

# DHMH - Health Regulatory Commissions - Health Services Cost Review Commission

## MISSION

To promote an equitable and fair hospital payment system; constrain the costs and promote the efficiency and quality of services at Maryland hospitals; to ensure the financial access to high quality hospital care for Maryland citizens; to create incentives that meet the Three-Part Aim of better care, better health and reduced costs; and to meet the requirements of the new All-Payer Model agreement.

## VISION

To expand access to life-saving hospital care, while maintaining affordability and the quality of hospital care for Maryland citizens and to meet the Three-Part Aim.

## KEY GOALS, OBJECTIVES, AND PERFORMANCE MEASURES

### Goal 1. To maintain affordable hospital care for all Maryland citizens.

- Obj. 1.1** Per capita Maryland hospital revenues will grow at an annual rate that does not exceed 3.58 percent, the long term change in the per capita Gross State Product.
- Obj. 1.2** Medicare fee-for-service hospital expenditures per Maryland Medicare fee-for-service beneficiary will grow more slowly than the national Medicare fee-for-service expenditures per beneficiary.

Performance Measures	2011 Act.	2012 Act.	2013 Act.	2014 Act.	2015 Est.	2016 Est.	2017 Est.
Alternative Rate Methodology (ARM) applications completed	N/A	N/A	N/A	35	40	40	40
Maryland all-payer per capita hospital revenue growth	N/A	N/A	N/A	< 1.47%	< 3.58%	< 3.58%	< 3.58%
Growth in Medicare fee-for-service hospital expenditures per Maryland beneficiary compared to the growth in national Medicare fee-for-service hospital expenditures per beneficiary	N/A	N/A	N/A	< 2.2%	< 0.5%	< 0.5%	< 0.5%

### Goal 2. To maintain the current equitable system for financing hospital care for those without health insurance.

- Obj. 2.1** Finance the Uncompensated Care Fund through the continuation of the new All-Payer model.

Performance Measures	2011 Act.	2012 Act.	2013 Act.	2014 Act.	2015 Act.	2016 Est.	2017 Est.
Maryland hospitals regulated	N/A	N/A	N/A	54	55	55	55
Maryland hospitals paying into Uncompensated Care Fund	N/A	N/A	N/A	21	20	22	22
Maryland hospitals receiving funding from Uncompensated Care	N/A	N/A	N/A	27	28	26	26
Maryland hospitals operating under global (GBR/TPR) payment structure	N/A	N/A	N/A	48	48	48	48
Maryland hospitals operating under Potentially Avoidable Utilization	N/A	N/A	N/A	48	48	48	48
Percent of regulated hospitals providing treatment to all patients regardless of ability to pay	N/A	N/A	N/A	100%	100%	100%	100%

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Goal 3. To create incentives that improve the quality and safety of care provided at Maryland hospitals.

Obj. 3.1 To reduce complication and readmissions and improve compliance with best practices.

Performance Measures	2011 Act.	2012 Act.	2013 Act.	2014 Act.	2015 Act.	2016 Est.	2017 Est.
Overall hospital performance on patient experience of care	N/A	N/A	N/A	68%	69%	69%	69%
Overall hospital performance on best practice process measures	N/A	N/A	N/A	98%	98%	99%	99%
Percent of discharges with 30 day all hospital readmissions	N/A	N/A	N/A	14%	13%	13%	13%
Risk adjusted, potentially preventable complication rate	N/A	N/A	N/A	103%	87%	81%	81%

## OTHER PERFORMANCE MEASURES

Performance Measures	2011 Act.	2012 Act.	2013 Act.	2014 Act.	2015 Act.	2016 Est.	2017 Est.
Funds raised through HSCRC not directly supporting hospital finance (\$)							
Medicaid Hospital Assessment (M00Q01.03)	129,919,614	389,825,000	389,825,000	412,455,978	389,825,000	389,825,000	389,825,000
Health Care Coverage Fund (M00Q01 & M00L01.03)	146,097,991	137,164,153	138,733,839	158,555,141	164,897,347	169,000,000	169,000,000
Maryland Health Insurance Plan (D79Z02.01)	116,398,100	121,817,808	127,227,730	103,829,280	62,213,806	-	-
Nurse Support Program II (R60I00.38)	4,500,000	13,386,875	14,120,316	14,839,386	15,263,942	15,622,266	15,000,000
Nurse Support Program I (non-budgeted)	12,556,985	12,721,745	13,786,308	15,193,420	15,335,908	15,674,793	15,000,000
HSCRC User Fees (M00R01.02)	4,743,823	6,331,979	5,351,676	7,016,529	9,685,460	10,950,000	12,000,000
Maryland Patient Safety Center (non-budgeted)	1,544,594	1,314,433	1,225,637	1,200,000	1,080,000	972,000	874,800
Health Information Exchange (non-budgeted)	-	2,869,967	1,313,753	1,166,280	18,500,000	3,249,000	3,500,000

M00R01.02

<http://www.hscrc.state.md.us/>