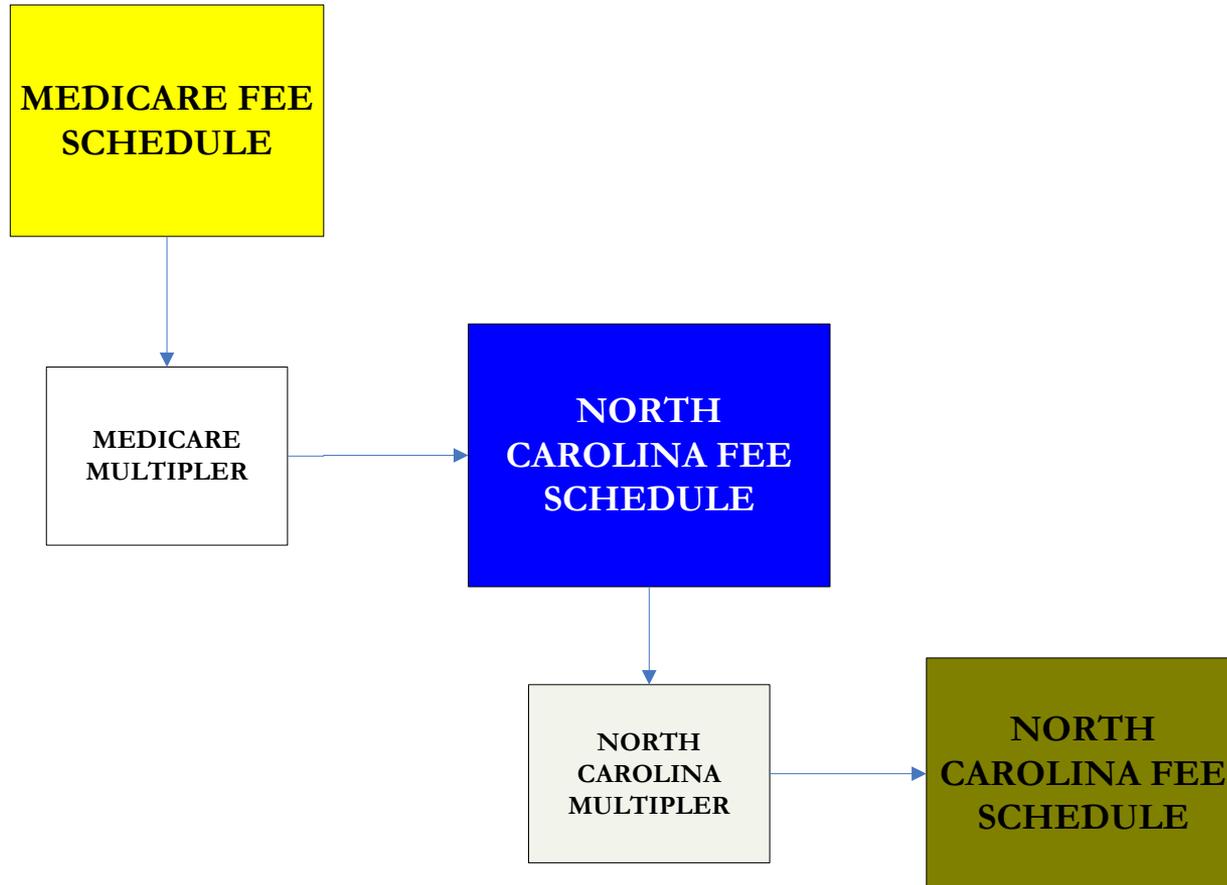


# IOM PRESENTATION DECEMBER 15, 2010

*Trends in Medicaid Provider Payment Rates*



# *Medicaid Provider Rate Structure*



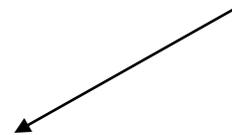
# Medicaid Rates



Pre – October 2009 : All Physician Rates

Effective 10/1/09 : E&M Codes 95%

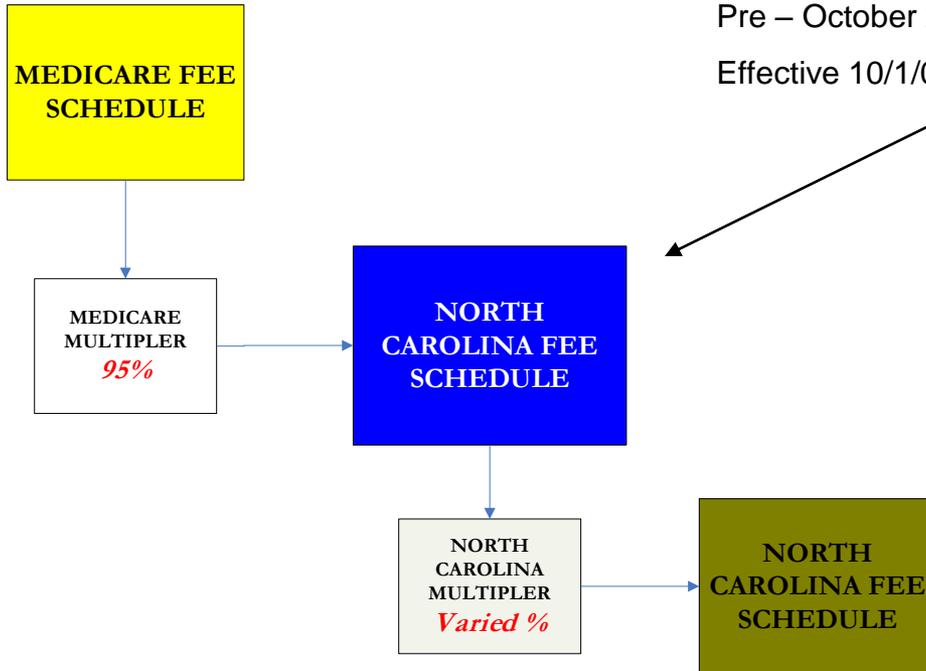
Other Codes 86%



# Medicaid Rates

Pre – October 2009 : All Physician Rates

Effective 10/1/09 : E&M Codes 95%  
Other Codes 86%



## *% of Medicaid Physician Fee Schedule*

Audiologist / Speech Therapist	100%
Licensed Psychologist	100%
Multiple Independent Practitioners	100%
Non-physician practitioners	100%
Nurse/Midwives	100%
Occupational Therapist	100%
Physical Therapist	100%
Portable X-Ray	100%
Radiology	100%
Respiratory Therapist	100%
Rural Health Clinics Non-Core visits	100%
Certified Clinical Addictions Specialist	75%
Licensed Psychological Associate	75%



# *Future Considerations in Rate Setting*

- Health Care Reform
- Access
- 2013 CMS requirement for Medicare as Base
- Emphasis on Medical Homes
- Expanded Eligibility
- Rural and Critical Access Areas
- Pay for Performance
- Payment Incentives
- Performance Measures



# *Health Care Reform*

- Primary Care rates must be equal to Medicare – *Enhanced Federal Match through 2014*
- Demonstration projects for Medical Homes – *Build on North Carolina experience*
- Beginning 1/1/2014 expansion to 133% of FPL – *“Woodwork” population and expansion expected to add 500,000 to 700,000 to Medicaid Enrollment*



# *Access Considerations*

- Rural and Critical Access Areas
- Pay for Performance
- Payment Incentives
- Performance Measures
- Other ???

## **CONTEXT**

- **Short Run : State Budget**

- **Long Run : Medicaid as a payer**

**for a sustainable system of care**



# QUESTIONS

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