

## **FY'15 PIHP MEDICAID UTILIZATION AND NET COST REPORT (MUNC)**

This report provides the total service data necessary for MDHHS management of PIHP contracts and rate-setting by the actuary. In the case of an affiliation, the PIHP must report this information as an aggregation of all Medicaid services provided in the service area by the affiliates. Medicaid Substance Abuse services are also included in this FY'15 report. The data set reflects and describes the support activity provided to or on behalf of Medicaid beneficiaries, **except** Children's Waiver, and Children's Serious Emotional Disturbance Waiver. The format is presented by procedure code, beginning with facility services reported by revenue code. Most of the activity reported here will also have been reported in the encounter data system. Refer to the PIHP/CMHSP Encounter Reporting Costing Per Code and Code Chart on the MDHHS web site for a crosswalk between services and the appropriate codes.

### **RULES FOR REPORTING ON MUNC REPORT**

#### Background:

PIHPs report Medicaid managed care expenditures on the Medicaid Utilization and Aggregate Net Cost report (MUNC) as well as Medicaid benefit plan management. It is used by the state's actuary as a PIHP Financial Statement as well as in the analysis of the encounter data and costs. The report is also used to compare the volume of units reported with the encounter data.

#### Healthy Michigan

PIHPs report Healthy Michigan managed care expenditures on the HMP Utilization and Aggregate Net Cost report (HMPUNC) as well as HMP benefit plan management. It is used by the state's actuary as a PIHP Financial Statement as well as in the analysis of the encounter data and costs. The report is also used to compare the volume of units reported with the encounter data.

#### Autism (Medicaid and MiChild)

Starting FY13, PIHPs report cases, units and costs for services covered under the state plan amendment for the Medicaid/MiChild autism benefit, as well as Autism benefit plan management. PIHPs are to use this sheet to document those services included in the cost settlement process for Medicaid/MiChild autism services.

#### Sub-Element Cost Report

CMHSPs report expenditures for all funding streams on the Sub-Element Cost Report. It is used by MDHHS to comply with the MDHHS Appropriations Act Section 404 boilerplate requirements.

#### General Fund Utilization and Net Cost Report (GFUNC)

CMHSPs report their expenditures for general fund only on the General Fund Cost Report. This report enables MDHHS to know the services, cases, units and costs, and

indirect activity and subsidies attributed to CMH general funds. It is used by MDHHS to respond to MDHHS Appropriations Act Section 1006.

### MI Child

Starting in FY15, PIHPs report MI Child managed care expenditures only on this MiChild Utilization and Aggregate Net Cost report (MiChildUNC), as well as Mi Child benefit plan management. It is used by the state's actuary as a PIHP Financial Statement as well as in the analysis of the encounter data and costs. The report is also used to compare the volume of units reported with the encounter data.

### Instructions:

#### **I. Total units, cases, and costs per procedure code:**

- A. Enter the number of **units** per procedure code that were provided during the period of this report for Medicaid beneficiaries with mental illness, serious emotional disturbance, developmental disabilities and substance use disorders served by the PIHP (see exclusions). For most of the procedure codes, the total number of units should be consistent with the number of units for that procedure code that were reported to the MDHHS warehouse for all consumers. Follow the same rules for reporting units in this report that are followed for reporting encounters. Refer to the Mental Health HCPCS and Revenue Code Chart on the MDHHS web site, the Mental Health and Substance Abuse Chapter of the Medicaid Provider Manual (also on the MDHHS web site) and the Costing Per Code document issued by MDHHS.
- B. PIHPs are to report EPSDT (Early Periodic Screening Diagnosis and Treatment) for some services that are provided to beneficiaries under age 21 on the date of service. Report units and costs of state plan, EPSDT, 1915(b)(3), and Habilitation Supports Waiver (HSW) in separate columns on the worksheet. Some procedures are reportable under more than one coverage. For example, supports coordination (T1016) is reportable as a 1915(b)(3) service, EPSDT and HSW. Care should be taken to report the appropriate number of units and the costs attributable to the coverage. **Note that all units and costs for HSW services are to be reported under columns N and O including instances in which the consumer is under 21 on the date of service.**
- C. There are two rows to report Hospital Reimbursement Adjustment (HRA) expenditures. Report HRA expenditures separately for IMDs (PT68) in Column I of row 3 and for community inpatient (PT73) in Column I of row 4. The amounts in these cells should sum to FSR row A204.
- D. Community inpatient costs reported in rows 1 and 2 should not include HRA payments and also should not include accruals or adjustments for services provided in previous years. Community inpatient costs should include accruals for

the current year, and also an estimate of the use (days and consumers) that align with those accruals.

- E. Include costs and services that were provided during the reporting year, but funded by prior year savings or carry-forward or by funds pulled **out** of the ISFs.
- F. Note that some procedures are reportable under only one column. An example is out-of-home prevocational service (T2015) that is only available to persons with a developmental disability who are enrolled in the Habilitation Supports Waiver.
- G. Peer-support specialist services (H0038), Substance Abuse Peer Services (H0038 with HF), Developmental Disabilities Peer Mentor (H0046), and Drop-in centers (H0023), each have a row to report cases, units and costs for those services reported as encounters. In addition, there is a row for peer-delivered expenditures and drop-in center activities that were **not** captured by encounter data. It is important that the appropriate numbers are entered into the correct rows for these procedures. **Do not** aggregate the units, cases and costs into one row.
- H. Several codes have rows without modifiers as well as rows with modifiers: 90849 (HS modifier used to distinguish when a beneficiary is not present), H2016 and T1020 (TF and TG modifiers used to distinguish level of service). It is important that the appropriate number of units, cases and costs are entered into the correct rows for these procedures. **Do not** aggregate the units, cases and costs for the modified procedures into one row.
- I. Enter the **unique number of Medicaid cases** per procedure code in Column G. This number should reflect the unduplicated number of Medicaid beneficiaries who were provided the service during the reporting period.
- J. Enter the **total Medicaid expenditures** per procedure code (see exclusions below) by State Plan Services, EPDST Services, 1915(b)(3) Services, and HSW Services. The sum of the Medicaid expenditures will automatically calculate in Column Q.
- K. Note that expenditures for autism training revenues are to be reported throughout the service lines of the MUNC and should not be reflected in either of the autism worksheets. Expenditures for services covered by the 1915i autism benefit are **NOT** to be included in the expenditures reported on the MUNC.
- L. In Column R, the net cost per unit will be automatically calculated by dividing the total expenditures in Column Q by the total units in Column P.

## II. Total Medicaid MH/DD/SUD Cases and Costs

In Column G enter the total unduplicated cases served during the period. *This total should not be the sum of the rows above, but rather a unique count of all Medicaid beneficiaries who received services reported above.* MDHHS is using cost/case as a metric and it is critical that you report accurate, unduplicated counts of cases served. The sums of the costs per Columns I, K, M, and O will be automatically calculated.

**III. Total Medicaid MH/IDD Cases and Service Costs**

Column G, the total unduplicated MH/IDD cases served during the period. *This total should not be the sum of the rows above, but rather a unique count of all Medicaid beneficiaries who have mental illness or developmental disability and have received services reported above.* The sums of the MH/IDD costs per Columns I, K, M, and O will be automatically calculated.

**IV. Medicaid Benefit Plan Administration MH/IDD**

Enter cost of Medicaid benefit plan administration performed by the PIHP (including administrative functions delegated to CMHSP affiliates and/or provider networks) for the MH/IDD benefit. Refer to the document entitled “MDHHS CMHSP/PIHP Administration Cost Reporting Instructions” for determining the Medicaid benefit plan administrative costs to be entered in row IV, Column Q. The document can be found on the MDHHS web site at:

[http://www.michigan.gov/documents/MDHHS/FY12\\_CMHSP-PIHP\\_Admin\\_Exp\\_Rptg\\_Instr\\_final\\_2-7-13\\_411752\\_7.pdf](http://www.michigan.gov/documents/MDHHS/FY12_CMHSP-PIHP_Admin_Exp_Rptg_Instr_final_2-7-13_411752_7.pdf)

**V. Total Medicaid MH/IDD Costs**

The service costs and benefit plan administration costs will be summed in row V, column Q.

**VI. Total Medicaid Substance Abuse Cases and Service Costs**

In row VI, Column G, enter the total unduplicated Medicaid beneficiaries who received substance use disorder services during the period. *This total should not be the sum of the rows above, but rather a unique count of all Medicaid beneficiaries who received at least one substance abuse service reported above.* The sum of the costs for Medicaid SUD services will be automatically calculated in Columns I, K, M and O. Note, that the costs in row II should equal the costs in row III plus the costs in row VI. However, the cases in row II may be less than the sum of the cases in rows III and VI as some individuals may be counted as both MH/IDD as well as SUD.

**VII. Enter the cost of Medicaid benefit plan administration performed by the PIHP for the Substance Use Disorder benefit in Column Q.**

**VIII. Total Medicaid SUD Costs**

The sum of the total SUD costs and the Medicaid benefit plan administrative costs in Column Q will automatically calculate.

**IX. Medicaid Redirected to MIHealth Link**

Only the four PIHPs that are participating in the MIHealth Link pilot should enter costs here. All other PIHPs should enter zero (\$0) dollars.

- A. Enter the total MIHealth Link expenses covered by Medicaid that are NOT shown on the service rows above.
- B. Enter the total MIHealth Link expenses redirected from Medicaid ISF that are NOT shown in the above service rows.

**X. Total Medicaid MH/DD/SUD Service and benefit plan Administrative Costs**

The sum of the service and administrative costs as well as Medicaid dollars redirected to MIHealth Link will automatically calculate in Column Q.

**XI. Spend-down**

- A. Enter in Column Q the amount of general fund expended for spend-down that needs to be deducted from the amount above; OR
- B. Enter in Column P the amount of general fund expended for spend-down that has already been deducted from the amount above.

Note: Do not include general fund if spend-down was not met. Determine whether spend-down has been met on a month-to-month basis.

**XII. Medicaid MH/DD/SA Net Expenses**

Spend-down expenditures in Column Q will automatically be deducted from total expenses to yield net expenses.

**XIII. Reconciling items to the Financial Status Report (FSR)**

Enter the following in Column Q

- A. Current period ISF contributions (deposits) to ISF FSR Row A203
- B. HICA Tax from FSR Row A201

- C. Prior year adjustments included in costs on the PIHP FSR not included in the MUNC encounter rates
- D. Total MICHild costs. These costs will be autopopulated from the MICHild tab in this workbook.
- E. Other. Adjustments needed to reconcile costs on the MUNC report to the Medicaid costs on the FSR. For each amount reported also provide a short description of the type of cost/adjustment, such as dental services not on the MUNC and IBNR included in the FSR. If more than three rows are needed, please attach a detailed listing for amounts included on row E.
- F. Total reconciling items to Financial Status Report Sum of XIII, A, B, C, D and E.

**XIV. Adjusted MUNC report Medicaid costs:** This is the sum of rows XII and XIII e.

**XV. Financial Status Report (FSR):**

- A. PIHP that are not participating in the MIHealth Link pilot are to enter Medicaid expenses from FSR row A290.
- B. PIHPs that are participating in the MIHealth Link pilot are to enter Medicaid the sum of expenses from FSR rows A290, AK310 and AK333.

Exclusions:

The following expenditures **MUST BE EXCLUDED** from the Medicaid Utilization and Net Cost Report:

1. Local contribution to Medicaid.
2. Room and board
3. Cases, costs and units for Children's Waiver and Children with Serious Emotional Disturbance Waiver
4. Payments made into internal service funds (ISFs) or risk pools. These payments must **not** be incorporated into allowable amounts either. The actuary will use the ISF reports submitted with the final FSR to identify use of fiscal year Medicaid revenues for funding of ISF.

5. Provider of administrative service organization (ASO) services to other entities, including PIHP/hub ASO activities provided to CMHSP affiliates/spokes for non-Medicaid services.
6. Write-offs for prior years.
7. Workshop production costs (these costs should be offset by income for the products).
8. Medicare payments for inpatient days (where CMHSP has no financial responsibility).
9. Services provided in the state hospitals and Center for Forensic Psychiatry.
10. Mental health services delivered by CMHSP but paid for by health plan (MHP) contracts.

Additional Issues:

1. Report services and costs that match the accrual assumptions for fee-for-service activities where an end-of-year financial accrual is made for services incurred but where a claim has not been processed. (ie. report cases, units, and costs for services rendered, but those whose claims have not been adjudicated by the time of report).
2. The COFR PIHP should report services that are provided by another CMHSP/PIHP through an earned contract.