# CMS Readmission Reduction Program: HEART FAILURE

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Kentucky Hospital Association

#### **CMS Readmission Reduction Program**

- Established by the Affordable Care Act in 2010
- Effective for hospital discharges beginning on October
  1, 2012
- "Readmission" defined as an admission to a hospital within 30 days of a discharge from the same or another hospital



 Hospitals with excessive readmissions are penalized a percentage of their Medicare base rate



### **CMS Readmission Penalty**

- Adopted readmission measures for the applicable conditions of Acute Myocardial Infarction (AMI), Heart Failure (HF) and Pneumonia (PN);
- Established a methodology to calculate the excess readmission ratio for each applicable condition, which is used, in part, to calculate the readmission payment adjustment.
- A hospital's excess readmission ratio for AMI, HF and PN is a measure of a hospital's readmission performance compared to the national average for the hospital's set of patients with that applicable condition.
- Established a policy of using the risk adjustment methodology endorsed by the NQF which includes adjustment for factors that are clinically relevant including patient demographic characteristics, comorbidities, and patient frailty.

Kentucky Hospital Association  Established an applicable period of three years of discharge data and the use of a minimum of 25 cases to calculate a hospital's excess readmission ratio of each applicable condition.

### **CMS Readmission Penalty**

#### **Readmissions Adjustment Factor =**

- For FY 2013, the higher of the Ratio or 0.99 (1% reduction);
- For FY 2014, the higher of the Ratio or 0.98 (2% reduction).
- For FY 2015, the higher of the Ratio or 0.97 (3% reduction)



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### Kentucky Data

		June 2009	June 2010	June 2011	June 2012	Dec. 2013 *
		July 1, 2005 - June	July 1, 2006 - June	July 1, 2007 - June	July 1, 2008 - June	July 1, 2009 - June
		30,2008	30, 2009	30, 2010	30, 2011	30, 2012
Rates	АМІ	20.0%	20.3% 🔺	20.5% 🔺	20.5% 🔻	18.8% 🔻
	HF	25.3%	25.3% 🔺	25.3% 🔺	25.2% ▼	23.9% 🔻
	PN	19.2%	19.3% 🔺	19.1% 🔻	19.4% 🔺	18.4% 🔻
	тна/тка	No Data Available				5.3%



Kentucky Hospital Association Beginning in FY 2015, there are two new measures included in the Readmission program: (1) patients admitted for an acute exacerbation of chronic obstructive pulmonary disease (COPD); and (2) patients admitted for elective total hip arthroplasty (THA) and total knee arthroplasty (TKA).

## Kentucky Rank

		June 2009	June 2010	June 2011	June 2012	Dec. 2013 *
		July 1, 2005 - June 30, 2008	July 1, 2006 - June 30, 2009	July 1, 2007 - June 30, 2010	July 1, 2008 - June 30, 2011	July 1, 2009 - June 30, 2012
Ranks	АМІ	37 of 50	41 of 51 🔺	47 of 51	46 of 51 ▼	46 of 51
	HF	43 of 50	43 of 51	39 of 51 ▼	39 of 51	42 of 51 🔺
	PN	44 of 50	44 of 51	41 of 51 ▼	44 of 51 🔺	47 of 51 🔺
	ТНА/ТКА	No Data Available				29 of 51



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