



WISCONSIN DEPARTMENT
of HEALTH SERVICES

IRIS Advisory Committee Fiscal Update

Division of Medicaid Services, Bureau of Rate Setting
Grant Cummings, Bureau Director
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May 24, 2022

HCBS Rate Bands Project

- First Quarterly Stakeholder Meeting on 4/26
- First Residential Workgroup meeting 5/13
- First Supportive Home Care/Personal Care meeting 5/20
- Reviewing service definitions across Family Care and IRIS to develop uniform procedure coding for services
- Reviewing approaches to specify cost tiers based on member/participant acuity

IBA Model Revision: Background

- IBA model: Calculates participant IBAs based on Long-Term Care Functional Screen results
- Model based on actual encounter (service) data
- Current model is from 2013 and was built from Family Care data
- Outdated model increases reliance on budget amendments

IBA Model Revision: Project

- Use pre-pandemic IRIS encounter data to construct a new IBA model
- New model will be used to update the IBA calculation in the LTCFS
- Include the 5% ARPA increase and adjustment for recent cost trends

IBA Model Revision: Status

- **Now:** Actuary finalizing model over next few weeks
- **Summer:** Model implementation
 - Updating the LTCFS software IBA calculation
 - Testing and validation of the new model & software update
- **Fall:** Model rollout
 - Communication to participants
 - ICAs update IBAs along with LTCFS reviews
- **2023 onward:** Regular IBA updates

MROS Update: Background

- ICAs and FEAs receive fixed dollar amount per participant for costs of providing services
 - MROS = Monthly rate of service
- MROS development based on CPA analysis of costs reported by ICAs and FEAs
- Previous MROS rates had been set in 2015
- ICAs and FEAs have gotten more efficient with more experience and program growth

MROS Update: Status

- Transitional rates were put in place in January
 - ICAs: \$237.26 per participant
 - FEAs: \$68.25 per participant
- Final rates scheduled to begin in July
 - ICAs: \$219.78 per participant
 - FEAs: \$62.98 per participant

MROS Update: Status

- BRS is meeting with ICAs and FEAs that have reached out with concerns
- Aside from general concern about a reduction, the primary concern has been about recent labor market and inflationary trends
- BRS is reviewing comments and considering an inflation adjustment to rates scheduled for July
- Will communicate decision in early June