

QIPP Year 1 in Review – Now What?

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Topics

- History
- Transition to QIPP
- QIPP Year 1
- QIPP Year 2
- QIPP Year 3 Crystal Ball

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History

- **First the History**
 - Oct 2013 - Regular nursing home UPL program
 - March 2015 – Changed to MPAP
 - Senate Bill 7 signed in 2013
 - Sept 2016 – MPAP ended (no program for a year)
 - Rider 97 to the 2015 appropriations bill
 - Sept 2017 – QIPP began

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History (continued)

- **No direct State funding**
 - IGT
 - Non-State Government Owned

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Transition to QIPP

QIPP - Initially Proposed

- CMS said no to initial QIPP
 - No IGT responsibility agreements
 - No pay to play
 - Can't return IGT for unmet projects

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Transition to QIPP (continued)

New QIPP Year 1

- CMS approval on April 12, 2017 (program began Sept 1, 2017)
- Allowed both public and private participation
- Private participation based on Medicaid occupancy of about 78%
- Public (NSGO) participants will pay all of IGT to obtain federal funds for everyone

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QIPP

- So What is QIPP
 - This has really turned into a pay for performance program

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QIPP Year 1

- There were about 514 participating facilities in QIPP Y1
 - 84 Private
 - 430 NSGO
- Significant decrease in funding for program
- Must "earn" majority of payment based on QM improvement

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QIPP Year 1 (continued)

- NSGOs to earn “user” fee of IGT plus 10%
 - Paid monthly (Component 1)
- Remaining funds to be earned by everyone by showing quarterly improvement in 4 QM scores (Components 2 & 3)
- Overall participants experience decrease by approximately 60-70% compared to MPAP
 - IGT also decreased

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QIPP Year 1 (continued)

- Timing of IGT
 - IGT – NSGOs must make advance payment by May/November
 - Pay in advance to set capitation rates
 - First IGT covers 6 months of program
 - State computes estimated IGT needed and adds 10%

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Quality Payments

- How does payment for 4 QMs work
 - Paid quarterly based upon improvement over “baseline”
 - 35% payment with quarterly improvement of 1.7 to 4.99% (Component 2)
 - 65% payment with quarterly improvement of at least 5% (Component 3)
 - 100% payment if achieve equal to or better than national average (benchmark)

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Quality Payments (continued)

- How does payment for 4 QMs work
 - Each QM is measured independently
 - If you are an “average” participant you would be paid as if you met all 4 QM goals
 - All QM dollars will be paid out
 - Compliance with Component 1 – 100%
 - Compliance with Components 2 & 3 – 80%

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QIPP Year 2

- HHSC proposed major changes in April 2018
 - Decrease Private participation threshold to mean plus $\frac{1}{4}$ standard deviation (62.8%)
 - Increase all funds from \$400M to \$625M
 - Proposed rule change published May 4th

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QIPP Year 2 (continued)

- What's the Problem?
 - HHSC had good intentions
 - Allow more private facilities to participate (more than 570)
 - Who will pay for all of this?
 - Remember State doesn't fund anything for the program

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QIPP Year 2 (continued)

- What's the Problem – cont'd?
 - NSGO IGT would increase 4X
 - Private facilities pay nothing and earn substantially more than NSGO
- Imagine - you put money in bank
 - Bank took your interest and gave most of it to someone else

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QIPP Year 2 (continued)

- What's the Problem – cont'd?
 - NSGOs were asked to IGT before the rule was final
 - Would they lose some facilities
 - Would all NSGOs IGT in full
 - How many facilities are really going to participate

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Final QIPP 2 Decisions

- Friday May 18, 2018
 - HHSC decided to basically keep the program the same as year 1
 - Medicaid mix at 76.7%
 - Total program funds to \$446 M
 - 466 NSGO and 95 Private

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QIPP Year 3 (Crystal Ball)

- Reduce IGT reserve from 10% to 8%
- Private Eligibility from about 78% to 65%
 - This will allow over 300 Privates to qualify
- Move from 3 components to 4
 - Component 1 and 4 only available to NSGO
 - Components 2 and 3 available to all participants

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QIPP Year 3 (Crystal Ball) continued

- Component 1 – Monthly QAPI with strings
 - Meeting minutes
 - Attendance sign-in sheets
 - Documents related to policies and procedures
 - Records related to analysis and action
 - Show owner/operator involvement
 - Remains at IGT plus 10%

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QIPP Year 3 (Crystal Ball) continued

- Component 2 – Monthly Staffing & Workforce Development 3 Equally Weighted Metrics
 - 12 hours of RN coverage per day
 - 16 hours of RN coverage per day
 - Recruitment and retention plan
 - Submission of data related to terminations and vacancies

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QIPP Year 3 (Crystal Ball) continued

- Component 3 – Quarterly - Three QMs vs. 4 in Y1 and Y2
 - 3 Equally Weighted Metrics
 - Antipsychotic meds
 - Pressure ulcers
 - Ability to move independently worsened (new)
 - Must show 5% improvement or be better than national average

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QIPP Year 3 (Crystal Ball) continued

- Component 4 – Quarterly - Infection Control Program
 - 3 Equally Weighted Metrics
 - Pneumococcal Vaccine
 - Urinary Tract Infection
 - Infection Control & Antibiotic Stewardship Program

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QIPP Summary (Estimated Averages)

- Numbers below are estimated averages and actual results by facility will vary

	QIPP Y1	QIPP Y2	QIPP Y3 (projected)
NSGO Participants	430	466	466
Private Participants	84	95	310 eligible
Total Funds	\$400 M	\$446 M	\$450 M
IGT Dollars	\$172 M	\$187 M	\$182 M
MCO Dollars	\$28 M	\$31 M	\$31 M
NSGO benefit	\$9.25 PPD	\$10.90 PPD	\$10.00 PPD
Management fee	\$9.25 PPD	\$10.90 PPD	\$10.00 PPD
Private benefit	\$18.50 PPD	\$19.60 PPD	\$9.50 PPD

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Questions?

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