



Nebraska Medicaid Patient-Centered Medical Home Pilot Payment Methodology

Reimbursement:

Fee-for-Service (FFS):

The Medical Home Pilot practices will be reimbursed for all allowable Medicaid services.

To receive the incentive payments below, the Medical Home Pilot practice will sign an agreement to work with the practice transformation contractor to meet Tier 1 minimum standards within 6 months. Tier 2 advanced standards will be optional for the practice.

Per Member Per Month (PMPM):

For patient care coordination and administration expenses, the Medical Home Pilot practices will initially receive a \$2 PMPM. This payment will begin once the agreement is signed and the practice must achieve Tier 1 minimum standards within six months. If the Tier 1 standards are not met within six months, the PMPM will be suspended until the Tier 1 standards have been met. Once the Tier 1 standards are met, the payment will be increased to a \$4 PMPM.

Enhanced FFS:

Upon successful completion of Tier 1 minimum standards, the Medical Home Pilot practices have the option of continuing to transform the practice to meet Tier 2 advanced standards. Once the Tier 2 standards are met, the practice will receive an additional 5% enhanced FFS on selected Evaluation and Management and Preventive procedures.

Additional Practice Support:

The medical home practices in the pilot will also receive the following support:

- Two years of practice transformation technical assistance
- Two years one full-time Care Coordinator staff
- Training sessions with an honorarium and travel reimbursement for attendees
- Patient registry

Exclusions to the Payment Methodology Design:

- Risk Adjustment: For this pilot, payments will not be adjusted for risk.
- Savings Sharing: For this pilot, initially there will be no savings over cost neutral sharing but this will be reviewed after one year of operation.
- P4P: For this pilot, there will be no pay-for-performance.