## New Hampshire Ground Ambulance Cost Study

Rate Model Presentation Joint SEG/SAG Meeting

December 23, 2024



**Solutions that Matter** 

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## **Overview of Project**

#### **Study Purpose**

To gather detailed information on the financial landscape of ground ambulance services in New Hampshire. The study will:

- Assess Costs
- Evaluate Paid Claims
- Develop a Rate Schedule
- Support Legislation





#### **Legislative Mandate**

In accordance with <u>Senate Bill 407</u>, a law that was passed by the New Hampshire legislature this spring, the primary goal of this study is to accurately assess the financial landscape of Licensed EMS Units in New Hampshire. The data collected will be used to develop a fair and sustainable reimbursement model that reflects the costs of providing these essential services.

To develop a rate schedule based off the data collected from Licensed EMS Units and Town Managers



#### **Rate Development Process**



- We have calculated recommended rates
- Lewis & Ellis have done financial impact modeling



## **Procedures Covered**

### **Procedures Covered In Study**

Procedure Codes Included				
Procedure Code	Description	Category		
A0426	Advanced Life Support, Level 1 (ALS1), Non- emergency			
A0427	Advanced Life Support, Level 1 (ALS1), Emergency			
A0428	Basic Life Support (BLS), Non-emergency	_		
A0429	Basic Life Support (BLS), Emergency	Transport		
A0432	Paramedic Intercept, Volunteer Ambulance Co			
A0433	Advanced Life Support, Level 2 (ALS2)			
A0434	Specialty Care Transport (SCT)			
A0998	Response and Treatment, no transport	Treat No Transport		
A0425	Mileage	Mileage		



## **Additional Factors**



# **Considerations**

## The rates incorporate the following factors:

- Geography through use of CMS developed Urban/Rural/Super Rural adjustment
- Inflation through use of medical Northeast-region specific Consumer Price Index (CPI) published by the Bureau of Labor Statistics (BLS)
- Local tax revenues earmarked for EMS services
- Provision for Adverse Determination (PAD)
  - Expressed in a positive percentage adjustment, accounts for uncertainty in rate development and increased confidence in rate sufficiency
- Volunteer Costs



## Methodology Summary – Transport Codes

## **Transport Codes - Methodology**

## Does not include following codes:

- ≻A0998 Treat, No Transport;
- ≻A0425 Mileage

## **Cost Centers Included:**

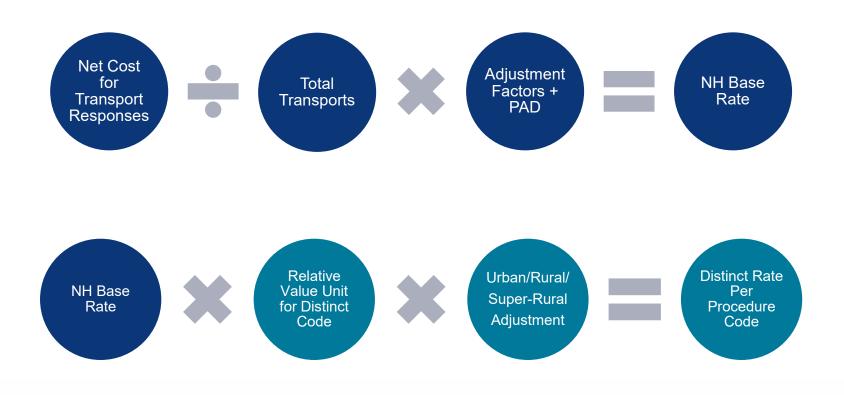
- Personnel Cost for Ambulance Transports
  - Direct Personnel
  - Indirect Personnel

#### Non-Personnel Cost for Ambulance Transports

- Direct Equipment, Consumables and Supplies
- Indirect Equipment, Consumables and Supplies and Other Costs



#### **Transport Codes - Formula**





## Methodology Summary – A0998



## **Treat No Transport – Code A0998**

#### **Cost Centers Included:**

Personnel Cost for Treat in Place Services

- Direct Personnel
- Indirect Personnel

#### Non-Personnel Cost for Treat in Place Services

- Direct Equipment, Consumables and Supplies
- > Indirect Equipment, Consumables and Supplies and Other Costs



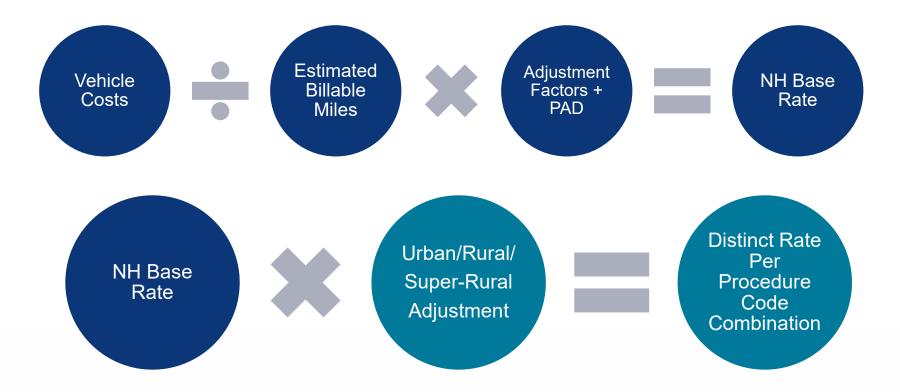
## Methodology Summary – Mileage



#### A0425 - Mileage

#### **Cost Centers Included:**

#### Vehicle Costs for transport services; excluding treat no transport





**Recommended Rates** 



Recommended Rates are what commercial payers would pay <u>at minimum</u>

All recommended rates and processes are subject to NH Legislative Approval

Full details about methodology will be included in the final report

Rates are subject to final approval



## **Final Distinct Rate Recommendations**

NH Reimbursement Rate Recommendations					
Procedure Code	Description	Urban	Rural	Super Rural	
A0426	Advanced Life Support, Level 1 (ALS1), Non- emergency	\$691.24	\$698.02	\$855.77	
A0427	Advanced Life Support, Level 1 (ALS1), Emergency	\$1,094.46	\$1,105.19	\$1,354.97	
A0428	Basic Life Support (BLS), Non-emergency	\$576.03	\$581.68	\$713.14	
A0429	Basic Life Support (BLS), Emergency	\$921.65	\$930.69	\$1,141.03	
A0432	Paramedic Intercept, Volunteer Ambulance Co	\$1,008.06	\$1,017.94	\$1,248.00	
A0433	Advanced Life Support, Level 2 (ALS2)	\$1,584.09	\$1,599.62	\$1,961.14	
A0434	Specialty Care Transport (SCT)	\$1,872.11	\$1,890.46	\$2,317.71	
A0998 (BLS)	Response and Treatment, no transport	\$414.07	\$418.13	\$512.63	
A0998 (ALS 1)	Response and Treatment, no transport	\$491.71	\$496.53	\$608.75	
A0998 (ALS 2)	Response and Treatment, no transport	\$711.69	\$718.67	\$881.09	
A0425	Mileage	\$19.14	\$19.33	\$28.99	

- Each procedure code takes calculated base rate and multiplies by CMS Geographic adjustment factor
- Calculated rates for Urban, Rural, Super Rural for each procedure code combination



#### **Recommended NH Rates Relative to NH Medicare**

Procedure Type	% of Medicare Rate
Transport	202%
Mileage	209%
Treat, No Transport	N/A



#### **Acknowledgements**

✓ Thanks to NHHP, NHID and NHDOS for their support and assistance

- ✓Thanks to Licensed EMS Units for their data responses
- ✓Thanks to Lewis & Ellis for assisting in actuarial calculations



## **Questions/Comments**





**Solutions that Matter**