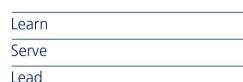


FY 2016 Inpatient PPS Proposed Rule – Quality Issues

May 21, 2015

AAMC Staff:

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Agenda

- Summary of key quality and payment IPPS provisions
- Cross-cutting Issues
- Inpatient Quality Reporting (IQR)
- Value-based Purchasing (VBP)
- Hospital-Acquired Conditions (HAC)
- Hospital Readmissions Reduction Program (HRRP)
- Measure by Measure Summary



Payment Topics for Today's Teleconference

| Topic | FR Pages (April 30, 2015) |
|--|---------------------------|
| Hospital Acquired Conditions Program | 24509-24514 |
| Hospital Readmissions Reduction Program | 24488-24498 |
| Inpatient Quality Reporting Program | 24555-24588 |
| Value Based Purchasing Program | 24498-24509 |

For more complete information about IPPS proposal, see slides for AAMC 5/12 webinar at https://www.aamc.org/hospitalpaymentandquality



Overview of IPPS

In *Federal Register* on April 30 – available at http://www.gpo.gov/fdsys/pkg/FR-2015-04-30/pdf/2015-09245.pdf

Comments due <u>June 16, 2015</u>

AAMC Resources

Individual Institution Reports

- AAMC Hospital Medicare Inpatient Impact Report (<u>mbaker@aamc.org</u>)
- AAMC Hospital Compare Benchmark Report (<u>swetzel@aamc.org</u>)
- AAMC Report on Medicare Inpatient Quality Programs (In development)

General Resources

- AAMC IPPS & OPPS Regulatory Page Contains previous IPPS webinars and comment letters (www.AAMC.org/hospitalpaymentandquality)
- AAMC Quality Spreadsheet
 (https://www.aamc.org/download/412838/data/aamcqualitymeasuresspreadsheet.xlsx)

FY 2016 IPPS Proposed Rule Key Takeaways (Payment Issues)

- 1.1% hospital payment update (overall impact on all hospitals is 0.3%, and impact on major teaching hospitals is also 0.3%)
- Documentation and Coding: -0.8% reduction for ATRA Recoupment Updated occupational mix adjustment using new data
- NO GME changes
- Two-Midnight rule and payment for short inpatient hospital stays, long observation stays, and the -0.2% IPPS payment adjustment will be addressed during OPPS rulemaking
- UC DSH: To continue to implement ACA DSH cuts, CMS proposes a \$1.28 billion decrease in total UC DSH payments (16.7% reduction)
- Bundled Payments for Care Improvement Initiative: For planning, CMS seeks comments on potential future expansion of BPCI

FY 2016 IPPS Proposed Rule Key Takeaways (Quality)

Inpatient Quality Reporting Program

- Mandatory electronic measure reporting for core measures
- Seven new claims measures added (episodes of payment, excessive days in acute care, patient safety culture survey)
- Expansion in denominator for pneumonia readmissions and mortality measures
- CMS requests feedback on EHR derived clinical data

Readmissions Reduction Program

- Expansion in denominator for pneumonia readmissions measure starting FY 2017 (also proposed for IQR in FY 2017)
- No proposals related to SES
- Proposed extraordinary circumstance waiver



FY 2016 IPPS Proposed Rule Key Takeaways (Quality), continued

Hospital Acquired Condition Reduction Program

- No new measures proposed
- Proposed Increase in weighting for Domain 2 (CDC NHSN) to 85 percent starting FY 2017
- Medical/Surgical ward CLABSI and CAUTI data inclusion and "new standard population data" starting FY 2018
- Proposed extraordinary circumstance waiver

Value Based Purchasing Program

- Addition of one new measure in FY 2018 and one new measure in FY 2021
- Removal of two measures in FY 2018
- Removal of Clinical Care Process measure domain
- Medical/Surgical ward CLABSI and CAUTI data inclusion and "new standard population data" starting FY 2019
- No discussion of ICD-10 transition



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Quality Summary- FY 2016

5.75% at risk in FY 2016 for performance

Hospital Compare

Light Street Street

VBP

1.75% of base DRG (goes up to 2% in FY2017)

- Rewards for good performance/penalties for poor performance
- Credit for improvement
- Readmission measures cannot be in VBP; HAC measures eligible for VBP

Readmissions

3.0% of base DRG

- Penalties for excess readmissions
- No credit for improvement
- Up to 3% of base DRG at risk

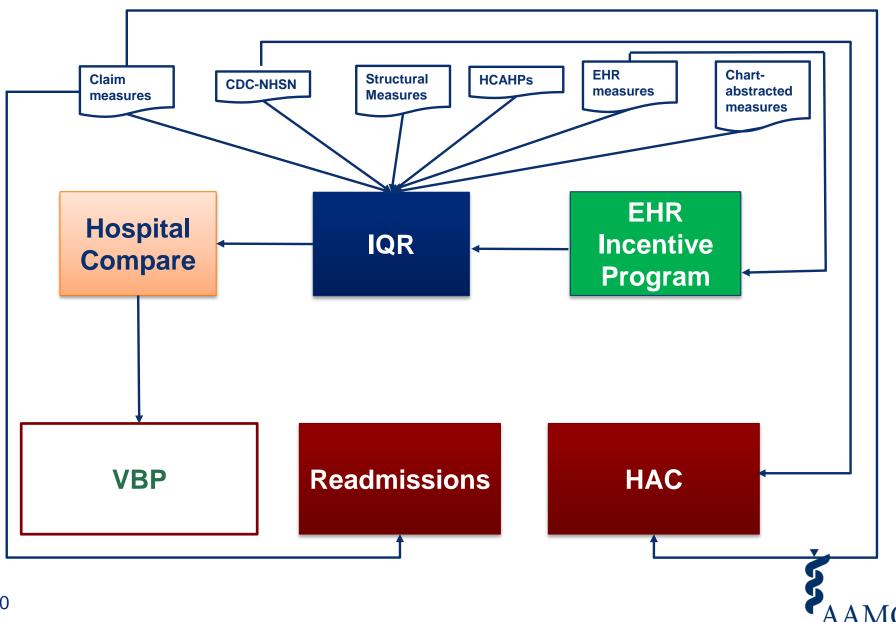
HAC

1.0% of total payment

- Automatic penalty for one quarter of hospitals deemed as having "worst" performance.
- No credit for improvement
- HAC measures are in VBP too



Multiple Data Sources Feed Into Measurement



CDC NHSN Measure Updates

Expansion of CLABSI and CAUTI Beyond ICU

- Expansion to Med/Surg wards
- For IQR Program, NHSN definitional changes started January 2015

Change in SIR Baselines

- CDC is updating the HAI national baselines (referred to as "standard population data") to ensure that the number of predicted infections more accurately reflects national infection levels today.
- Updated baselines will affect how your standardized infection ratios (SIR) are calculated
- Current and new NHSN measure baselines are below. We will discuss how this
 affects VBP and HACRP during the webinar

| | Calculation for "Current Standard Population Data" Based on Collection Period: | Calculation for "New Standard Population Data" will be Based on Collection Period: |
|---------|--|--|
| CAUTI | CY 2009 | CY 2015 |
| CLABSI | CYs 2006 – 2008 | CY 2015 |
| SSI | CYs 2006 – 2008 | CY 2015 |
| MRSA | CYs 2010 – 2011 | CY 2015 |
| C. diff | CYs 2010 – 2011 | CY 2015 |



Proposals to Incorporate CDC Changes

 <u>FY 2019</u> will be the first year that CAUTI and CLABSI non-ICU data (Medical/Surgical wards) and new CDC population will be used for <u>VBP</u> payment determination

| VBP Payment Year | FY 2017 | FY 2018 | FY 2019 |
|------------------|-------------------------------------|-------------------------------------|---------------------------------|
| | • | - | ! |
| Performance Year | CY 2015 | CY 2016 | CY 2017 |
| | Current Standard Population data | Current Standard Population data | New Standard Population data |
| Baseline Year | CY 2013 | CY 2014 | CY 2015 |
| | Current Standard Population data | Current Standard Population data | New Standard Population data |

<u>FY 2018</u> will be the first year new CDC data will be used for <u>HACRP</u> payment determination

| | HACRP Payment Year | FY 2017 | | FY 2018 (expected) | FY 2019 (expected) |
|-------------------------------|---|---------------|----|------------------------|-----------------------|
| (ODO WITOW Measures) | Domain 2 performance period (CDC-NHSN Measures) | CYs 2014 - 20 | 15 | CYs 2015 – 2016 | CYs 2016 – 2017 |



Proposed Expansion of the PN Readmissions and Mortality Measures

Current Pneumonia Cohort

Proposed Expansion of Pneumonia Cohort

Pneumonia

(Principal diagnosis viral or bacterial)

OR

Aspiration Pneumonia

(principal diagnosis)

OR

Sepsis or Respiratory Failure

(principal diagnosis)

HRRP

- Proposed starting payment year FY 2017
- CMS predicts the inclusion of these diagnosis codes could expand the measure denominator by over 630,000 patients (from 976k to 1.6 million -- a 65% increase)
- Expanded measure has not been NQF reviewed and does not adjust for SES

AND

Pneumonia

(secondary diagnosis)

IQR

 Expanded PN readmissions and mortality measures are expected to be reported on Hospital Compare in CY 2016



Cross Cutting Issues Discussion

- Seeking clinical feedback on the new pneumonia expansion criteria
- CDC-NHSN
 - New changes implemented
 - FY2018 HACRP payments
 FY2019 VBP payments
 - Beneficial to start both programs at the same time?



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IQR Program Proposals

- Required electronic reporting starting in CY2016 for FY 2018
- Updated CDC measures (with new baselines) starting CY 2016
- Significant expansion of the pneumonia readmissions and mortality measures would be publicly reported on Hospital Compare in 2016
- CMS requesting feedback on EHR derived core clinical data elements
- Changes to measures for FY 2018:
 - CMS proposes removal of nine measures, while retaining six for electronic reporting
 - Proposed addition of eight measures (seven claims based measures, and one structural measure)



New Measures Proposed for IQR Starting FY 2018

| Required Measures | Required Measures | | | |
|--|--------------------|---|------------------|--|
| Measure | Data Collection | MAP Recommended? | NQF Endorsed? | |
| THA/TKA payment per episode of care | Claims | Conditional support (NQF endorsement | No | |
| Kidney/UTI clinical episode based payment | Claims | Conditional support (NQF endorsement | No | |
| Spine fusion/refusion episode based payment | Claims | Conditional support (NQF endorsement) | No | |
| Cellulitis clinical episode based payment | Claims | Conditional support (NQF endorsement) | No | |
| Gastrointestinal hemorrhage clinical episode based payment | Claims | Conditional support (NQF endorsement) | No | |
| Excess days in acute care after hospitalization for AMI | Claims | Conditional support (NQF endorsement and considered for SDS adjustment) | No | |
| Excess days in acute care after hospitalization for HF | Claims | Conditional support (NQF endorsement and considered for SDS adjustment) | No | |
| Patient Safety Culture | Structural | Yes | No | |

Feedback on measures? Thoughts on confidential reporting?

Proposed Removal of Measures From IQR Starting FY 2018

6 Chart Abstracted Specified Measures Proposed for Removal, but Retained as Electronic Clinical Quality Measures

STK-06: Discharged on Statin Medication

STK-08: Stroke Education

VTE-1: VTE Prophylaxis

VTE-2: ICU VTE Prophylaxis

VTE-3: VTE Patients with Anticoagulation Overlap Therapy

AMI-7a: Fibrinolytic Therapy Received Within 30 Minutes of Hospital Arrival

3 Measures Proposed for Removal

STK-01: VTE Prophylaxis

IMM-1: Pneumococcal Immunization

SCIP-Inf-4: Cardiac Surgery Patients with Controlled Postoperative Blood Glucose



Electronic Reporting Proposed for FY 2018

- CMS proposes to require electronic reporting of quality measures in the IQR Program starting FY 2018 payment determination
- Hospitals would be required to submit 16 of 28 e-measures that cover three national quality strategy domains (NQS)
- For FY 2018 payment purposes, hospitals would be required to submit Q3 and Q4 data in 2016
- Greater alignment with CQM requirements in the EHR incentive program

Breakdown of Finalized and Proposed IQR Measures for FY 2018

| Chart Abstracted/ EHR* | Claims | CDC NHSN | HCAHPS | Structural |
|---------------------------------------|---------------------------|---------------|--------------|---------------|
| 29 measures | 27 measures | 6 measures | 1 measure | 4 measures |
| | | | | |
| Electronic Reporting - EHR only | Required - Char or EHR | t Requir | ed - Chart | |
| 22 | 6 | | 4 | |

*Starting FY 2018, CMS has proposed a <u>requirement</u> that hospitals submit 16 of 28 E-CQMs across 3 domains (Data submission starting Q3 and Q4 of 2016)



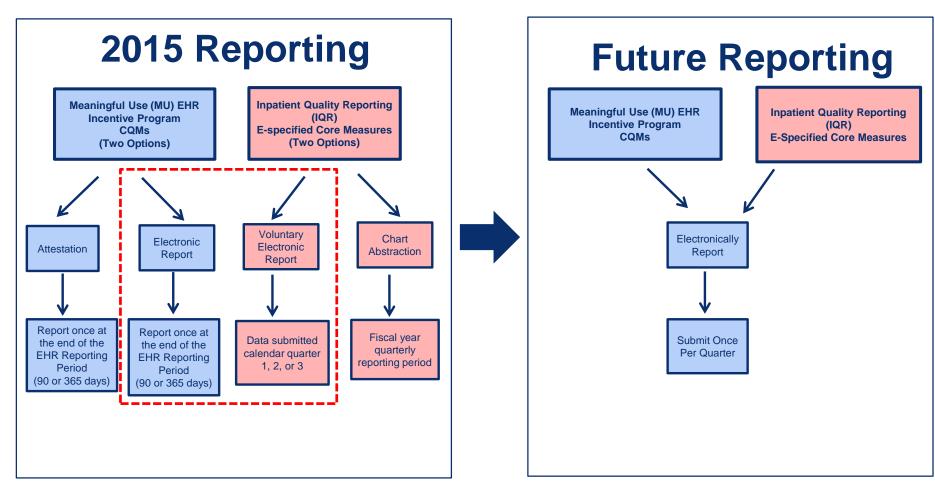
E-Measure Breakdown by NQS Domain

| Clinical Process/ Effectiveness | Clinical Process/ Effectiveness, Continued | Patient Safety | Patient and Family Engagement | Efficient Use of Healthcare Resources | Care Coordination |
|------------------------------------|--|-------------------|-------------------------------|---------------------------------------|----------------------|
| AMI-2 | STK-5 | VTE-1 | ED-1 | PN-6 | STK-10 |
| AMI-7A | STK-6 | VTE-6 | ED-2 | SCIP-Inf-2a | ED-3* |
| AMI-8A | EHDI-1a | VTE-2 | STK-8 | | |
| AMI-10 | VTE-3 | SCIP-Inf-9 | CAC-3 | | |
| STK-2 | VTE-4 | HTN | VTE-5 | | |
| STK-3 | PC-05 | SCIP-Inf-1a | | | |
| STK-4 | PC-01 | | | | |

^{*}ED-3 is an outpatient measure



Hospital IQR CQM and MU EHR Data Submission





EHR Core Clinical Data

- CMS seeks feedback on use of EHR derived data elements for risk adjustment of outcome measures
- CMS envisions a system where hospitals forward EHR extracted data, and CMS would perform the measure calculations.
- CMS previously identified a set of 21 core data elements consisting of patient characteristics, first-captured vital signs, and first captured laboratory results that can feasibly be extracted from EHRs, such as:
 - Age, gender, blood pressure, hemoglobin levels
- Any requirements for using EHR derived data elements would only be for specific "hybrid" measures that are proposed through rulemaking



IQR Discussion- E-measures

- What has your experience been with electronic reporting of measures?
 - Feasibility?
 - Accuracy of data?
- Thoughts on using EHR data for outcome measure risk adjustment purposes?



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Updates to VBP Program

FY 2016 Payments

- Reduction in base DRGs increased from 1.5% to 1.75% to fund incentive pool
- Amount at risk is \$1.49 billion
- CMS expects to release final FY 2016 VBP payment adjustment factors in October (Table 16B)
- CMS did not discuss how the transition to ICD-10 will affect the VBP Program in this rule



Proposed Changes to Measures in VBP Program

2 Chart Abstracted Specified Measures Proposed for Removal from VBP

FY 2018

- IMM-2: Influenza Immunization
- AMI-7a: Fibrinolytic Therapy Received within 30 Minutes of Hospital Arrival

2 Measures Proposed to be **Added** to VBP

FY 2018

CTM-3: 3 Item Care Transition Measure

FY 2021

 Hospital 30-Day, All-Cause, Risk Standardized Mortality Rate Following Chronic Obstructive Pulmonary Disease



VBP Domain Weighting FYs 2017 - 2018

 CMS Proposes to Increase Safety Domain and Remove Clinical Care – Process Domain Starting FY 2018

| | FY 2017 (Finalized) | FY 2018 (Proposed) |
|-------------------------------|---|---|
| Safety | 20% | 25%* |
| Clinical Care | 30% (Outcomes = 25%, Process = 5%) | 25% (Outcomes = 25%, Process removed) |
| Efficiency and Cost Reduction | 25% | 25% |
| Patient Experience | 25% | 25% |

^{*} Includes PC01: Elective Delivery measure (proposed for Safety Domain starting FY 2018



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HAC Reduction Program FYs 2016 – 2018 Updates

FY 2016

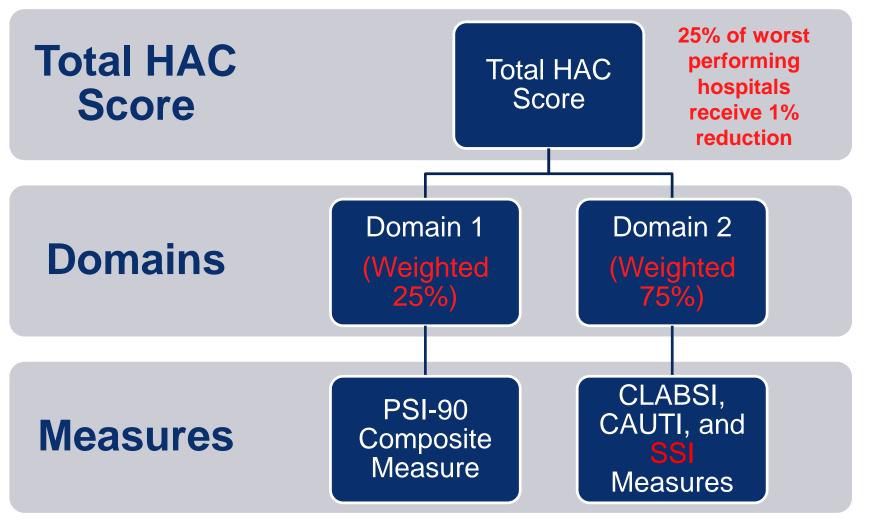
- Second year of the HAC Reduction Program
- First year that SSIs included for payment determination (MRSA and C. diff will start FY 2017)
- PSI-90 is undergoing NQF review. Current measure still used for Domain 1
- Proposed inclusion of extraordinary circumstance waiver

FYs 2017 & 2018

- Proposed changes:
 - Requirement to submit data for all Domain 2 measures starting FY 2017
 - o Increase in Domain 2 weight to 85%; decrease in Domain 1 to 15% starting FY 2017
 - CLABSI and CAUTI data collection beyond ICU used for payment determination starting FY 2018
 - New CDC measure infection baselines will be incorporated into the HACRP starting FY 2018
- CMS predicts that 42.3 percent of major teaching hospitals will be penalized in FY 2016.
- FY 2016 HACRP Hospital Specific Reports expected to be available in late Summer 2015



HAC Reduction Program Framework for FY 2016





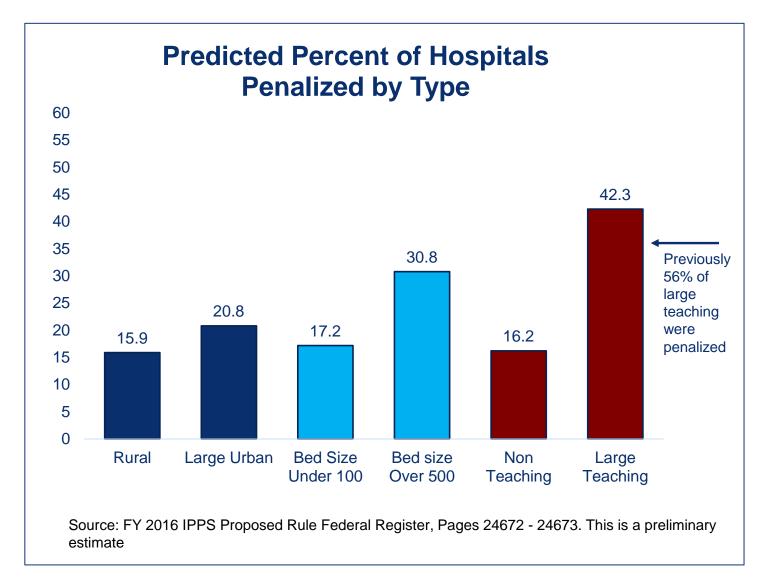
HACRP Measures and Domain Weights Through FY 2017

| | FY 2015 | FY 2016 | FY 2017 |
|-----------------------------|--------------------------|--------------------------|--------------------------|
| Domain 1 performance period | July 2011 – June 2013 | July 2012 – June 2014 | July 2013 – June 2015 |
| Domain 2 performance period | CYs 2012 – 2013 | CYs 2013 – 2014 | CYs 2014 - 2015 |
| Domain 1 Weight | 35% | 25% | 15% (Proposed) |
| • PSI 90* | X | Х | х |
| Domain 2 Weight | 65% | 75% | 85% (Proposed) |
| • CLABSI | Х | Х | x |
| • CAUTI | X | X | X |
| • SSI (New for FY 2016) | | Х | x |
| • MRSA | | | Х |
| • C. diff | | | Х |

*PSI-90 Composite could expand (currently under NQF review). Any changes to the measure would go through rulemaking before it is used in a reporting or performance program



Breakdown of Hospitals Affected By HAC Reduction Program for FY 2016





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Hospital Readmissions Reduction Program Updates

- No new measures proposed for HRRP
 - Proposed a significant <u>expansion</u> of the pneumonia readmissions measure for FY 2017 HRRP payment adjustment
- No proposals relating to SES in the rule
- Proposed extraordinary circumstance waiver
- Proposed Performance period for FY 2016: July 1, 2011 through June 30, 2014



HRRP Measures FYs 2013 - 2017

| | FY 2013 (July 1, 2008 – June 30, 2011) | FY 2014 (July 1, 2009 – June 30, 2012) | FY 2015 (July 1, 2010 – June 30, 2013) | FY 2016 (July 1, 2011 – June 30, 2014) | FY 2017 TBD** |
|---------|---|---|--|--|--------------------------------|
| AMI | X | X | X | X | X |
| HF | X | X | X | X | X |
| PN | X | X | X | X | X (Expanded Population)* |
| CODP | | | X | X | X |
| THA/TKA | | | X | X | X |

^{*}Proposed



^{**}FY 2017 HRRP data collection time period has not yet been proposed

HACRP and HRRP Discussion

 Any concerns regarding the proposed changes to these two programs?



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Measure Summary Available

| | Daymo | nt Year IQR P | rogram | |
|--|--------------------------------|-----------------------------------|--------------------------------|--------------|
| <u>Measure</u> | FY 2016 | FY 2017 | FY 2018 | F |
| | (Oct 1 2015 - Sept 30 2016) | (Oct 1 2016 - Sept 30 2017) | (Oct 1 2017 - Sept 30 2018) | (Oct Sept |
| Acute Myocardial Infarction (AMI) Measures (Chart Abstraction) | | | | |
| AMI-2: Aspirin at Discharge | Removed | V | Е | |
| AMI-7a Fibrinolytic therapy received within 30 minutes of hospital arrival | х | X | Ε | |
| AMI-8a: Primary PCI received within 90 minutes of hospital arrival | х | V | Е | Re |
| AMI 10: Statin at discharge | | V | E | |
| Heart Failure (HF) Measure (Chart Abstraction) | | | | |
| HF-2 Evaluation of left ventricular systolic function | Х | Removed | | |
| Stroke (STK) Measure Set (ChartAbstraction) | | | | |
| STK-1 Venous thromboembolism (VTE) prophylaxis | х | х | Proposed for Removal | |
| STK-2 Discharged on antithrombotic therapy | Х | V | E | |
| STK-3 Anticoagulation therapy for atrial fibrillation/flutter | X | V | Е | |
| STK-4 Thrombolytic therapy | X | X | X,E | |
| STK-5 Antithrombotic therapy by the end of hospital day two | X | V | E | |
| STK-6 Discharged on statin medication | X | X | Ε | |
| STK-8 Stroke education | X | X | E | |
| CTK 10 Account for robabilitation | OOD V | \/ | | |
| Measure Summary IQR VBP HAC HRRP | OQR Join | t Commission | (+) | |

https://www.aamc.org/download/412838/data/aamcqualitymeasuresspreadsheet.xlsx



New Measures Proposed with Measure Specifications

Measure Specifications Location/Details THA/TKA payment per episode of care Under "Hip and Knee Arthroplasty Payment" in the downloads section: http://cms.gov/Medicare/Quality-Initiatives-Patient-AssessmentInstruments/HospitalQualityInits/Measure-Methodology.html Kidney/UTI clinical episode based payment Under "proposed episodic payment measures" in the top right corner of the page: https://www.qualitynet.org/dcs/ContentServer?c=Page&pagename=QnetPublic%2F Page%2FQnetTier2&cid=1228763452133 Under "proposed episodic payment measures" in the top right corner of the page: https://www.qualitynet.org/dcs/ContentServer?c=Page&pagename=QnetPublic%2F Page%2FQnetTier2&cid=1228763452133

TBD

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via a web based tool on qualitynet

Under "proposed episodic payment measures" in the top right corner of the page: https://www.qualitynet.org/dcs/ContentServer?c=Page&pagename=QnetPublic%2F

Under "proposed episodic payment measures" in the top right corner of the page: https://www.qualitynet.org/dcs/ContentServer?c=Page&pagename=QnetPublic%2F

No specific survey is endorsed. Hospitals would need to report measure responses



payment

Patient Safety Culture

IQR Measures

Cellulitis clinical episode based payment

Gastrointestinal hemorrhage clinical episode based

Excess days in acute care after hospitalization for AMI

Excess days in acute care after hospitalization for HF

New Measures Proposed with Measure Specifications, Continued

| VBP Measures | | | | |
|--|---|--|--|--|
| Measure | Measure Specifications Location/Details | | | |
| CTM-3: 3 Item Care Transition Measure | http://www.caretransitions.org/documents/CTM3Specs0807.pdf | | | |
| Hospital 30-Day, All-Cause, Risk Standardized Mortality Rate Following Chronic Obstructive Pulmonary Disease | Under "Chronic Obstructive Pulmonary Disease (COPD) Mortality Updates" in the downloads section: http://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/HospitalQualityInits/Measure-Methodology.html | | | |

| Expanded Pneumonia Measures | |
|--|--|
| Measure | Measure Details |
| 30 Day All-Cause PN Readmissions Measure | Under "AMI-HF-PN-COPD-and-Stroke-Readmissions-Updates" under the downloads section: http://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/HospitalQualityInits/Measure-Methodology.html |
| 30 Day All-Cause PN Mortality Measure | Under "AMI-HF-PN-COPD-and-Stroke-Readmissions-Updates" under the downloads section: http://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/HospitalQualityInits/Measure-Methodology.html |



Thank You!



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