



# HFMA/NEHIA Price Transparency: Tackling 2024 & Beyond

Wednesday, December 4 - Friday, December 6, 2024
Mystic Marriott Hotel, Groton, CT



PRICE TRANSPARENCY: TACKLING 2024 & BEYOND

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**Hospital Billing, Revenue Integrity** 



#### PRICE TRANSPARENCY: TACKLING 2024 & BEYOND

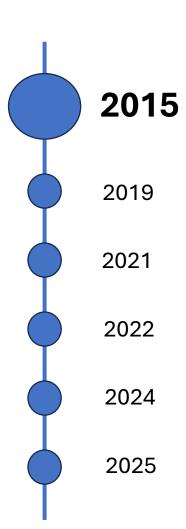
# **AGENDA**

- Brief History of Price Transparency
  - Recent Regulatory Changes
- Determining Path Forward: Build vs Buy
  - UMass Memorial Health
    - Process and Validation
      - Lessons learned
      - OWhere Are We Now
      - Preparing For 2025
  - Future Considerations & Usage



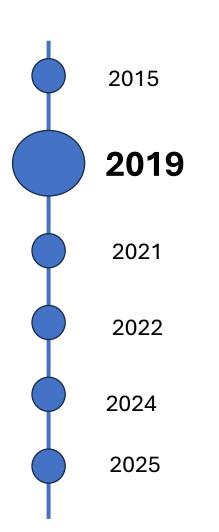
# HISTORY OF PRICE TRANSPARENCY





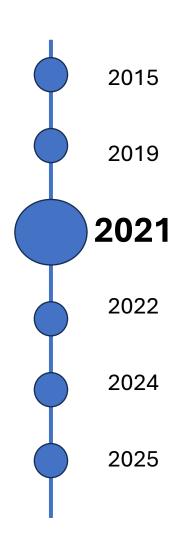
2015 IPPS Final Rule – access to standard charges





- IPPS Final Rule publication of standard charges updated annually
- Executive Order to improve price transparency
- Stark and OPPS proposed rules included price transparency provisions
- Proposed rule on transparency in coverage
- Nov 15, 2019 CMS publishes 2020 OPPS Final Rule CMS-1717-F2
  - o Implements Section 2718(e) of the Public Health Service Act
  - Requires hospitals make public a yearly list of the hospital's standard charges for items and services provided by the hospital, including for diagnosis-related groups established under section 1886(d)(4) of the Social Security Act
  - Defines "Standard Charges" to include gross charges, discounted cash prices, payer-specific negotiated charges, and de-identified minimum and maximum negotiated charges
  - o Prescribed detailed requirements for content and format of disclosed information
- December 4, 2019 AHA files lawsuit against HHS
  - June 23, 2020 court rules in favor of HHS

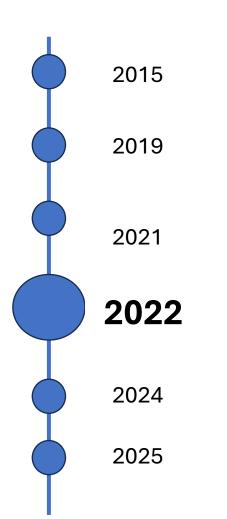




Rule effective 01/01/2021





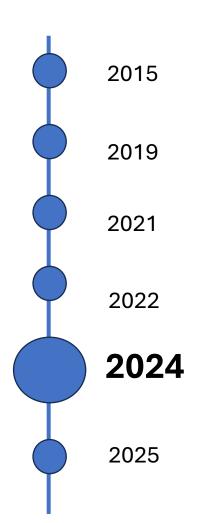


Turquoise Health reviewed nearly *5,000* hospitals that had posted machine-readable files - Rated on a scale of 1 to 5, with 5 being the most transparent based on seven different subcategories.

UMMH was one of ONLY <u>104 hospitals</u> that got a rating of 5!



# 2024-MAJOR UPDATES TO CMS REQUIREMENTS



#### From:

For each hospital site, for each item or service (code) provided by the hospital

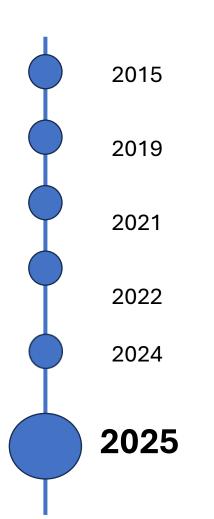
- 1. Gross charge
- 2. Payer and plan-specific negotiated charge
- 3. De-identified minimum negotiated charge
- 4. De-identified maximum negotiated charge
- 5. Discounted cash price
- 6. Publicly available posted to the hospital's website in machine-readable format, updated at least annually

To: In addition to above,

- New File Header
- Updates to previous Data Elements
- New data elements
- TXT file: Placed in root of public domain of the hospital with CMS specified fields and format
- Specific format and publishing guidelines



# 2024/25-MAJOR UPDATES TO CMS REQUIREMENTS



### From (2021):

For each hospital site, for each item or service (code) provided by the hospital

- 1. Gross charge
- 2. Payer and plan-specific negotiated charge
- 3. De-identified minimum negotiated charge
- 4. De-identified maximum negotiated charge
- 5. Discounted cash price
- 6. Publicly available posted to the hospital's website in machine-readable format, updated at least annually

### To (2024): In addition to above,

- New File Header
- Updates to previous Data Elements
- New data elements
- TXT file: Placed in root of public domain of the hospital with CMS specified fields and format
- Specific format and publishing guidelines

#### And now...2025:

- Modifiers
- Rx unit and type of measurements



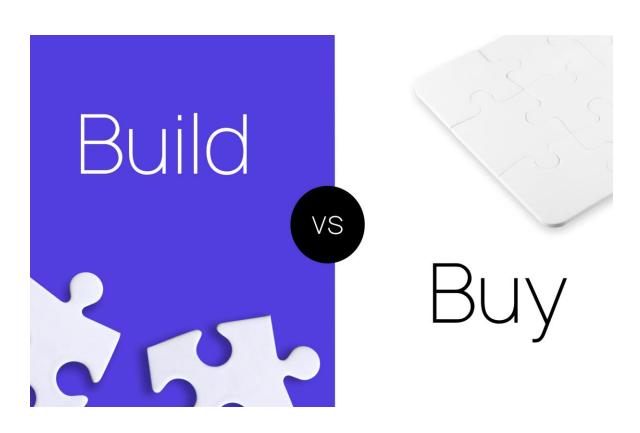
# DETERMINING PATH FORWARD



#### PRICE TRANSPARENCY: TACKLING 2024 & BEYOND

# **BUILD VS BUY**

- Resource Capacity
- Team's Knowledge and Capabilities
- Access to Necessary Data
- Understanding of CMS Regulations
- Cost (time and money)







# UMASS MEMORIAL HEALTH OUR JOURNEY



## **OUR METHODOLOGY**

COLLABORATE Collaboration and regular check-ins with necessary teams

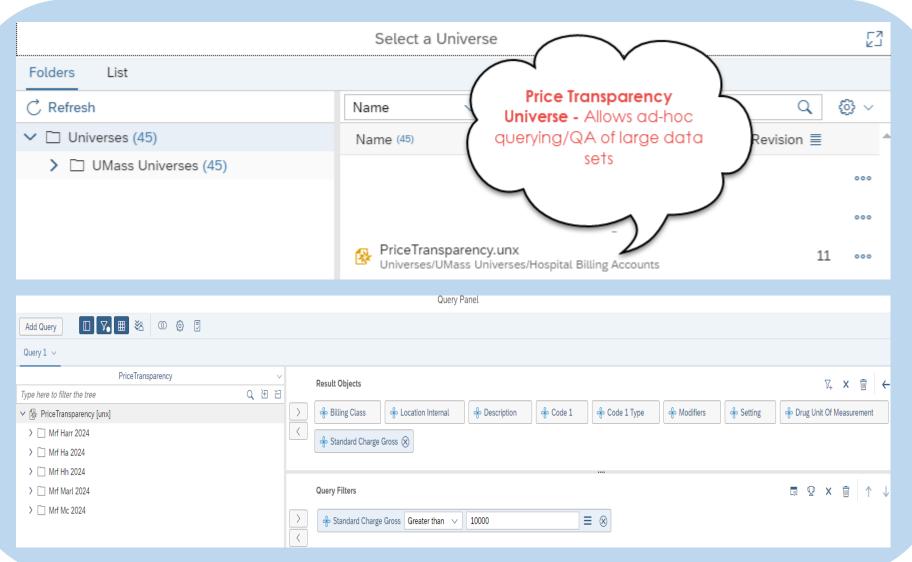
RESEARCH

Utilized webinars and CMS tools/sites

OPTIMIZE Continue to work on our internal process and ensure knowledge transfer



# **INTERNAL PROCESS IMPROVEMENTS**



Created a Price
Transparency Universe in
Epic's Web Intelligence
Tool

## **CMS RESOURCES**

• <a href="https://github.com/CMSgov/hospital-price-transparency">https://github.com/CMSgov/hospital-price-transparency</a>







#### CMS Template Required Data Elements and Enforcement Timeline

#### MRF Information

Requirement	Regulation cite	Compliance Date		
MRF Date	45 CFR § 180.50 (b)(2)(i)(B)	July 1, 2024		
CMS Template Version	45 CFR § 180.50 (b)(2)(i)(B)	July 1, 2024		
Affirmation Statement	45 CFR § 180.50 (a)(3)(ii)	July 1, 2024		

#### **Schemas**

The following is the technical documentation for the allowable formats:

- CSV
- JSON





## **CMS VALIDATION TOOLS**

https://cmsgov.github.io/hpt-tool/



Utilize CMS tools available









Errors vs Warnings

• More than just the MRF file

Please note: Leveraging the Validator helps ensure adherence to CMS form and manner requirements (45 CFR 180.50(c)(2)), but it does not certify that your MRF fully complies with all HPT requirements at 45 CFR 180.50.



location-name: UMass Memorial Medical Center, Inc.

source-page-url: https://www.ummhealth.org/umass-memorial-medical-center/patients-visitors/patient-resources/price-transparency
mrf-url: https://ummh-price-transparency.s3.us-east-2.amazonaws.com/043358564\_umass-memorial-medical-center-inc.\_standardcharges.zip

contact-name: Daniel Sullivan

contact-email: Daniel.Sullivan@umassmemorial.org



# LESSONS LEARNED



## CHALLENGES/LESSONS LEARNED

New CMS requirements have deemed the file size challenging to work File Size with, publish, and use • File run for each entity had to be broken down by contract Epic Build/File Each entity on average took 2-3 weeks of run time Run Time Reduce individual plans based on contracts **Optimization** 



# CHALLENGES/LESSONS LEARNED

Collaboration Disconnect between marketing/web publishing Website Website upgrades could negatively impact file access Upgrades Optimization Collaboration with marketing and inclusion in process





## CHALLENGES/LESSONS LEARNED

System Ensure compliance of "old" MRF files Expansion Review Need to review all new entities and ensure compliance Optimization Regular inclusion of any new entity, including validation of MRF





# WHERE ARE WE NOW



# **CMS REQUIRED PUBLISHED CONTENT**

Standard Charge files – Easily accessible, no charge, no password, searchable

- UMass Memorial Medical Center
- HealthAlliance-Clinton Hospital
- 3. Harrington HealthCare System
- 4. HealthAlliance-Marlborough

2. TXT Files – Root folder of public site

1. UMMH

Link in footer – Home page of each entity

https://www.ummhealth.org **OUR SYSTEM OF CARE PATIENTS & VISITORS PROFESSIONALS** RESOURCES Plan Your Visit For Physicians Video Library **UMass Memorial Health** UMass Memorial Health -**Directions & Parking** Transfer and Access Center Contact Information Community Healthlink Financial Counseling Terms of Use Research & Teaching UMass Memorial Health - Harringto Medical Records SMS Terms of Use Careers UMass Memorial Health -Language Access Services **Employee Self Reporting Tool** HealthAlliance-Clinton Hospital **Price Transparency** UMass Memorial Health - The Pursuit UMass Memorial Health -



## **MRF FILE**

hospital_name	last_updated_on 💌	version 🔻	hospital_location 🔻	hospital_address	license_numb( 🔻	To the best of its	▼
UMAss Memorial HEalth - Harrington Hospital	6/18/2024	2.0.0	UMass Memorial Health -	100 South St Southbrid	V111	TRUE	
description	code 1	code 1 type	code 2	code 2 type	code 3	code 3 type	setting
HC Rem/Rplc Perm Pcmkr Gen/Sng Ld	PX-76100530	CDM	33227	CPT	761	RC	outpatient
SCREW FIXATION 6.5MMX45MM CHARLOTTE CAROLINA JONES	SUP-192304	CDM	C1713	HCPCS	278	RC	outpatient
ECONAZOLE 1 % TOPICAL CREAM	RX-9915	CDM	J3490	HCPCS	250	RC	outpatien
STENT VASCULAR BALLOON EXPANDABLE COVERED 7MMX58N	SUP-190910	CDM	C1874	HCPCS	278	RC	outpatient
HC Cortisol Panel 1	PX-30100076	CDM	80400	CPT	301	RC	outpatient

- Required columns present, validated using CMS validation tool
- Required affirmation statement in each MRF File
- Contracted rates for each item or service

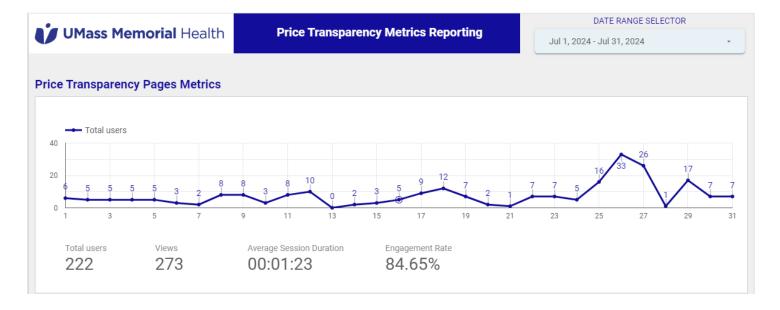


# **TRACKING & MONITORING**

Epic Dashboards



Custom Built Reporting tools





## **CMS ENFORCEMENT**

- Increasing MRF reviews
  - Utilize automation
  - Over 200 reviews per month
- Steps of enforcement
  - Warning notice with 90 days to correct
  - If remains out of compliance
    - Corrective Action Plan with proposed completion date
  - Civil Monetary Penalties



## **Enforcement Actions**

Below is a list of civil monetary penalty (CMP) notices issued by CMS.





# PREPARING FOR 2025



# **PREPARING FOR 2025**

## Preparing for January 1, 2025

Requirement		Regulation cite		Compliance Date			
Standard Charges							
Estimated Allowed Amount		45 CFR § 180.50 (b)(2)(ii)(C)		January 1, 2025			
Item & Service Information							
Drug Unit of Measurement	45 CFR § 180.50 (b)(2)(iii)(C)		January 1, 2025				
Drug Type of Measurement	45 CFR § 180.50 (b)(2)(iii)(C)		January 1, 2025				
Coding Information							
Modifiers	45 CFR § 18	30.50 (b)(2)(iv)(C)	Jan	uary 1, 2025			



## PREPARING FOR 2025

- Estimated Allowed Amount
  - o Applies to items and services that the standard charge is based on a percentage or algorithm
  - MRF must calculate and encode an estimated allowed amount in dollars
- Drug Unit & Type of Measurement
  - Specific unit used for drug measurement (milliliters)
  - Type of measurement that is used (injection)
- Modifiers
  - Any modifier that changes the standard charge of an item or service
  - Description of the modifier and the impact on the standard charge





# **FUTURE CONSIDERATIONS &** USAGE

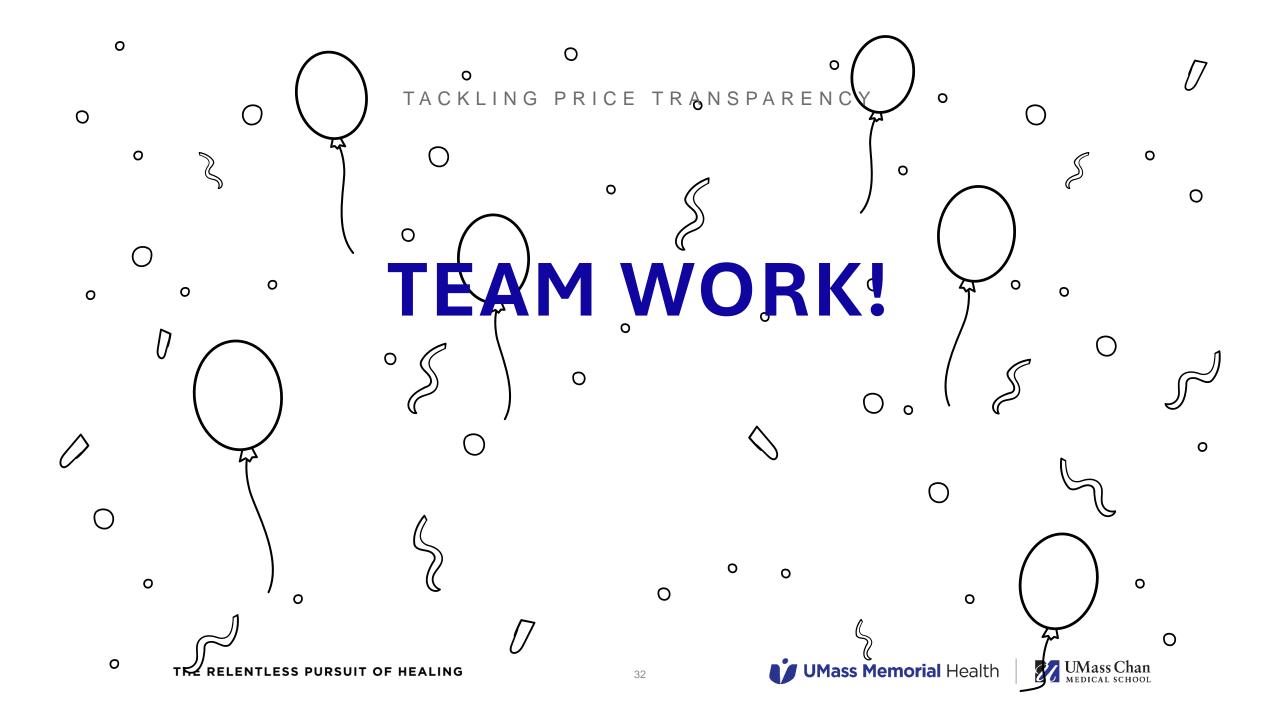


## **FUTURE CONSIDERATIONS & USAGE**

- How can we use this data?
- Current Pricing review and recommendations Strategic Pricing
- Market Analysis/Impact
- Price Comparisons
- Contract Negotiations
- Health Equity for Patients
- Cost Control
- Access to Information
  - Burden Remains with the Patient
- Outside vendors and CMS Enforcement







# QUESTIONS



