STATE OF WISCONSIN

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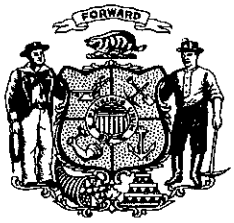

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JOINT COMMITTEE ON FINANCE

MEMORANDUM

To: Members
Joint Committee on Finance

From: Senator Alberta Darling
Representative John Nygren

Date: July 16, 2018

Re: DHS Report to JFC

Attached is a report on the implementation of the ambulatory surgical center assessment from the Department of Health Services, pursuant to s. 146.98, Stats.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

AD:JN:jm

State of Wisconsin
Department of Health Services
Scott Walker, Governor
Linda Seemeyer, Secretary

July 6, 2018

JUL 16 2018
Jt. Finance

The Honorable Alberta Darling
Joint Committee on Finance Co-chair
Room 317 East State Capitol
Madison WI 53702

The Honorable John Nygren
Joint Committee on Finance Co-chair
Room 309 East State Capitol
Madison, WI 53702

Dear Senator Darling and Representative Nygren:

In accordance with Wis. Stat. § 146.98 (7), I am submitting a report to you on the implementation of the ambulatory surgical center assessment during state fiscal year 2017.

Sincerely,

Linda Seemeyer
Secretary

State Fiscal Year 2017 Ambulatory Surgical Center Assessment Report

Attached is a report that illustrates the ambulatory surgical center assessment. The department has not conducted any audits relating to the ambulatory surgical center assessment and thus has no report on audits and/or actions taken by the department as a result of the audits.

Page 1 Individual Ambulatory Surgical Center Assessment Payments and Revenues

- Column 1, which addresses Wis. Stat. § 146.98 (7) (a) (1) and § 146.98 (7) (a) (2), represents the amount each eligible ambulatory surgical center specialty classification paid under the ambulatory surgical center hospital assessment and the total amount of revenue collected under the assessment.

- Column 2, which addresses Wis. Stat. § 146.98 (7) (a) (4), represents the amount of assessment funding each eligible ambulatory surgical center specialty classification received from the health maintenance organizations (HMOs).

- Column 3, which also addresses Wis. Stat. § 146.98 (7) (a) (5), represents the total increase in fee-for-service rates due to the assessment.

- Column 4, summarizes the total increase in fee-for-service and HMO rates due to the assessment (Column 2 plus Column 3).

Page 2 Health Maintenance Organization Assessment Payments

This chart, which addresses Wis. Stat. § 146.98 (7) (a) (3), represents the amount the department paid each HMO in connection with the ambulatory surgical center assessment. Note the assessment funding provided to HMOs matches the funding HMOs paid to ambulatory surgical centers under column 2 of the Individual Ambulatory Surgical Center Assessment Payments and Revenues chart.

Wisconsin
Department of Health Services

Division of Medicaid Services

Ambulatory Surgical Center (ASC) Tax Revenue Reconciliation

SFY 2017 ASC Assessment and Payments by Primary Specialty

	Column 1	Column 2	Column 3	Column 4
ASC Specialty	**146.98(7)(1)(1) Assessment Paid by ASC**	**146.98(7)(a)(4) Total Amount of Assessment Funding Received by each ASC from HMOs**	**146.98(7)(a)(5) Total Increase in FFS Payments Due to Assessment**	**Total Increase Payments Due to Assessment**
ENDOSCOPY	$ 1,818,071	$ 312,249	$ 380,045	$ 692,294
MULTIPLE SPECIALTIES	$ 1,487,388	$ 749,758	$ 929,359	$ 1,679,117
OPHTHALMOLOGIC	$ 490,455	$ 139,743	$ 445,932	$ 585,675
ORTHOPEDIC	$ 1,491,499	$ 2,877,402	$ 413,207	$ 3,290,608
OTHER[1]	$ 139,603	$ 112,521	$ 291,358	$ 403,878
PAIN	$ 834,559	$ 790,527	$ 2,305,579	$ 3,096,106
PLASTIC/RECONSTRUCITVE	$ 79,940	$ 6,496	$ 4,794	$ 11,289
PODIATRY	$ 37,443	$ -	$ -	$ -
TOTAL	**$ 6,378,958**	**$ 4,988,695**	**$ 4,770,273**	**$ 9,758,968**

1. Provider specialty reclassified to "OTHER" when only a single provider in the state reports the specialization.

Total Amount of Increased Medicaid Payments Received by Ambulatory Surgical Centers	**$9,758,968**
Total HMO and FFS Payment Increase Required Under Assessment	**$9,758,968**
Over/Under Payment in Medicaid Payments Made to Ambulatory Surgical Centers	**$0**
ASSESSMENT REFUND REQUIRED TO HOSPITALS	**$0**

Wisconsin
Department of Health Services

Division of Medicaid Services

Ambulatory Surgical Center (ASC) Tax Revenue Reconciliation

SFY 2017 HMO ASC Access Payments

HMO Name	ASC Access Payments
ANTHEM BCBS	$ 60,119
CARE WISCONSIN HEALTH PLAN INC	$ 1,763
CHILDRENS COMMUNITY HEALTH PLAN	$ 71,686
COMPCARE	$ 464,125
DEAN HEALTH PLAN INC	$ 27,037
GROUP HEALTH COOP EAU CLAIRE	$ 1,273,263
GROUP HEALTH COOP SC WI	$ 569
GUNDERSEN LUTHERAN HEALTH	$ -
HEALTH TRADITION HEALTH PLAN	$ -
INDEPENDENT CARE (ICARE)	$ 9,589
MANAGED HEALTH SERVICES	$ 339,677
MERCY CARE INSURANCE COMPANY	$ 1,796
MOLINA HEALTHCARE	$ 70,293
NETWORK HEALTH PLAN	$ 211,413
PHYSICIANS PLUS INSURANCE CO	$ 1,748
SECURITY HEALTH PLAN OF WISC	$ 2,171,457
TRILOGY HEALTH INSURANCE	$ 6,421
UNITEDHEALTHCARE COMMUNITY PLAN	$ 271,788
UNITY HEALTHPLANS INSURANCE CORPORATION	$ 5,952
Total	**$ 4,988,695**