates and is distributed at HHSC public rate hearings and posted by the proposed effective date on the HHSC website at http://www.hhsc.state.tx.us/rad/rate-packets.shtml. Proposed rates may or may not be adopted, depending on HHSC management decisions after

review of public comments and additional information. Provider and public notification about adoption decisions are published on the Texas Medicaid and Healthcare Partnership (TMHP) website at http://www.tmhp.com in banner messages, bulletins, notices, and updates to the Texas Medicaid fee schedules. The fees schedules are available in static files or online lookup at http://public.tmhp.com/FeeSchedules.

POLICY ATTACHMENT - DIAGNOSTIC AND THERAPEUTIC BREAST PROCEDURES (proposed to be effective Jan. 1, 2016)

							CURRENT		PROPOSED	
TOS	Procedure Code	Modif ier	Long Description **	Age Range	Non- Facility (N)/ Facility (F)	Provider Type (PT) /Provider Specialty (PS)	Current Medicaid Fee	Current Adjusted Medicaid Fee	Proposed Medicaid Fee	Proposed Adjusted Medicaid Fee
							Not a	Not a		
2	19300		**	0-20	F		Benefit	Benefit	\$332.03	\$332.03
2	19302		**	0-20	F		\$713.47	\$713.47	\$725.82	\$725.82
8	19302		**	0-20	F		Not a Benefit	Not a Benefit	\$116.13	\$116.13
2	19302		**	21-999	F		\$679.49	\$679.49	\$691.25	\$691.25
							Not a	Not a		
8	19302		**	21-999	F		Benefit	Benefit	\$110.60	\$110.60
2	19303		**	0-20	F		\$802.44	\$802.44	\$814.79	\$814.79
8	19303		**	0-20	F		Not a Benefit	Not a Benefit	\$130.37	\$130.37
2	19303		**	21-999	F		\$764.22	\$764.22	\$775.99	\$775.99
							Not a	Not a		
8	19303		**	21-999	F		Benefit	Benefit	\$124.16	\$124.16
2	19304		**	0-20	F		\$453.29	\$453.29	\$462.55	\$462.55
8	19304		**	0-20	F		Not a Benefit	Not a Benefit	\$74.01	\$74.01
2	19304		**	21-999	F		\$431.70	\$431.70	\$440.52	\$440.52
							Not a	Not a		
8	19304		**	21-999	F		Benefit	Benefit	\$70.48	\$70.48
2	19305		**	0-20	F		\$898.43	\$898.43	\$908.82	\$908.82
8	19305		**	0-20	F		Not a Benefit	Not a Benefit	\$145.41	\$145.41
2	19305		**	21-999	F		\$855.64	\$855.64	\$865.53	\$865.53
							Not a	Not a		
8	19305		**	21-999			Benefit	Benefit	\$138.48	\$138.48
2	19306		**	0-20	F		\$952.04	\$952.04	\$966.35	\$966.35
8	19306		**	0-20	F		Not a Benefit	Not a Benefit	\$154.62	\$154.62
2	19306		**	21-999	F		\$906.70	\$906.70	\$920.33	\$920.33
8	19306		**	21-999	F		Not a Benefit	Not a Benefit	\$147.25	\$147.25
2	19307		**	0-20	F		\$949.79	\$949.79	\$965.23	\$965.23
8	19307		**	0-20	F		Not a Benefit	Not a Benefit	\$154.44	\$154.44
2	19307		**	21-999	F		\$904.56	\$904.56	\$919.26	\$919.26

POLICY ATTACHMENT - DIAGNOSTIC AND THERAPEUTIC BREAST PROCEDURES (proposed to be effective Jan. 1, 2016)

							CURI	RENT	PROPOSED	
TOS	Procedure Code	Modif ier	Long Description **	Age Range	Non- Facility (N)/ Facility (F)	Provider Type (PT) /Provider Specialty (PS)	Current Medicaid Fee	Current Adjusted Medicaid Fee	Proposed Medicaid Fee	Proposed Adjusted Medicaid Fee
							Not a	Not a		
8	19307		**	21-999	F		Benefit	Benefit	\$147.08	\$147.08
							Not a	Not a		
F	19000		**	0-999	F		Benefit	Benefit	\$65.23	\$65.23
							Not a	Not a		
F	11920		**	0-999	F		Benefit	Benefit	\$86.50	\$86.50
							Not a	Not a		
F	11921		**	0-999	F		Benefit	Benefit	\$98.85	\$98.85
							Not a	Not a		
F	19300		**	0-999	F		Benefit	Benefit	\$980.72	\$872.41

*Type of Service (TOS)							
2	Surgery						
8	Assistant Surgery						
	Ambulatory Surgical Center/Hospital						
F	Ambulatory Surgical Center						

^{**} Required Notice: The five-character code included in this notice is obtained from the Current Procedural Terminology (CPT®), copyright 2015 by the American Medical Association (AMA). CPT is developed by the AMA as a listing of descriptive terms and five character identifying codes and modifiers for reporting medical services and procedures performed by physicians. The responsibility for the content of this notice is with HHSC and no endorsement by the AMA is intended or should be implied. The AMA disclaims responsibility for any consequences or liability attributable or related to any use, nonuse or interpretation of information contained in this notice. Fee schedules, relative value units, conversion factors and/or related components are not assigned by the AMA, are not part of CPT, and the AMA is not recommending their use. The AMA does not directly or indirectly practice medicine or dispense medical services. The AMA assumes no liability for data contained or not contained.