Thank you for joining us!

- We will start at 1 p.m. CT.
- You will hear silence until the session begins.
- Handout: Available at PEPPERresources.org in the PHP “Training and Resources” section.
- A recording of today’s session will be posted at the above location within two weeks.

- Please listen in by either:
  - Using your computer speakers (recommended): You automatically join the audio broadcast when entering the meeting (remember to increase speaker volume; make sure you are not muted).
  - Dialing 1-415-655-0003 (passcode 927 135 369) (limited to 500 callers).
Q4CY17 Partial Hospitalization Program PEPPER Review

August 2, 2018
Kimberly Hrehor
About Today’s Presentation

Phone lines will be muted the entire duration of the training.

Submit questions using the Q&A panel.

Questions will be answered verbally as time allows at the end of the session.

A “Q&A” document will be developed and posted at PEPPERresources.org in the PHP “Training and Resources” section.
To Ask a Question in Split Screen:

1. Go to the “Q&A” window located on the right side.
2. In the “Ask” box, select “All Panelists.”
3. Type in your question.
4. Click the “Send” button.

Ask your question in Q&A as soon as you think of it.
To Ask a Question in Full Screen:

1. Click on the “Q&A” button on the floating toolbar to bring up the Q&A window.

2. Type in your question (as in previous slide).

3. Click the “Send” button.

4. Click “-” to close window to see full screen again.
Agenda

• Review the Q4CY17 PHP PEPPER
  – No target area changes implemented this release
• Review additional resources
PEPPER Details

To learn more about PEPPER

- Review percents and percentiles
- Review a demonstration PEPPER
- Access the updated recorded training sessions available in the PHP “Training and Resources” section of PEPPERresources.org
What is PEPPER?

Program for Evaluating Payment Patterns Electronic Report (PEPPER)

PEPPER summarizes Medicare claims data statistics for one provider in “target areas” that may be at risk for improper Medicare payments.

PEPPER compares the provider’s Medicare claims data statistics with aggregate Medicare data for the nation, MAC jurisdiction and the state.

PEPPER cannot identify improper Medicare payments!
History of PEPPER

• **2003**: Developed by TMF for short-term acute care and later long-term acute care hospitals, it was provided by Quality Improvement Organizations (QIOs) through 2008.

• **2010**: TMF began distributing PEPPERs to all providers in the nation, and then TMF began development of PEPPER for other providers:
  - **2011**: Critical access hospitals, inpatient psychiatric facilities, inpatient rehabilitation facilities
  - **2012**: Partial hospitalization programs and hospices
  - **2013**: Skilled nursing facilities
  - **2015**: Home health agencies
Why are providers receiving PEPPER?

- CMS is tasked with protecting the Medicare Trust Fund from fraud, waste and abuse
- The provision of PEPPER supports CMS’ program integrity activities
- PEPPER is an educational tool that is intended to help providers assess their risk for improper Medicare payments
Q4CY17 PHP PEPPER Release

Available July 16, 2018

Summarizes statistics for three calendar years:
- 2015
- 2016
- 2017

Statistics for all time periods are refreshed with each release

The oldest year rolls off as the new one is added
What is an “Episode of Care”? 

• An episode of care (EOC) represents an episode of treatment for a beneficiary.

• All claims submitted by a PHP for a beneficiary are sorted from the earliest “claim from” date to the latest.

• The difference between “through date” of one claim and the “from date” of the next claim is less than or equal to seven days (if eight or more days, then a new EOC begins).

• EOC is counted in the time period (calendar year) in which it ends.
<table>
<thead>
<tr>
<th>Bene</th>
<th>Claim Number</th>
<th>From Date</th>
<th>Through Date</th>
<th>Days Btwn Claims</th>
<th>Episode of Care</th>
<th>Episode LOS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bene A</td>
<td>1</td>
<td>10/26/14</td>
<td>10/29/14</td>
<td>n/a</td>
<td>1</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>2</td>
<td>11/1/14</td>
<td>11/30/14</td>
<td>3</td>
<td>1</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>3</td>
<td>12/1/14</td>
<td>12/30/14</td>
<td>1</td>
<td>1</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>4</td>
<td>1/3/15</td>
<td>1/20/15</td>
<td>4</td>
<td>1</td>
<td>86</td>
</tr>
<tr>
<td>Bene A</td>
<td>5</td>
<td>4/25/15</td>
<td>4/30/15</td>
<td>95</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>6</td>
<td>5/2/15</td>
<td>5/30/15</td>
<td>2</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>7</td>
<td>6/1/15</td>
<td>6/30/15</td>
<td>2</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>8</td>
<td>7/1/15</td>
<td>7/15/15</td>
<td>1</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>9</td>
<td>7/16/15</td>
<td>7/31/15</td>
<td>1</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>10</td>
<td>8/1/15</td>
<td>8/15/15</td>
<td>1</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Bene A</td>
<td>11</td>
<td>8/17/15</td>
<td>8/26/15</td>
<td>2</td>
<td>2</td>
<td>123</td>
</tr>
</tbody>
</table>
PHPs are reimbursed on a per-diem basis through the Outpatient Prospective Payment System (OPPS)

PHPs can be at risk for improper payments

Target areas were identified based on a review of the PHP reimbursement methodology, oversight agency studies, claims data analysis and coordination with CMS subject matter experts
Office of Inspector General Report

• “Questionable Billing by Community Mental Health Centers,” August 2012, OEI-04-11-00100

• Identified nine questionable billing characteristics for CMHC PHP services

• Available at [http://oig.hhs.gov/oei/reports/oei-04-11-00100.pdf](http://oig.hhs.gov/oei/reports/oei-04-11-00100.pdf)
PEPPER Target Areas

• Areas identified as potentially at risk for improper payments (e.g., coding or billing errors, unnecessary services).

• Calculated using a numerator and a denominator.
  – Numerator = episodes identified as potentially problematic
  – Denominator = larger reference group
# PHP PEPPER Target Areas

<table>
<thead>
<tr>
<th>Target Area</th>
<th>Target Area Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Group Therapy</strong></td>
<td><em>revised in Q4CY16 release</em> \nNumerator (N): count of EOC ending in the report period with only group therapy (HCPCS codes G0410 or G0411) billed \nDenominator (D): count of all EOC ending in the report period</td>
</tr>
<tr>
<td><strong>No Individual Psychotherapy</strong></td>
<td><em>revised in Q4CY16 release</em> \nN: count of EOC ending in the report period with no units of individual psychotherapy (HCPCS codes 90785, 90832, 90833, 90834, 90836, 90837, 90838, 90845, 90865, or 90880) \nD: count of all EOC ending in the report period</td>
</tr>
</tbody>
</table>
**PHP PEPPER Target Areas (Cont.)**

<table>
<thead>
<tr>
<th>Target Area</th>
<th>Target Area Definition</th>
</tr>
</thead>
</table>
| 60+ Days of Service     | \(N\): count of EOC ending in the report period with greater than or equal to 60 days of service provided by the PHP  
\(D\): count of all EOC ending in the report period                                                                   |
| 30-Day Readmissions     | \(N\): count of all index (first) EOC ending in the report period for which a resumption of care occurred within 30 days to the same or to another PHP  
\(D\): count of all EOC ending in the report period  |
Percentiles in PEPPER

- Percentile tells us the percentage of PHPs that have a lower target area percent.
- Target area percents at/above national 80th percentile are identified as “outliers” in PEPPER.
Comparison Groups

- National Comparison
- MAC Jurisdiction Comparison
- State Comparison
How does PEPPER apply to providers?

PEPPER is a roadmap to help you identify potentially vulnerable or improper payments.

Providers are not required to use PEPPER or to take any action in response to their PEPPER statistics.

But: Why not take advantage of this free comparative report provided by CMS?
# Obtaining Your PEPPER

PEPPER is distributed annually in electronic format.

Distribution method differs for hospital-based PHPs versus Community Mental Health Center (CMHC) PHPs.

PEPPER cannot be sent via email.
PHP Units of Hospitals

- PHP distinct part units of short-term acute care hospitals or inpatient psychiatric facilities: PEPPER is distributed via QualityNet to the hospital QualityNet administrators and those with basic user accounts and the PEPPER recipient role.
  - If there is no QualityNet administrator at your hospital, or if your hospital’s QualityNet administrator needs assistance, contact the QualityNet Help Desk at www.qualitynet.org.
CMHC PHPs

• PEPPER Resources Portal
  – Visit PEPPERresources.org.
  – Click on the “PEPPER Distribution – Get Your PEPPER” link.
  – Review instructions and access portal.
  – Each release will be available for approximately two years from the original release date.
Required Information to Access PEPPER via the PEPPER Resources Portal

• 6-digit CMS Certification Number (also referred to as the provider number or PTAN).
  – Not the same as the tax ID or NPI number.

• Patient Control Number (form locator 03a) or Medical Record Number (form locator 03b) from claim of traditional fee-for-service Medicare beneficiary receiving services during October 1 – December 30, 2017.
Strategies to Consider

• Do not panic!
  – Outlier status does not necessarily mean that compliance issues exist.

• But: Determine why you are an “outlier.”
  – Do the statistics reflect your operation? Patient population? Referral sources? Health care environment?
    Verify by:
    • Sampling claims, reviewing documentation in the medical record
    • Reviewing a claim; was it coded and billed appropriately based upon documentation in the medical record?

• Ensure you are following best practices, even if you are not an outlier.
Aggregate Target Area Data

• National-level data are available at PEPPERresources.org on the “Data” page.
  – Target areas
  – Top diagnosis categories

• The data are updated annually following each report release.
Available on the PEPPERresources.org “Training and Resources” Page

- PEPPER User’s Guide
- Jurisdictions spreadsheet
- Recorded PEPPER training sessions
- Sample PHP PEPPER
For Assistance with PEPPER

If you have questions or need individual assistance, click on “Help/Contact Us,” and submit your request through the Help Desk.

Complete the form, and a TMF staff member will respond promptly to assist you.

Please do not contact any other organization for assistance with PEPPER.
Welcome to PEPPER Resources

PEPPERresources.org is the official site for information, training and support related to the Program for Evaluating Payment Patterns Electronic Report (PEPPER). PEPPER provides provider-specific Medicare data statistics for discharges/services vulnerable to improper payments. PEPPER can support a hospital or facility’s compliance efforts by identifying where it is an outlier for these risk areas. This data can help identify both potential overpayments as well as potential underpayments.

Success stories: How your peers have used their PEPPER Go to Success Stories

- SHORT-TERM ACUTE CARE HOSPITALS
  - Training & Resources
  - PEPPER Distribution - Get Your PEPPER

- CRITICAL ACCESS HOSPITALS
  - Training & Resources
  - PEPPER Distribution - Get Your PEPPER

- HOSPICES
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER
    - Map of Hospice PEPPER Retrievals by State

- INPATIENT PSYCHIATRIC FACILITIES
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER

- INPATIENT REHABILITATION FACILITIES
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER

- LONG-TERM ACUTE CARE HOSPITALS
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER
    - Map of LT PEPPER Retrievals by State

- PARTIAL HOSPITALIZATION PROGRAMS
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER

- HOME HEALTH AGENCIES
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER
    - Map of HHA PEPPER Retrievals by State

- SKILLED NURSING FACILITIES
    - Training & Resources
    - PEPPER Distribution - Get Your PEPPER
    - Map of SNF PEPPER Retrievals by State
Questions?

• “Help Desk” at PEPPERresources.org