



## **Attachment 6: Florida Managed Medical Assistance Physician Incentive Program (MPIP) Rate Calculation Guidance**

### **Calculating Rates for Services with a Medicare Equivalent**

Most services included in the Managed Medical Assistance Physician Incentive Program (MPIP) have a Medicare equivalent. To calculate Medicare equivalent rates, please see the formula found in the Medicare Physician Fee Schedule Fact Sheet published on the Centers for Medicare and Medicaid Services website at <https://www.cms.gov/Outreach-and-Education/Medicare-Learning-Network-MLN/MLNProducts/downloads/MedcrePhysFeeSchedfactsht.pdf>.

First Coast Service Options, Inc. (First Coast) is the Medicare administrative contractor for jurisdiction N, which includes Florida. A comprehensive list of the Florida Medicare regions is located at <https://medicare.fcso.com/unwrapped/0330086.asp>. Each Medicare region has its own Work Geographic Practice Cost Indices (GPCI), Malpractice GPCI, and Practice GPCI. The GPICs change every January and can be obtained using First Coast Service Option's fee schedule look up tool at [https://medicare.fcso.com/SharedTools/faces/FeeSchedule\\_en.jspx?\\_afLoop=155870589773213&state=FL&lob=Part+B&\\_afWindowMode=0&\\_adf.ctrl-state=mdeh1ykfa\\_22](https://medicare.fcso.com/SharedTools/faces/FeeSchedule_en.jspx?_afLoop=155870589773213&state=FL&lob=Part+B&_afWindowMode=0&_adf.ctrl-state=mdeh1ykfa_22).

As required by the Budget Control Act of 2011, the managed care plan must reduce the amount of the Medicare rates (in effect on the date of service) by the 2% sequestration.

### **Physician Reimbursement Rates for Services Provided in a Facility**

The Medicare Physician Fee Schedule includes some Current Procedural Terminology (CPT) codes that have both a facility payment rate and a non-facility payment rate.

1. The facility rate is the payment rate for services performed in a facility setting (e.g., hospital, nursing facility, ambulatory surgical center, etc.).
2. The non-facility rate is the payment rate for services performed in an office setting.

### **Calculating Rates for Services without a Medicare Equivalent**

For MPIP included service codes that do not have a Medicare equivalent and for which Relative Value Units (RVUs) = 0, the managed care plan must use the following formula:

Florida Medicaid rate x 1.6667 = Medicare equivalent rate

Florida Medicaid rates can be found on the promulgated fee schedules, which are incorporated by reference in Rule 59G-4.002, Florida Administrative Code. Adopted rules are located at [http://ahca.myflorida.com/medicaid/review/fee\\_schedules.shtml](http://ahca.myflorida.com/medicaid/review/fee_schedules.shtml).