#### DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services 233 North Michigan Ave., Suite 600 Chicago, Illinois 60601



# **Financial Management Group**

December 16, 2021

Lynette Rhodes, Esq.
Executive Director, Medical Assistance Plans
Department of Community Health
2 Peachtree Street, NW, Suite 36-450
Atlanta, Georgia 30303

RE: SPA 21-0011

Dear Ms. Rhodes:

We have reviewed the proposed Georgia State Plan Amendment (SPA) 21-0011, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on September 30, 2021. This plan amendment will modify the average commercial rate calculation and frequency of data collection used in the calculation of ambulance supplemental payments.

Based upon the information provided by the State, we have approved the amendment with an effective date of August 13, 2021. We are enclosing the approved CMS-179 and a copy of the new state plan pages.

If you have any additional questions or need further assistance, please contact Moe Wolf at 410-786-9291 or Moshe.Wolf@CMS.HHS.gov.

Sincerely,

**Todd McMillion** 

Todd McMillion

Director

Division of Reimbursement Review

**Enclosures** 

Attachment 4.19-B Page: 1(a)(1) State: Georgia

### Fee-For-Service Ground Ambulance Upper Payment Limit (UPL) Supplemental Payment Program

Effective with dates of service beginning on January 1, 2020 and thereafter, the Fee-for-Service (FFS) Ground Ambulance Upper Payment Limit (UPL) program will provide supplemental payments for government-owned (hospital affiliated or free-standing) ambulance providers. Participation in the program is voluntary.

Supplemental payments provided by this program are available to compensate eligible ground ambulance providers for ambulance services provided to Medicaid FFS members. The UPL will be based on commercial rate information through the calculation of an average commercial rate (ACR). The ACRs are based upon claims paid by commercial payers to the ambulance provider. Eligible ambulance service providers must complete the required ACR surveys attesting to the commercial rates paid by commercial payers for specific HCPCS codes. This survey is required in order for the State to determine the supplemental payment amount. For specific instructions on reporting commercial payer rates, refer to the ACR survey form located at (<a href="https://dch.georgia.gov/ground-ambulance-upl">https://dch.georgia.gov/ground-ambulance-upl</a>).

Supplemental payments shall be calculated and paid annually. Supplemental payments will not be distributed on individual claims as described in other parts of this state plan for ambulance services.

#### **Eligible Ambulance Service Providers**

Eligible ambulance service providers must be in-state, government owned (hospital affiliated or free standing) ground ambulance providers.

#### **Average Commercial Rate Survey**

Qualified ambulance providers must complete the Department's ACR survey. Providers are required to attest that the information reported is true, correct, and completed and prepared from the books and records of the provider in accordance with applicable instructions. Providers are required to provide the rates paid by commercial insurers for the specified HCPCS codes. Commercial payers exclude Medicare, Medicare Advantage/HMO, TRICARE, Medicaid, worker's compensation, and auto insurance plans as payers. For specific instructions on reporting commercial payer rates, refer to the ACR survey form located at <a href="https://dch.georgia.gov/ground-ambulance-upl">https://dch.georgia.gov/ground-ambulance-upl</a>.

Providers must submit commercial payer rates and supporting documentation for the time period specified in the ACR survey. Commercial payer rates for five commercial payers for each eligible and applicable HCPCS code are required. If a provider has less than five different commercial payers for a HCPCS code for the payment period, four or a minimum of three payer rates will be accepted.

Effective with calculations after August 13, 2021 (using claims with dates of service starting on or after January 1, 2021) the State will calculate a state wide median average for those providers who are unable to provide a minimum of three commercial payer rates.

Supporting documentation must be submitted for each payer rate. Acceptable documentation includes paid remittance advice (RA), explanation of benefits (EOB), or similar approved payment record documenting the allowed payment amount. The documentation must tie to reported payment amounts.

T.N. No.: <u>21-0011</u> **Supersedes Approval:** <u>12/16/2021</u> **Effective: August 13, 2021** 

T.N. No.: 20-0003

## **Payment Methodology**

The supplemental UPL payment amount is equal to the maximum payment amount (or UPL) allowed by CMS less the amount paid in Medicaid claims. The supplemental payment will be issued annually.

#### **Calculation of Maximum Payment Amount**

- The maximum payment amount allowed (UPL) will be determined for each provider using calculated ACRs for eligible HCPCS codes and historical Medicaid utilization from paid claims data.
- 2. For example, the January 2021 payment will be based upon Medicaid FFS utilization period January 1, 2020 June 30, 2020 and July 2021 payment will be based upon Medicaid FFS utilization period July 1, 2020 –December 31, 2020 and so forth.
- 3. Providers are required to submit twice a year, their commercial rates for 3-5 commercial payers for HCPCS codes A0425, A0426, A0427, A0428, A0429, A0433, and A0434. These rates will be used to calculate the ACR for each HCPCS code
- 4. Effective with calculations on are after August 13, 2021, the State will require ground ambulance providers to submit commercial payer rates every two years.
- 5. For each HCPCS code, the provider's ACR is multiplied by the provider's Medicaid fee for service utilization to arrive at the UPL amount allowed by CMS.

# Formula: Maximum Payment Amount (UPL) – Total Medicaid Payments = Supplemental UPL Payment

6. The ground ambulance UPL program is based upon specific HCPCS codes.

HCPCS Code	Description
A0425	Mileage
A0426	Advanced Life Support (ALS, Non-Emergency)
A0427	Advanced Life Support (ALS, Level 1, Emergency)
A0428	Basic Life Support (BLS, Non-Emergency)
A0429	Basic Life Support (BLS, Emergency)
A0433	Advanced Life Support, Level 2 (ALS Level 2, Emergency)
A0434	Specialty Care Transport

#### Limitations

- 1. Supplemental UPL payments are not allowed for ambulance services rendered to managed-care beneficiaries, dually eligible for Medicare and Medicaid beneficiaries or Children's Health Insurance Program (CHIP) beneficiaries.
- 2. Supplemental UPL payments are not available for treat not transport services.

T.N. No.: <u>21-0011</u> Supersedes	Approval: 12	2/16/2021	_Effective: August 13, 2021
•			_

T.N. No.: 20-0003

Attachment 4.19-B Page: 1(a)(3)

State: Georgia

- 3. Supplemental UPL payments are not available for air ambulance services (fixed or rotary wing).
- 4. Supplemental UPL payments are not available for ambulance telemedicine services.
- 5. Supplemental UPL payments are not available for Non-Emergency Medical Transportation.
- 6. Services must be deemed medically necessary.

T.N. No.: <u>21-0011</u>
Supersedes Approval: <u>12/16/2021</u> Effective: August 13, 2021

T.N. No.: 20-0003