

# Understanding the 2022 Proposed MPFS,QPP and OPPS Rules

August 25, 2021

## Housekeeping

- Type questions in the Q & A box
- This webinar will be recorded
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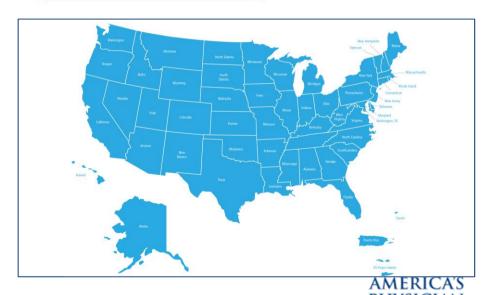


#### WHO WE ARE

- 335 physician organizations
- 170,000 physicians that serve 90 million patients
- Capitation / Delegation is the destination
- "Taking Responsibility for America's Health"



Taking Responsibility for America's Health



## America's Physician Groups (APG)

#### Our Three Pillars

#### Education

- Regional meetings
- Deep Dives
- Risk Evolution Task Force

#### Leadership

- CMS, CMMI, members of Congress
- Community leaders
- Bridging between other associations

#### Advocacy

- Representation on Capitol Hill
- Federal comment letters
- Washington Weekly Update

#### **Mission Statement**

The mission of America's Physician Groups is to assist accountable physician groups to improve the quality and value of healthcare provided to patients. America's Physician Groups represents and supports physician groups that assume responsibility for clinically integrated, comprehensive, and coordinated healthcare on behalf of our patients. Simply, we are taking responsibility for America's health.

#### **Strategic Vision**

America's Physician Groups and its member groups will continue to drive the evolution and transformation of healthcare delivery throughout the nation.



#### Valinda Rutledge

Prior to serving as Executive Vice
President of Federal Affairs for
APG, Valinda Rutledge worked as
a Senior Advisor and Group
Director for the Patient Care
Models Group within the Centers
for Medicare & Medicaid
Innovation (CMMI).

#### **Garrett Eberhardt**

Garrett is the Director of Federal Affairs at APG. He has decades of experience in policy including at NASTAD, AMGA, and on the Hill.





## Agenda



Medicare Physician Fee Schedule



QPP



**OPPS** 



Impact on Practice



#### Overview



The 1747-page
MPFS proposed
rule was released
on July 13,2021 and
comments due
September 13,
2021



APG's top-line
summary: Focus was
on Telehealth, Site
of Care Changes and
MSSP. Continues to
solicit feedback on
measuring health
equity



Final Rule should be released end of October with a January 1,2022 effective date



# Medicare Physician Fee Schedule (MPFS)

#### Payment Updates



The Conversion rate is 33.58 (down 3.75%) with specialties ranging -8% (Interventional radiology) to 2% (endocrinology) due to budget neutrality requirements. Most specialties have a minimal impact (0-2%) compared to previous years



The total impact is much larger than 3.75% when you add sequester (2%) and expiration of the 2021 3.75% CAA payment for a potential financial decrease of double digit decreases for some specialties unless Congress acts

APG Advocacy Priority



Physician Assistant (PAs) are now allowed to bill separate from the employer which was effective with the Consolidated Appropriations Act of 2021. This allows PAs to bill Medicare separately and incorporate as group but still must be under supervision of physician.



#### Split Visit Changes



Defined split visits as E/M visits in a facility by physician and NPP (Non-Physician Practitioners) in same group. Does not apply in non facility areas



Whichever **provider** has the most time would bill with documentation in medical record of both providers.
Must use time rather than MDM



Can be billed in

- a) New/established patients
- b) Initial and follow ups (prolonged services also)
- c) Critical Care

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#### Mental Telehealth Services Policies



Geographic and site of service originating site restrictions were removed for Mental telehealth visits in the Consolidated Appropriations Act of 2021



CMS seeks
comments:
a)physician or
NPP must have
had an in person
visit within 6
months

b) in-person must be same provider or in same group



Audio only services will be allowed for mental health services that have home as originating site. **Providers** must have capability to do audio/video but beneficiary doesn't want it



#### Telehealth Changes



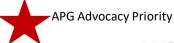
Category 1 and 2 telehealth services are permanent but **Category 3** (who are temporary until more data can be obtained) will be extended until YE **2023** 



cMS added 135 services Category 3 telehealth codes in 2021 and has continued them through 2023. However, no new Category 1 or 2.



Permanent Telehealth expansion continues to be **uncertain** and requires Congressional action





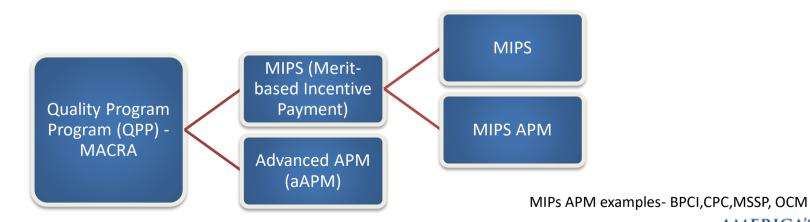
# Temporary Telehealth Additions Category 3

Service	Related Code(s)
Domiciliary, Rest Home, or Custodial Care services, Established patients	CPT codes 99336-99337
Home Visits, Established Patient	CPT codes 99349-99350
Emergency Department Visits, Levels 1-3	CPT codes 99281-99283
Nursing facilities discharge day management	CPT codes 99315-99316
Psychological and Neuropsychological Testing	CPT codes 96130- 96133

# Quality Payment Program(QPP)

#### **MACRA Overview**

- Medicare Access and CHIP Reauthorization Act of 2015 (MACRA) ended the Sustainable Growth Rate (SGR) formula for clinician payment and established the Quality Payment Program (QPP).
- 2022 is Year 6 of QPP Year 1 (3 points), Year 2 (15 points), Year 3 (30 points), Year 4 (45 points), Year 5 (60 in 2021), Year 6-75
- Performance Year is 2 years from Payment year- 2022 Performance Year is 2024 Payment Year.
- In 2022 performance period, exceptional performance moves to 89



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#### QPP Year 5 Thresholds







MIPS performance threshold increased to **75** from 60 points Exceptional performance increases to **89 points** to receive bonus (estimated 42.4% of clinicians will receive)

Estimated number of negative adjustments predicted to be **8.3** % of clinicians



#### Timeline of Financial Impact





\* 2022 is last year for CMS will have an additional 500 million per year for high performer distribution (above 89 points) in MIPS



#### QPP Year 6 (2022) Overview



Sixth year of program 9% bonus/penalty pool



Low volume
Exemptions remain
unchanged
<90,000 in services

<200 Medicare Part B

< 200 Covered services



Added Clinical Social Workers and Certified Nurse Midwifes



Number of clinicians
estimated to participate
in MIPS Increased to
931,050 with 8.3 %
expected to receive
penalties and 42.4%
expected to receive
exceptional payment
adjustment
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#### 2020 MIPS Category and Weights



Quality category decreases to **30%** 



Cost category increases to **30%** 



Performance Improvement Activities **remains** at





Interoperability remains at 25%



#### **Quality Category**



Extend the CMS Web Interface for 2022



Maintain Complex Patient
Bonus points but can't exceed
10 for 2022. Maintain 70% data
completeness for 2022 but
increase to 80% for 2023



Use performance
period (not historical)
to score quality
measures for 2022
performance period. Or
may use 2019

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### **Cost Category**



Weight Increased to 30%



**Continue** MSPB and Total Per Capita Cost (TPCC) methodology.



**18 total Episode-based cost** measures if clinician meets minimum data set numbers



## MIPS Value Pathways (MVPs)



Move away from **siloed activities** by using sets and will allow reporting by Single Specialty groups in 2023 and 2024. Multispecialty groups will be required in 2025



#### **7 MVPs** developed:

- 1.Rheumatology
- 2.Stroke
- 3.Heart Disease
- 4.Chronic Disease management
- 5.Emergency medicine,
- 6. Lower extremity joint
- 7. Anesthesia



Will Begin gradually in 2023 performance year and published through rulemaking



Will include
measures that are at
least 1 outcome and
1 high priority
measure



# Medicare Shared Savings

### **MSSP Proposed Changes**







ACO can report on either CMS web interface 10 measures or 3 MIPs CQMs (APPs) in 2022. The APP is all-payor.

ACO required to use CAHPS for MIPs survey

ACOs in Performance Year 2023 that does CMS Web interface needs to add at least 1 of the 3 MIPs CQM. In 2024, ACOs will need to report on 3 MIPs CQM

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Quality 001	Diabetes: Hemoglobin A1c	Reported	
Quality 134	Depression Preventive and Screening	Reported	ACOs APP
Quality 236	Controlling high pressure	Reported	Quality
All Cause Unplanned Readmission	Readmission	Claims	Measures
All Cause Unplanned Admission for Multiple Chronic Conditions	MCC Hospital Admission	Claims	ivieasures
CAHPS for MIPS	Patient's experience	Survey	AMERICA'S PHYSICIAN GROUPS =

#### New ACO Quality Program



- Applying APP (Alternative payment model performance pathway) to MSSP instead of Web Interface in Performance Year 2024
- APP will be used for both ACO and MIPs APM participants to align programs by 2024
- Reduce reporting burden (3) but All-payor has challenges. ACOs must eliminate duplication of patients in submission.
- ACOs using Web interface will need higher than 30% of performance benchmark across all category scores in 2022 and 2023. ACOs using APPs will need only one of measure to be in 30%. In 2024, will need 40% across all categories. If achieved, full savings will be earned
- Soliciting comments regarding quality reporting by TINs in ACO and CMS calculate ACO score. CMS is interested in how specialists should be scored.



# Advanced APMs of Quality Payment Program(QPP)

# How to Qualify for the 5% Bonus in Advanced APM



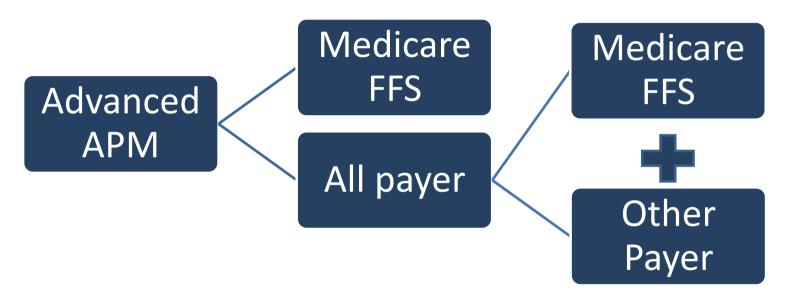
**First** participate in Advanced Alternative Payments Models (APMs)



**Then** meet Threshold of Participation in either patient counts or revenue in performance period.



#### 2021 All Payer Advanced APM Tracks



CMS will first determine if minimal threshold is met at Medicare FFS level. If minimal Medicare FFS level is not met, then CMS will determine if participation in Other Payer completes threshold.



#### **Patient Count Threshold**

Payment Year	2020	2021		2022 (2020 Performance Yr)		2023		2024 and later	
QP Payment Threshold	20%	35%	20%	35%	20%	35%	20%	35%	20%
	Medicare	Total	Medicare*	Total	Medicare*	Total	Medicare*	Total	Medicare*



<sup>\*</sup> Minimal Needed From Medicare FFS

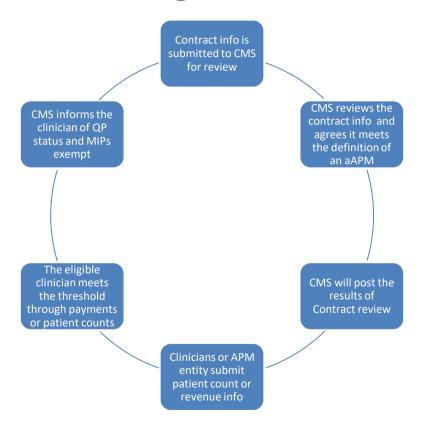
#### Payment Amount Threshold

Payment Year	2020	20	)21	2022 (2020 Performance Yr)		2	023	2024 later	
QP Payment Threshold	25%	50%	25%	50%	25%	50%	25%	50%	25%
	Medicare	Total	Medicare*	Total	Medicare*	Total	Medicare*	Total	Medicare*

<sup>\*</sup> Minimal Needed From Medicare FFS



#### High Level "Other Payer" Process





January 1-August 31 is performance period



3 snapshots can be submitted but only needs to qualify once

January 1-March 31

January 1- June 30

January 1-August 31



# Medicare OPPS Proposed Rule

#### Medicare OPPS



CMS has 1,740 codes (mainly procedures on inpatient only List (IPO). Last year, CMS eliminated the IPO list with a 3-year transition with 298 moving off the IPO list in 2021 and 267 moving to ASC



This year, CMS reversed the decision and moved back the 298 procedures to IPO and 258 (out of the 267) ASC procedures to previous sites. Concerned about "Typical Medicare Beneficiary". Will return to previous criteria in decision making



Price Transparency penalties are proposed to be based on number of beds with a maximum 2 million per hospital



#### Top 5 Takeaways for Practices



Congress will probably act to avoid decreasing reimbursement to physicians



CMS focused on Bene protections in site of care changes but it is unclear about speed on moving to lower cost of service sites like ASC or HOPD



The maintaining of Category 3 telehealth represents CMS commitment to add telehealth services



CMS
commitment to
movement to
value based
models with
MSSP changes
and listening to
stakeholders



RFI in all rules for measurement and collection of Health Equity (race, ethnic, SDOH) indicates commitment to reduce Health

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**HOPD- Hospital outpatient department** 

# GarrettWhat is Your Overall Impression?

# Impact

- CMS recognizes growing importance of telehealth
- But is limited statutorily from making sweeping changes and slow to change



# ValindaWhat is Your Overall Impression?

# Impact

- Reducing Health Disparity and providing Health Equity is a major priority
- Concerned about stabilizing MSSPs
- Balancing movement to lower site of care settings with beneficiary protections



### Questions?

- Valinda Rutledge | <u>VRutledge@apg.org</u>
- Garrett Eberhardt | GEberhardt@apg.org



# CONFERENCE 21

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EMERGING FROM THE PANDEMIC: THE PATH FORWARD

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