Emerging issues in Managed Care

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Road map

- Price transparency
- No Surprises act
- Stark and AKS Reforms
- COVID-19
- Equity and Social Justice
- Legislative and Regulatory Update
- Other hot topics in Managed Care





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Price transparency

Hospitals: 84 Fed. Reg. 65524 (Nov. 27, 2019); Adopts new 42 CFR Part 180

- Hospitals are required to make public:
 - A machine readable file containing a list of all standard charges for all items and services
 - · A consumer-friendly list of standard charges for a limited set of shoppable services
 - Hospitals must publish a consumer-friendly, searchable list of standard charges and payor-specific negotiated rates for at least 300 "shoppable services"
 - CMS may assess CMPs following a warning notice to a noncompliant hospital or following a request for a corrective action plan





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Price transparency

Health plans: 85 Fed. Reg. 72158 (Nov. 12, 2020); Regulations at 45 CFR Parts 147/158

- Health plans must provide:
 - No later than January 1, 2022, must make public, using three standardized, machinereadable files (updated monthly)
 - Negotiated rates for in-network providers
 - Historical allowed amounts for out-of-network providers
 - Prices for prescription drugs
 - Personalized price estimates for 500 shoppable services beginning in 2024
 - Disclose cost-sharing information for all items services for plan years beginning in 2024
- Provides incentives for sharing savings with consumers by incorporation into medical loss ratios.





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No Surprises Act

- Limits patient liability to in-network cost-sharing, deductibles, and out-of-pocket maximums
- Will protect balance billing/require payers to pay providers directly
- Applies to:
 - Non-emergency services provided by a nonparticipating professional at a participating facility
 - Emergency services
- Act requires Secretary of HHS to issue regulations by July 1, 2021
- Requires Independent Dispute Resolution process to begin January 1, 2022
 - Permits batching of cases in certain circumstances within a 30-day period
 - IDR entity may not consider reimbursement rates of public payer/provider's usual customary charges
- Act provides deference to states with existing surprise billing laws





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