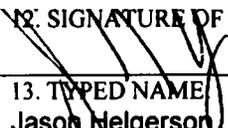


TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL		1. TRANSMITTAL NUMBER: 09-006	2. STATE Wisconsin
FOR: HEALTH CARE FINANCING ADMINISTRATION		3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)	
TO: REGIONAL ADMINISTRATOR HEALTH CARE FINANCING ADMINISTRATION DEPARTMENT OF HEALTH AND HUMAN SERVICES		4. PROPOSED EFFECTIVE DATE 01/01/2009	
5. TYPE OF PLAN MATERIAL (Check One):			
<input type="checkbox"/> NEW STATE PLAN <input type="checkbox"/> AMENDMENT TO BE CONSIDERED AS NEW PLAN <input checked="" type="checkbox"/> AMENDMENT			
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)			
6. FEDERAL STATUTE/REGULATION CITATION: 42 CFR 447.250		7. FEDERAL BUDGET IMPACT: a. FFY 2009 \$3,250K b. FFY 2010 \$3,250K 0	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT: Attachment 4.19-A, page 21.a.		9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable): None	
10. SUBJECT OF AMENDMENT: Inpatient hospital rates and methodologies - pay for performance payments			
11. GOVERNOR'S REVIEW (Check One):			
<input checked="" type="checkbox"/> GOVERNOR'S OFFICE REPORTED NO COMMENT <input type="checkbox"/> OTHER, AS SPECIFIED: <input type="checkbox"/> COMMENTS OF GOVERNOR'S OFFICE ENCLOSED <input type="checkbox"/> NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL			
12. SIGNATURE OF STATE AGENCY OFFICIAL: 		16. RETURN TO: Jason Helgerson State Medicaid Director Division of Health Care Access and Accountability 1 W. Wilson St. P.O. Box 309 Madison, WI 53701-0309	
13. TYPED NAME Jason Helgerson			
14. TITLE: State Medicaid Director			
15. DATE SUBMITTED: March 31, 2009			
FOR REGIONAL OFFICE USE ONLY			
17. DATE RECEIVED:		18. DATE APPROVED: 12-07-09	
PLAN APPROVED - ONE COPY ATTACHED			
19. EFFECTIVE DATE OF APPROVED MATERIAL: JAN 1 - 2009		20. SIGNATURE OF REGIONAL OFFICIAL: 	
21. TYPED NAME: William Lasowski		22. TITLE: Deputy Director, CMSO	
23. REMARKS: PEN AND INK CHANGE - BOX 7 - PER DECEMBER 2, 2009 EMAIL REQUEST FROM THE STATE.			

5500 Performance-Based Payments

The Department will reserve \$5 million All Funds for the period of January 1, 2009 through June 30, 2009 for performance-based payments to acute care, children's hospitals and rehabilitation hospitals located in Wisconsin. Critical access hospitals will not be included in the performance-based payment system because they already receive cost-based reimbursement. Psychiatric hospitals are not included because they are paid under a different reimbursement methodology in the state plan.

The Department will commence performance-based payments by providing incentives for hospitals to begin reporting performance measures. Identified measures are part of Wisconsin CheckPoint (www.wicheckpoint.org) hospital quality survey instrument.

Four CheckPoint measures will serve as the basis of the January 1, 2009 through June 30, 2009 performance-based payments. They are:

- 1) Flu Vaccine for Pneumonia Patients – Percent of patients discharged during October, November, December, January or February with pneumonia, age 50 and older, who were screened for influenza vaccine status and were vaccinated prior to discharge, if indicated. To qualify for funding, a hospital must report their data for the reporting period of October 1, 2007 through September 30, 2008 by February 15, 2009 to CheckPoint. The data will be available on CheckPoint beginning June 15, 2009. Each qualifying hospital will receive a lump-sum one-time payment of \$16,393.44.
- 2) Patient Experience of Care – The Hospital Consumer Assessment of Healthcare Providers and Systems survey includes 27 questions that are used to report 10 measures (six summary, two individual and two global measures) that reflect the patient's perception of the care that they have received in the hospital. Note: These measures include communication with nurses/doctors/staff, pain management, discharge and medication information, cleanliness and quietness of hospital environment, and overall rating of hospital. To qualify for funding, a hospital must report their data for the reporting period of October 1, 2007 through September 30, 2008 by February 15, 2009 to CheckPoint. The data will be available on CheckPoint beginning June 15, 2009. Each qualifying hospital will receive a lump-sum one-time payment of \$15,625.00.
- 3) Surgical Infection Prevention Index – The percent of surgical patients who were given all the care they needed to prevent an infection based on two measures (prophylactic antibiotic received within one hour prior to surgical incision and prophylactic antibiotic discontinued within 24 hours after surgery end time). To qualify for funding, a hospital must report their data for the reporting period of October 1, 2007 through September 30, 2008 by February 15, 2009 to CheckPoint. The data will be available on CheckPoint beginning June 15, 2009. Each qualifying hospital will receive a lump-sum one-time payment of \$24,193.55
- 4) Medication Reconciliation – The percent of patients with a complete medication reconciliation form in their medical record within 48 hours of admission. To qualify for funding, a hospital must report their data for the reporting period July 1, 2008 through December 31, 2008 by February 28, 2009 to CheckPoint. The data will be available on CheckPoint beginning March 15, 2009. Each qualifying hospital will receive a lump-sum one-time payment of \$25,423.73

Payments will be made once annually, by June 30 of the rate year.