

Ohio Association of Ambulatory Surgery Centers: 2017 Proposed ASC Fee Schedule

Freddie Johnson, JD, MPA
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2017 Recommendations

- Adopt the 2017 ASC PPS rates as published in the CMS rule (proposed)
 - 1.2% increase in payment rates
 - Cover 8 additional surgical procedures in the ASC setting
- Maintain current BWC payment adjustment factors
 - 112% for designated orthopedic procedures
 - 110% designated pain management procedures
 - 100% all other allowed procedures
- Cover two additional arthroplasty procedures for BWC-certified ASC Arthroplasty Centers

Proposed 2017 Program Expansion

- CMS proposed rule indicates consideration of future coverage of total knee replacement (CPT 27447) in outpatient setting
- BWC is moving ahead with 2017 expansion to include two additional procedures in the HOPD and ASC settings
 - Common arthroplasty procedures
 - Fewer administration challenges as similar procedures already covered

CPT	Description	2017 Medicare Coverage (proposed rule)
27130	Arthroplasty, acetabular and proximal femoral prosthetic, with or without autograft or allograft	Hospital inpatient only
27447	Arthroplasty, knee, condyle and plateau; medial AND lateral compartments with or without patella resurfacing	Hospital inpatient only

Coverage and Reimbursement Considerations

- BWC will continue to require ASCs to meet additional certification criteria
- ASC reimbursement
 - Same rate as partial knee replacement as costs are similar
 - Approximately \$7877 (based on Medicare proposed ASC fee schedule)
 - Includes 1.12 BWC payment adjustment factor (PAF)

Projected 2017 Impacts

- Estimated 2017 reimbursement is \$5,588,768
 - 4.4% increase from 2016 estimated reimbursement
 - Caused by change in Medicare rates in relation to BWC's service mix
 - Impact on key service areas for Ohio ASCs
 - Orthopedics +5.6%
 - Pain management +0.2%
 - All other services +3.0%
- Maintain access to quality care
- Continue to increase site of service options for injured workers requiring arthroplasty procedures

Timeline

Date	Milestone
November 17, 2016	First read with the BWC Board of Directors
December 15, 2016	Second read with the BWC Board of Directors
January 2017	Joint Committee on Agency Rule Review (JCARR) process begins
May 1, 2017	Rule effective date