MARYLAND MEDICAL ASSISTANCE PROGRAM
Nursing Home Transmittal No. 265
October 20, 2017

TO: Nursing Home Administrators

FROM: Susan J. Tucker, Executive Director
Office of Health Services

RE: 2017 Nursing Home Pay-for-Performance Scores

NOTE: Please ensure that appropriate staff members in your organization are informed of the contents of this transmittal.

The purpose of this transmittal is to provide nursing facilities in Maryland with the 2017 pay-for-performance (P4P) results.

In accordance with legislation authorizing the Nursing Facility Quality Assessment, a portion of the revenue generated by the assessment is to be distributed to nursing facilities based on accountability measures that indicate quality care or a commitment to quality of care. The P4P model was developed in collaboration with stakeholders. Quality measures used in the rankings are determined using the following:

- Maryland Health Care Commission Family Satisfaction Survey (40%);
- Staffing Levels and Staff Stability in Nursing Facilities (40%);
- MDS Quality Indicators (16%);
- Employment of Infection Control Professional (2%); and
- Staff Immunizations (2%).

Per legislation, continuing care retirement communities and facilities with fewer than 45 beds are not subject to the quality assessment and, consequently, are not eligible for participation in P4P. Facilities that meet the following criteria during the 1-year period ending March 31, 2017 are excluded from P4P:

- Identified by the federal Centers for Medicare and Medicaid Services as a special focus facility;
Denied payment for new admissions by the Department; or
Identified by the Department as delivering substandard quality of care.

Under the current model, the highest scoring facilities representing 35 percent of the eligible
days of care, receive a quality incentive payment. In addition, facilities that do not receive a P4P
incentive payment, but whose scores have improved from the previous year, are eligible for pay-
for-improvement.

Each Medicaid-enrolled nursing facility will receive an enclosure with this transmittal indicating
its eligibility for P4P or pay-for-improvement. Eligible providers will receive a score on each of
the quality measures, a total score, rank among eligible facilities and a projected award. Data are
scored for facilities that are not eligible for P4P in order to provide performance feedback. The
highest scoring facilities, representing 35 percent of the eligible days of care, will receive quality
incentive payments within a payment range of $2.40 to $4.80 per Medicaid patient day. Pay-for-
 improvement amounts range from $0.56 to $1.13 per Medicaid patient day. These ranges will
vary from year to year. In total, approximately $6.2 million will be distributed between the P4P
and pay-for-improvement programs.

Providers have 30 days from the date of this transmittal to review results. Please note that
supplemental data cannot be submitted for inclusion in the P4P results. All P4P scores are based
on data previously submitted to the Department by each provider.

If there are errors in the calculation of P4P results that require significant modifications to
scoring or the award, an additional 30-day review period will be given to providers.

Comments regarding this transmittal may be directed to Eric Saber at 410-767-1458 or by e-mail
(preferred) to eric.saber@maryland.gov.

Enclosure

cc: Nursing Home Liaison Committee