



Minutes

Nursing Facility Provider Fee Advisory Board
225 E. 16th Ave. Conference Room 6B
Denver, CO 80203

Thursday, July 18, 2013, 1:00 p.m. – 3:00 p.m.

The mission of the Department of Health Care Policy and Financing is to improve access to cost-effective, quality health care services for Coloradans.

Approximate Time	Topic	Lead
1:00 – 1:05	<input type="checkbox"/> Welcome, Introductions, and Approval of Minutes	<i>Matt Haynes, HCPF</i>
1:05 – 1:30	<input type="checkbox"/> FY 2012-13 PFAB Year in Review <ul style="list-style-type: none">○ Summary of Meetings and Discussion	<i>Matt Haynes, HCPF</i>
1:30 – 2:10	<input type="checkbox"/> Fiscal Year 2013-14 <ul style="list-style-type: none">○ Aggregate Summary○ Days Reconsideration○ Settlements○ Cost Analysis Cont'd.	<i>Matt Haynes, HCPF</i>
2:10 – 2:45	<input type="checkbox"/> PFAB Goals for FY 2013-14	
2:45 – 2:55	<input type="checkbox"/> Public Comment/Open Discussion <ul style="list-style-type: none">○ Next Meetings	
3:00	<input type="checkbox"/> Adjournment	

Reasonable accommodations will be provided upon request for persons with disabilities. Please notify *Matt Haynes* (303.866.6305 or Matt.Haynes@state.co.us) at least 3 days prior to the scheduled meeting if you need special accommodations in order to participate.

Presentations:

Matt Haynes provided a review of the FY 2012-13 Provider Fee Advisory Board (PFAB) Meetings.

- Removed Days Reconsideration process beginning next year, for all facilities, except for new facilities, facilities that will close during the rate year, and facilities that had a change of certification or licensure. This will allow for the Provider Fee Model to be finalized earlier in the rate year (for this year any reduction in fees will be offset by the Cash Fund).
- Navigated issues with the Fair Rental Value (FRV) appeals.
- Worked to deliver rate letters earlier in the rate year. For this year, the letters were sent in July, and the Board appreciated the Department's efforts.
- Please see attached "Recap of Monthly Provider Fee Advisory Board Meetings" for details of each PFAB meeting from the past year.

Matt Haynes reviewed the FY 2013-14 Provider Fee Model

- Supplemental payments increased from \$83.8M to \$88.1 due to the inflation on the rate per day, the fact that last year's model was used in part to replenish the Cash Fund, and that the Days Reconsideration process from last year reduced the total fees paid. The overall number of non-Medicare days across the state remained relatively constant.
- There was a \$2M decrease in the acuity adjustment supplemental payment.
- There was a slight decrease in the pay-for-performance (P4P) dollars due to 11 facilities not fulfilling one of the prerequisites (resident survey).
- CPS and Pre-Admission Screening and Resident Review (PASSR) went down slightly, but PASSR Facility payments increased due to the addition of three facilities receiving the payment.
- While the Calculated Growth over the General Fund Cap went down, there was a significant increase in the Calculated Rate True-up, so even though the percentage paid remained relatively constant, the total supplemental payments increased \$5.5M.
- The State Plan Amendment (SPA) will be submitted in the next few weeks, but the Department received permission to load the rates, after rates cuts, into MMIS.
- Please contact the Department (Randie Wilson or Matt) for information on the calculation of unaudited rates, as rate letters will only be sent on an as requested basis this year.

Board Members and Matt Haynes discussed PFAB Goals for FY 2013-14

- Define what the Board can and cannot do, as reimbursement will drive behavior.
- Review sustainability of the Nursing Facility Provider Fee, and make necessary changes before it becomes unsustainable.
- Consider how to build quality improvement into the Provider Fee Model; consider bringing in participants from the P4P meetings.
- Continue discussion on cost analysis now that the model is established.
- Discuss how to handle errors in "as-filed" cost reports that result in overstated interim rates. One possibility would be to include more training on the cost report process.

Board Recommendations:

- There were no additional board recommendations made.

The meeting was adjourned at 2:50 pm.

The next meeting will be scheduled for September.