Regulatory Considerations for a Post-PHE World

June 23rd, 2022 2:00 pm EST



Agenda

- Covid Public Health Emergency Recap
- Liability Immunity
- Medicare/Medicaid Waivers and Reimbursement
- Telehealth
- Regulatory Triggers
 - Appropriate Use Criteria (AUC) Mandate
 - Quality Payment Program Flexibilities
- Submitted Questions



Disclaimer:

The content presented within this webinar <u>is not</u> an exhaustive list of <u>all</u> regulatory items reliant on the declaration of the public health emergency. Please consult national/state guidance for the most up-to-date policies.



COVID PHE Recap



COVID PHE Recap

 Federal Public Health Emergency (PHE) due to COVID – 19

- First issued January 31st, 2020
 - Renewed in 90-day increments
 - Currently set to expire July 16th, 2022
- CMS/HHS have promised 60-day notice ahead of letting PHE expire
 - Anticipated that PHE will be renewed at least once more this year



COVID PHE Recap

During a declared PHE the federal government has the ability to waive or modify requirements over a range of areas to support patients, providers, and healthcare systems. *Examples:*

- Patient-focused flexibilities cost-sharing/coverage related policies
- Provider-focused flexibilities scope of practice, licensure/enrollment requirements, compliance enforcement waivers, reimbursement increases



Liability Immunity: PREP ACT



PREP ACT

- March 2020 HHS Secretary issued PREP Act declaration to related to COVID-19, providing immunity protections for:
 - Licensed health professionals authorized to administer covered medical countermeasures under the law of the state where the countermeasure is administered, and
 - Other individuals identified in the declaration by the Secretary of Health and Human Services (HHS) to prescribe, dispense, or administer covered countermeasures, including the COVID-19 vaccine

Declaration ends October 1st, 2024



PREP ACT

Amendments to Declaration (ending October 1st, 2024):

- Pharmacists and pharmacy interns to administer COVID-19
 vaccines (and other immunizations) to children between the ages
 of 3 and 18, pre-empting any state law that had age limits
- Healthcare providers licensed in one state to vaccinate against COVID-19 in any state
- Physicians, registered nurses, and practical nurses whose licenses expired within the past five years to administer COVID-19 vaccines in any state



Medicare/Medicaid Waivers and Reimbursement



Medicare/Medicaid Waivers

CMS has utilized their authority granted under Section 1135 of the Social Security Act to provide federal 'blanket waivers' within the following categories:

- Conditions of participation or other certification requirements
- Program participation and similar requirements
- Preapproval requirements
- Requirements that physicians and other health care professionals be licensed in the State in which they are providing services, so long as they have equivalent licensing in another State
 - (this waiver is for purposes of Medicare, Medicaid, and CHIP reimbursement only – state law governs whether a non-Federal provider is authorized to provide services in the state without state licensure)

ADVOCATE

REVENUE CYCLE MANAGEMENT

Medicare/Medicaid Waivers

Continued:

- Emergency Medical Treatment and Labor Act (EMTALA)
- Sanctions under the physician self-referral law (also known as the "Stark Law")
- Performance deadlines and timetables may be adjusted (but not waived)
- Limitations on payment for health care items and services furnished to Medicare Advantage enrollees by non-network providers



Medicare/Medicaid Waivers

Active CMS Waivers (Updated 6/16/2022) Available Here:

https://www.cms.gov/files/document/covid-19-emergency-declaration-waivers.pdf

Waivers may be active until:

- End of the emergency period
- 60 days after the waiver or modification was first published
- At the end of the year the PHE expires
- Duration is specific to the waiver itself
- CMS opted to terminate some waivers already
- Recommend reviewing any waivers currently being used to create transition plan if needed



Medicare/Medicaid Reimbursement

- 20% increase DRG weighting for COVID positive inpatients
 - In place since September 1st, 2020 reimbursement increase given to reflect costs/resources for caring for COVID patients
- 99072 CPT Used to report additional expenses related to supplies and staff time for non-facility settings
 - Reportable once per in-person patient encounter during an active PHE
- Telehealth
 - Payment parity for in-person visits, audio-only reimbursement
- Medicare Sequestration
 - Cut deferred during PHE (-1%) restarted April 1st
 - Full (-2%) starting July 1st



Medicare/Medicaid Reimbursement

- Additional cuts initially planned or unintentionally triggered loom in 2023...
 - Temporary bumps to Medicare Fee Schedule conversion factor anticipated to end
 - Congress intervened to add more money towards yearly budget which lessened impact of reduced conversion factor
 - +3% for 2022 next conversion factor will be at lowered by this at least

-4% PAYGO Cut

- American Rescue Plan of 2021 triggered statutory PAYGO budget control measure
- "Protecting Medicare and American Farmers from Sequester Cuts Act" delayed cut to 2023
- Requires congressional action to waive PAYGO





- Social distancing and strain on healthcare systems created huge need to pivot to telehealth
 - Prior to start of PHE, Medicare very restrictive of telehealth services/requirements
- Medicare (CMS) is limited in terms of permanent expansion of telehealth
 - Congressional intervention required to alter provisions that result in most restrictions
 - Waivers have been propping up telehealth for past two years
 - CMS did take steps to permanently expand behavioral health services via telehealth and change their ability to manage telehealth list in 2022 rule



Major Changes Post-PHE Declaration:

- Medicare beneficiaries in any geographic area can receive telehealth services
- Beneficiaries can remain in their homes for telehealth visits reimbursed by Medicare, rather than needing to travel to a health care facility
- Telehealth visits can be delivered via smartphone in lieu of equipment with both audio and video capability
 - Waiver of HIPAA to expand telehealth platforms/technology
- Expanded list of Medicare-covered services which can be provided via telehealth



Consolidated Appropriations Act of 2022 preserves the following telehealth flexibilities for <u>151 days</u> after the official end of the PHE.

- The originating site of care will continue to include any site at which the patient is located, including the patient's home;
- Occupational therapists, physical therapists, speech-language pathologists and audiologists able to continue conducting services via telehealth
- Federally qualified health centers and rural health clinics can furnish telehealth services;
- Delay of the 6-month in-person requirement for mental health services furnished through telehealth until 152 days after the emergency.
- Extending coverage and payment for audio-only telehealth services;
- Extending the ability to use telehealth services to meet the face-to-face recertification requirement for hospice care



Other Regulatory Triggers



Regulatory Triggers - AUC

Appropriate Use Criteria (AUC) Mandate Recap:

- PAMA legislation created law to require ordering providers to consult CDSM tool when ordering advanced imaging for Medicare beneficiaries in outpatient settings
 - MRIs, PET/CT, Nuclear Medicine
- Furnishing providers must report outcome of consultation on applicable claims in form of Modifiers and G-Codes
- Claims that lack required documentation will be denied once penalty phase begins



Regulatory Triggers - AUC

Appropriate Use Criteria (AUC) Penalty Phase now depends on PHE

- Penalty phase delayed until January 1st, 2023 OR the first year following the end of the PHE (whichever the latter)
- CMS cited industry unreadiness combined with impact of pandemic as reason for extended testing year(s)
 - ~10% of 2020 claims were considered compliant for reimbursement
- Reminder PAMA is law and would take congressional action to remove entirely



Regulatory Triggers - QPP

Quality Payment Program (QPP) offered various flexibilities for participants:

- Merit-Based Incentive Payment Program (MIPS) Track
 - 2019 Automatic EUC policy applied to individuals
 - 2020/2021 EUC Hardship applications for COVID opened for applications, automatic EUC applied to individuals, COST category reweighted
 - 2022 COVID EUC Hardship applications opened again
 - Complex PT bonus expanded 2020 PY
- Advanced APM (AAPM) Track
 - Qualifying participant thresholds frozen until after 2023



Regulatory Triggers - QPP

Although QPP offered flexibility, the MIPs program continued to mature in scope and difficulty...

2022 PY Reminders:

- Penalty Threshold: 75 points
- Exceptional Performer Threshold: 89 points
- Maximum Payment Adjustment: +/- 9%
- Fewer ways to earn points towards Quality score
 - Topped out/capped measures
 - High priority/EHR Bonus Points Removed
- Risk of penalty is VERY REAL



Summary



Summary

- COVID-19 PHE expected to be renewed once more
 - If renewed, PHE would last until mid-October
- Keep eye out for 60-day notice from CMS/HHS
 - This would happen in August
- Plan for items triggered by the end of PHE
 - MIPs, AUC, Reimbursement Cuts...etc
- If using CMS waivers/telehealth, important to plan for transitioning off



Submitted Questions



Thanks!

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