2019 Merit-based Incentive Payment Program (MIPS) Facility-based Measurement Fact Sheet

Updated 10/9/2019

The Medicare Access and CHIP Reauthorization Act of 2015 (MACRA) ended the Sustainable Growth Rate formula, which would have resulted in a significant cut to Medicare payment rates for clinicians. By law, MACRA requires the Centers for Medicare & Medicaid Services (CMS) to implement an incentive program, referred to as the Quality Payment Program (QPP), which provides two participation tracks for clinicians:

This fact sheet describes the process used to assess performance at the facility level for select MIPS eligible clinicians, groups, and virtual groups whose primary healthcare responsibilities take place in hospital settings. The 2019 MIPS performance year, which affects clinicians’ Physician Fee Schedule payments during 2021, is the first year that CMS will apply facility-based measurement.

Our goal for measuring performance at the facility level is to reduce reporting burden for MIPS eligible clinicians who are facility-based. During the 2019 MIPS performance year, we will give MIPS eligible clinicians who are facility-based and working primarily in hospital settings, an opportunity for their Quality and Cost performance category scores to be based on a hospital’s performance under the Hospital Value-based Purchasing (VBP) Program. As value-based programs across different health care settings become more widespread, we will consider expanding this opportunity to other facility types and programs, as appropriate, in the future.

Last Updated: 10/9/2019
This fact sheet will address the following questions:

- How will CMS determine who is facility-based?
- What are the data submission requirements for clinicians who are determined to be facility-based?
- How does this impact Quality and Cost performance category scores?
- How do I know if I’m facility-based?
- What happens if I’m facility-based as an individual but my practice is participating in MIPS as a group?
- Does the small practice bonus apply to facility-based measurement?
- Will there be an opportunity to preview what facility-based measurement looks like?
- Do I still qualify for facility-based measurement if I’m no longer affiliated with my attributed facility?
How Will CMS Determine Who Is Facility-based?

For the 2019 MIPS performance year, the determination period for facility-based measurement is based on Medicare Part B claims billed by clinicians between October 1, 2017 and September 30, 2018 (including a 30-day claims run out). You are considered facility-based and are eligible for facility-based measurement if you are a MIPS eligible clinician and meet all of the following criteria:

1. **You billed at least 75 percent of your covered professional services in a hospital setting.**
   
   For individual MIPS eligible clinicians that submitted covered professional service claims during the determination period using the same Taxpayer Identification Number (TIN)/National Provider Identifier (NPI) combination, at least 75 percent of claims were billed at places of service indicating a hospital setting: (1) inpatient hospital (POS = 21); (2) on-campus outpatient hospital (POS = 22); or (3) emergency room (POS = 23).

2. **You billed at least one service in an inpatient hospital or emergency room.**
   
   For individual MIPS eligible clinicians who exceed the 75 percent threshold in criterion 1 using the same TIN/NPI combination, at least one claim billed during the determination period is at an inpatient hospital (POS = 21) or emergency room (POS = 23).

3. **You can be attributed to a facility with a FY 2020 Hospital VBP Program score.**
   
   We attribute individual MIPS eligible clinicians to a hospital in which they provided services to the greatest number of Medicare beneficiaries during the determination period using the same TIN/NPI combination. Therefore, a MIPS eligible clinician that only provided services to Medicare beneficiaries at one hospital would be attributed to that hospital. The attributed hospital must have a FY 2020 Hospital VBP Program score for the MIPS eligible clinician to be eligible for facility-based measurement. In instances where an individual MIPS eligible clinician treated an equal number of Medicare beneficiaries at more than one hospital, we will attribute the individual MIPS eligible clinician to the hospital with the highest performance score.

We will also identify facility-based groups and virtual groups, in which 75 percent or more of the MIPS eligible clinicians (as identified by their individual NPIs) in a group (NPIs billing under the group’s TIN) or virtual group are deemed facility-based. We will attribute clinicians in groups and virtual groups to the hospital at which the plurality of clinicians in the group or virtual group were attributed as individuals.

We will not apply facility-based measurement to MIPS APM participants at this time.

---

1 For example, hospitals in the state of Maryland and critical access hospitals do not participate in the Hospital VBP Program.

_last updated: 10/9/2019_
What are the Data Submission Requirements for Clinicians Who are Determined to be Facility-based?

We will automatically apply facility-based measurement to the Quality and Cost performance category scores if MIPS eligible clinicians, groups, and virtual groups are determined to be facility-based. Therefore, clinicians, groups, and virtual groups do not need to opt in or submit data for the Quality performance category to be considered for facility-based measurement.

Clinicians in a virtual group would have already formed and elected to participate in MIPS as a virtual group prior to the 2019 MIPS performance period. Therefore, if a virtual group is eligible for facility-based measurement, there are no additional data submission requirements. However, we won’t score MIPS eligible clinicians at the group level unless data is submitted as a group. By submitting data as a group in the Promoting Interoperability and/or Improvement Activities performance categories, we can identify MIPS eligible clinicians with an intent to be scored as a group and facility-based measurement will be applied at the group level.

To give MIPS eligible clinicians the greatest opportunity for success, if a clinician who is facility-based decides to submit data for the Quality performance category as an individual, group, or virtual group, we will only apply facility-based measurement if the combined facility-based Quality and Cost performance scores are higher than the combined MIPS Quality and Cost performance category scores received through another MIPS submission.

How Does this Impact Quality and Cost Performance Category Scores?

For individual MIPS eligible clinicians, groups, and virtual groups who are determined to be facility-based, we will incorporate all measures used in the Hospital VBP Program, for the program year specified, to calculate the Quality and Cost performance category scores. Specifically, for the 2019 MIPS performance year, we calculate the facility-based Quality and Cost performance category scores based on the Total Performance Score (TPS) calculated under the Hospital VBP Program during FY2020.

The list of measures we include to calculate the hospital TPS during the FY 2020 is listed in Table 1, below. For additional information on the Hospital VBP Program and the measures methodologies, please refer to: https://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/HospitalQualityInits/Hospital-Value-Based-Purchasing-.html.

The TPS is calculated for hospitals participating in the Hospital VBP program. Therefore, the TPS must be translated into a MIPS program-specific score where the Quality and Cost performance scores for facility-based MIPS eligible clinicians, groups, and virtual groups are comparable to others participating in MIPS. We use a two-step process to calculate the Quality and Cost performance category scores for facility-based MIPS eligible clinicians, groups, or virtual groups:

_Last Updated: 10/9/2019_
Step 1: Establish percentile performance compared to hospitals participating in the Hospital VBP Program. We will use the TPS at the hospital to which the MIPS eligible clinician, group, or virtual group was attributed. Therefore, there will be one TPS assigned to each facility-based MIPS eligible clinician, group, or virtual group. Using the TPS, we will compare the facility-based MIPS eligible clinician, group, or virtual group’s TPS to that of all other hospitals participating under the Hospital VBP Program during the corresponding performance year to establish the corresponding percentile.

**Step 2: Calculate the performance score for the MIPS Quality and Cost performance categories.** Once the MIPS eligible clinician, group, or virtual group’s TPS percentile performance is established, we will award a Quality and Cost performance score associated with the same percentile performance under MIPS. That is, using the percentile performance established in Step 1, we will determine the corresponding facility-based Quality or Cost performance category score compared against the MIPS Quality and Cost performance category scores.
The Quality and Cost performance category scores that are established for facility-based MIPS eligible clinicians, groups, or virtual groups will be incorporated into the MIPS Final Score in the same manner as those that were not facility-based. We will multiply the final Quality and Cost performance category percent scores by the weights assigned to each performance category to calculate the total contribution of the Quality and Cost performance categories to the MIPS Final Score. Same as MIPS eligible clinicians, groups, and virtual groups that are not facility-based, we will apply MIPS scoring rules for special statuses and approved exceptions.

Please note that Quality improvement scoring will not apply to MIPS eligible clinicians, groups, and virtual groups receiving facility-based performance scores because the Hospital VBP Program already incorporates improvement into the TPS from which the facility-based measures are derived. Therefore, we will not be applying improvement points in the Quality performance category to MIPS eligible clinicians, groups, and virtual groups that were facility-based for the first year.

**How Do I Know if I’m Facility-based?**

You can check the QPP Participation Status Lookup Tool. The lookup tool will show that you are facility-based at the Clinician Level if you billed at least 75% of your covered professional services in a hospital setting, with at least one service in an inpatient hospital or emergency room, and can be attributed to a facility with a FY 2019 Hospital VBP Program score. (The lookup tool will identify the facility to which you have been attributed.)

The lookup tool will also show if a group has been identified as facility-based. To be identified as facility-based at the Practice Level, at least 75% of the clinicians billing under the group’s TIN must be deemed facility-based, and the group can be attributed to a facility with a FY 2019 Hospital VBP Program score.

Keep in mind that we will use the FY 2020 Hospital VBP Program score, not the FY 2019 score, for 2019 MIPS facility-based measurement. FY 2020 Hospital VBP Program scores will not be available until the end of the 2019 MIPS performance period.
What Happens if I’m Facility-based as an Individual but our Practice is Participating in MIPS as a Group?

We will use facility-based measurement to calculate Quality and Cost performance category scores for all individual facility-based clinicians. These scores will be based on the FY 2020 Hospital VBP Program score of the facility to which you are attributed as an individual. If your practice also participated as a group, we will assign you the higher of the two scores, either your individual MIPS final score (using facility-based measurement) or the group’s final score.

Does the Small Practice Bonus Apply to Facility-based Measurement?

No, we will not add the small practice bonus to a Quality performance category score derived from facility-based measurement.

Will There be an Opportunity to Preview What Facility-based Measurement Looks Like?

In early 2019, we will provide a facility-based preview period using data available from the FY 2019 Hospital VBP Program. This preview period will be available for MIPS eligible clinicians and groups who are eligible for facility-based measurement for the 2019 MIPS performance year. For clinicians eligible for facility-based measurement, the preview period can inform whether additional Quality data collection and submission is necessary.
I’m a Facility-based Clinician and No Longer Affiliated with the Facility I’m Attributed to on the QPP Participation Status Lookup Tool, but am Still with the Same Practice. Am I Still Eligible for Facility-based Scoring at this Practice?

Yes, you are still eligible for facility-based scoring as long as the facility has a FY 2020 Hospital VBP Program score.

Even though you are no longer affiliated with the facility, you were attributed to that facility based on services you furnished between October 1, 2017 and September 30, 2018, which generally aligns with the FY 2020 Hospital VBP Program performance period.

Please make sure you check the QPP Participation Status Lookup Tool in late November when final MIPS eligibility is released to confirm you’re still eligible to participate in MIPS at this practice.

Where Can I Learn More?

If you have questions about the Hospital VBP Program, contact the QualityNet Help Desk at 1-866-288-8912 (TTY 1-877-715-6222), available Monday through Friday, 7:00 AM-7:00 p.m. CT or email at mqnetsupport@hcqis.org.

If you have questions about MIPS or MIPS, contact the Quality Payment Program at 1-866-288-8292 (TTY 1-877-715-6222), available Monday through Friday, 8:00 AM-8:00 p.m. ET or email at QPP@cms.hhs.gov.

Technical Assistance

We provide no cost technical assistance to small, underserved, and rural practices, to help you successfully participate in the Quality Payment Program. To learn more about this support, or to connect with your local technical assistance organization, we encourage you to visit our Small, Underserved and Rural Practices page in the About section of the Quality Payment Program website.

Version History Table

<table>
<thead>
<tr>
<th>Date</th>
<th>Comment</th>
</tr>
</thead>
</table>
| 10/1/2019 | • Added clarification about the facility-based information displayed on the QPP Participation Status Lookup Tool.  
           | • Added 3 new FAQs about group participation, the small practice bonus, and no longer being affiliated with the attributed facility. |
| 2/19/2019 | Original version                                                        |

Last Updated: 10/9/2019
Table 1. FY2020 Hospital VBP Measures

<table>
<thead>
<tr>
<th>Abbreviated Measure Name (NQF Number)</th>
<th>Measure Name</th>
<th>Measure Domain</th>
<th>Period of Performance</th>
</tr>
</thead>
<tbody>
<tr>
<td>HCAHPS (0228)</td>
<td>Hospital Consumer Assessment of Healthcare Providers and Systems (HCAHPS) (including Care Transition Measure)</td>
<td>Person and Community Engagement</td>
<td>1/1/2018 – 12/31/2018</td>
</tr>
<tr>
<td>MORT-30-AMI (0230)</td>
<td>Hospital 30-Day, All-Cause, Risk-Standardized Mortality Rate (RSMR) Following Acute Myocardial Infarction (AMI) Hospitalization</td>
<td>Clinical Outcomes</td>
<td>7/1/2015-6/30/2018</td>
</tr>
<tr>
<td>MORT-30-HF (0229)</td>
<td>Hospital 30-Day, All-Cause, Risk-Standardized Mortality Rate (RSMR) Following Heart Failure (HF) Hospitalization</td>
<td>Clinical Outcomes</td>
<td>7/1/2015-6/30/2018</td>
</tr>
<tr>
<td>MORT-30-PN (0468)</td>
<td>Hospital 30-Day, All-Cause, Risk-Standardized Mortality Rate (RSMR) Following Pneumonia Hospitalization</td>
<td>Clinical Outcomes</td>
<td>7/1/2015-6/30/2018</td>
</tr>
<tr>
<td>THA/TKA (1550)</td>
<td>Hospital-Level Risk-Standardized Complication Rate (RSCR) Following Elective Primary Total Hip Arthroplasty (THA) and/or Total Knee Arthroplasty (TKA)</td>
<td>Clinical Outcomes</td>
<td>7/1/2015-6/30/2018</td>
</tr>
<tr>
<td>Colon and Abdominal Hysterectomy SSI (0753)</td>
<td>American College of Surgeons—Centers for Disease Control and Prevention (ACS–CDC) Harmonized Procedure Specific Surgical Site Infection (SSI) Outcome Measure.</td>
<td>Safety</td>
<td>1/1/2018 – 12/31/2018</td>
</tr>
<tr>
<td>MRSA Bacteremia (1716)</td>
<td>National Healthcare Safety Network (NHSN) Facility-wide Inpatient Hospital-onset Methicillin-resistant Staphylococcus aureus (MRSA) Bacteremia Outcome Measure</td>
<td>Safety</td>
<td>1/1/2018 – 12/31/2018</td>
</tr>
<tr>
<td>CDI (1717)</td>
<td>National Healthcare Safety Network (NHSN) Facility-wide Inpatient Hospital-onset Clostridium difficile Infection (CDI) Outcome Measure</td>
<td>Safety</td>
<td>1/1/2018 – 12/31/2018</td>
</tr>
<tr>
<td>PC-01 (0469)</td>
<td>Elective Delivery</td>
<td>Safety</td>
<td>1/1/2018 – 12/31/2018</td>
</tr>
<tr>
<td>MPSB (2158)</td>
<td>Payment-Standardized Medicare Spending Per Beneficiary (MSPB)</td>
<td>Efficiency and Cost</td>
<td>1/1/2018 – 12/31/2018</td>
</tr>
</tbody>
</table>

Last Updated: 10/9/2019