

Where We Want To Go: The Future of Rural Health

California State Rural Health Association

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Brock Slabach, MPH, FACHE Chief Operations Officer

Destination NRHAPlan now to attend these 2023 events.



Rural Health Clinic Conference Sept. 26-27, 2023 Kansas City, MO

Critical Access Hospital Conference Sept. 27-29, 2023 Kansas City, MO

Rural Health Policy Institute Feb. 13-15, 2024 Washington, DC

Annual Conference May 7-10, 2024 New Orleans, LA

Rural Hospital Innovation Summit May 7-10, 2024 New Orleans, LA

Visit ruralhealth.us for details and discounts.





NRHA is a national nonprofit membership organization with more than 21,000 members, made up of a diverse collection of individuals and organizations with the common goal of ensuring all rural communities have access to quality, affordable health care.

Our mission is to provide leadership on rural health issues.



Why rural?



Rural areas make up 80% of the land mass in USA

Rural areas have roughly 17% of the US Population

Rural areas provide the food, fuel and fiber to power our nation

Access to high-quality health care is a requirement to keep these important resources available

An exchange between urban and rural that must not be overlooked

Historically, public policy has disadvantaged health care in rural communities



Our Future Depends on our Advocacy

- Investing in a Strong
 Rural Health Safety Net
- Reducing Rural Healthcare Workforce Shortages
- Addressing Rural Declining Life Expectancy and Inequality





The Future of Rural Health

- •Investment leads to healthier communities and workforce, which in turn attracts businesses and benefits the economy
- Core services available regardless of where you live
- Local rural health agencies established as a convenor
- Partnerships allow us to organize care as a community, reduce duplication of services and be more efficient
- Benefits rural areas that often have fewer resources

Rural Social Drivers of Health



Economic Stability	Neighborhood and Physical Environment	Education	Food	Community and Social Context	Health Care System
Income Expenses Debt Medical Bills Support	Pollution Housing Transportation Public Safety Climate Change Walkability	Literacy Language Early childhood education Vocational training Higher education	Access to healthy food options SNAP	Social isolation Community engagement Discrimination Stress	Health coverage Provider availability Provider linguistic and cultural competency Quality of care
					Adapted from KFF

Adapted from KFF



Future: The Political Drivers of Health

The future of health equity begins and ends with the political determinants of health. --Leslie Erdelack

- Political drivers of health create the social drivers.
 Some examples:
 - Medicaid Expansion
 - GME Polices and specialties
 - Poor environmental conditions
 - Unsafe neighborhoods
 - Lack of healthy food options

 Defined: The Political determinants of health involve the systematic process of structuring relationships, distributing resources, and administering power, operating simultaneously in ways that mutually reinforce or influence one another to shape opportunities that either advance health equity or exacerbate health inequities.

--<u>Daniel E. Dawes (2020)</u>



Future: Commercial Drivers of Health

Defined as systems, practices, and pathways through which commercial actors drive health and equity.

Source: The Lancet, March, 2023

Four industries (tobacco, unhealthy food, fossil fuel, and alcohol) are responsible for at least a third of global deaths per year.

Source: The Lancet, March, 2023

- Commercial actors (CA) shape regulation and policies
- Favorable policies increase sales of possibly harmful products
- Policies enable CA to externalize the cost of harm
- Externalized costs met by states and individuals affected
- CAs enjoy large profits that propels a growing power imbalance





Federal/State Officials value and want to hear YOUR input

- Capitol Hill values rural health advocate input.
- The Hill wants YOUR story.
- You and your legislators are neighbors.
- **YOUR** voice is important to help get meaningful legislation passed. As a provider and employer in a district, you understand how legislation will most impact a Member's constituency.



The real problem of humanity is the following, we have:

- paleolithic emotions
- medieval institutions
- godlike technology

Edward O. Wilson

https://www.nytimes.com/2019/12/05/opinion/digital-technology-brain.html

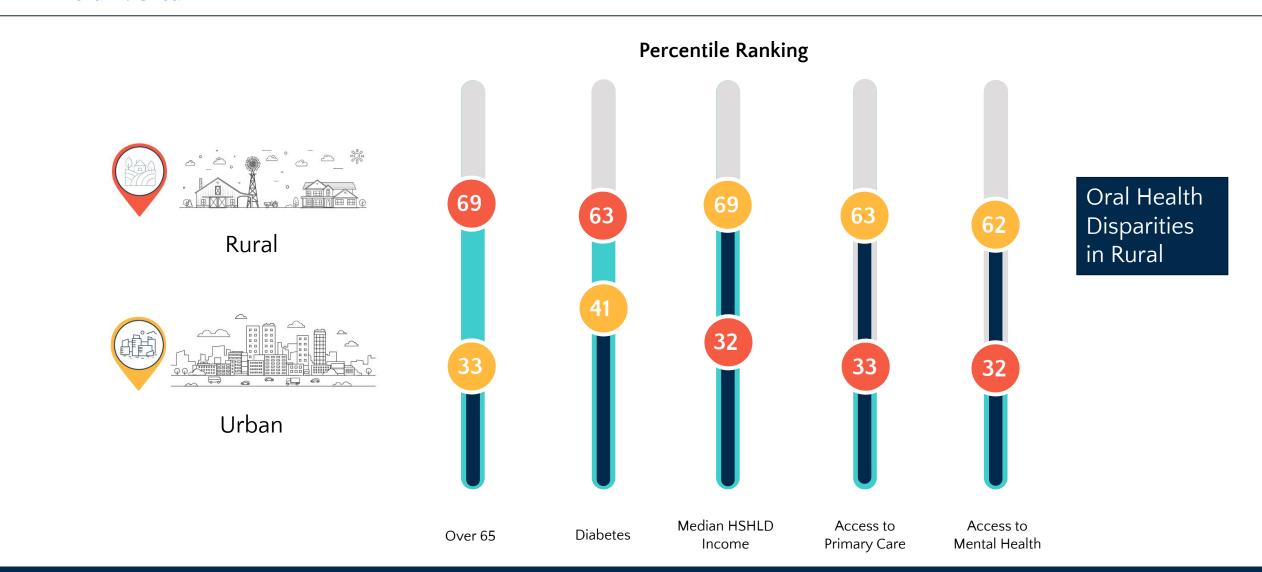
The Stories We Tell





Population Health Disparity

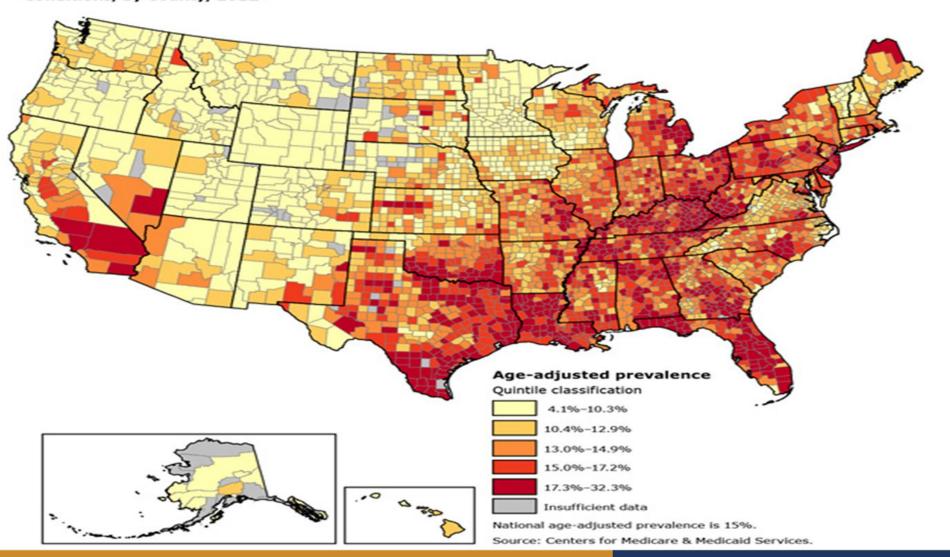
Rural v. Urban





Prevalence of Medicare Patients with 6 or more Chronic Conditions

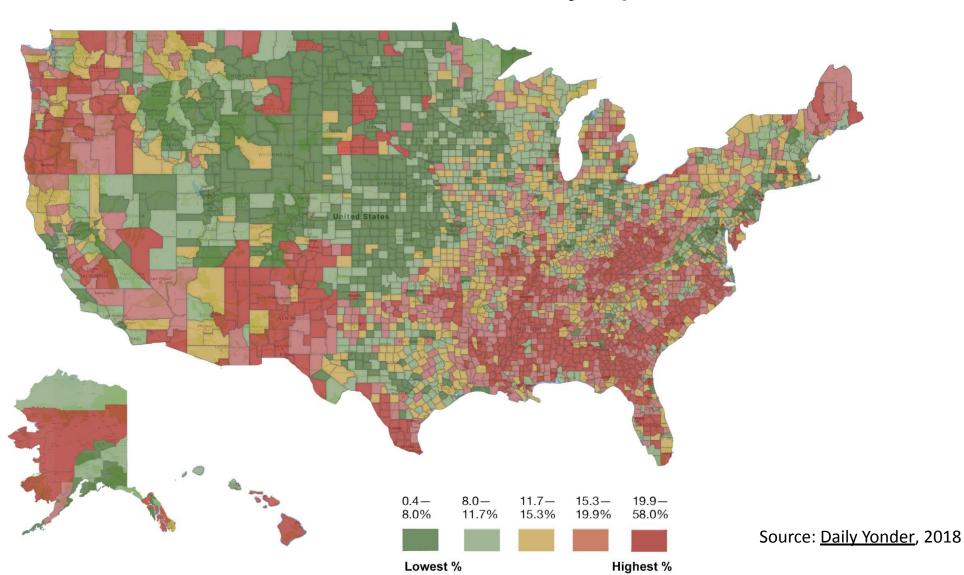
The Prevalence of Medicare Fee-for-Service Beneficiaries 65 Years or Older With 6 or More Chronic Conditions, by County, 2012



The Geography of Food Stamps



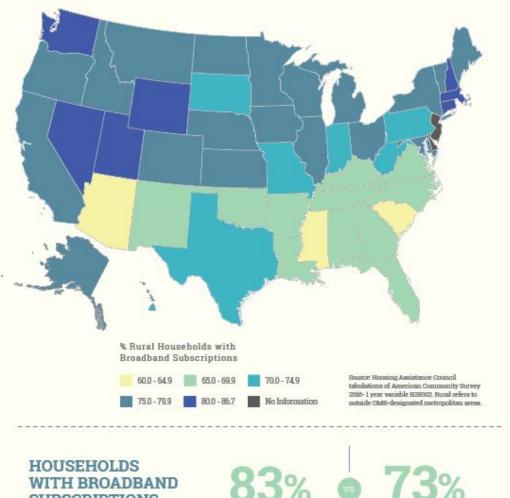
SNAP Enrollment as Percent of County Population



The Digital Divide in Rural America



RURAL HOUSEHOLDS WITH BROADBAND SUBSCRIPTIONS

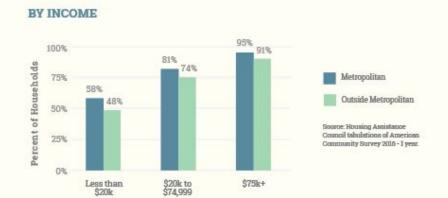


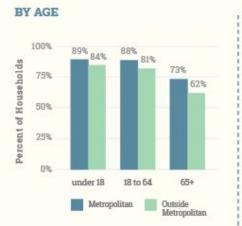
Source: Housing Assistance Council tabulations of American Community Survey 2016 - 1 year.

METROPOLITAN

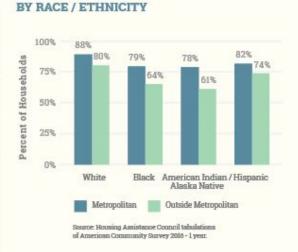
OUTSIDE METROPOLITAN

BROADBAND SUBSCRIPTIONS





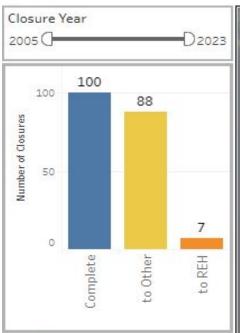
Source: Housing Assistance Council tabulations of American Community Survey 2015 - I year.



Rural Hospital Closures



156 Closures since 2010











Complete Hospital Closure: Health care is no longer provided at this facility.

Converted to Rural Emergency Hospital (REH): Facility no longer provides inpatient care, but provides emergency and outpatient care.

Converted to Other: Facility no longer provides inpatient care, but provides some health care (e.g., urgent care, primary care, emergency care, long-term care).

> Source: UNC Sheps Center for Rural Health



USDA/NRHA Rural Hospital TA Program

- Rural Hospitals that are current borrowers from USDA are eligible for full-range of services:
 - Strategic, Financial, Operational Assessment (SFOA)
 - Target services, for example:
 - Revenue Cycle
 - 340B
 - Cost Report Review
- Rural Hospital that are not current USDA borrowers:
 - Debt capacity/Market Analysis
- TA is free-of-charge to hospital
- Contact <u>Brock Slabach</u> or <u>Tommy Barnhart</u> at NRHA

"Rural hospitals and the rural economy rise and fall together"



"Three years after a rural hospital community closes, it costs about \$1000 in per capita income."

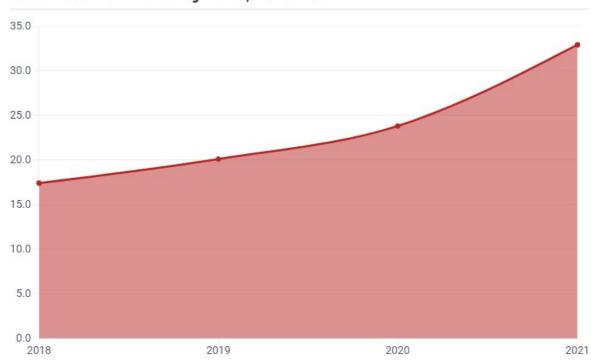
 Mark Holmes, professor, University of North Carolina

- On average, 14% of total employment in *rural* areas is attributed to the health sector. Natl. Center for Rural Health Works. (RHW)
- The average CAH creates 107 jobs and generates \$4.8 million in payroll annually. (RHW)
- Health care often represent up to 20 percent of a rural community's employment and income. (RHW)
- Medical deserts form in rural communities where hospitals close.



Maternal Mortality Crisis

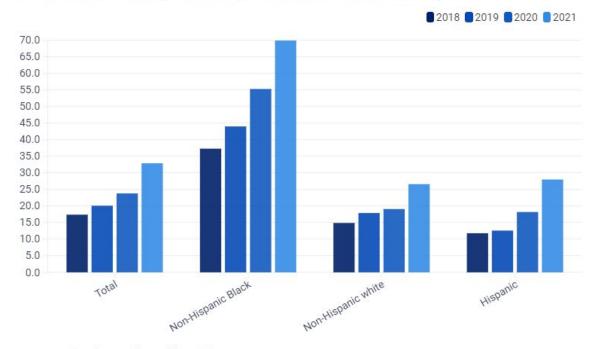
U.S. Maternal Mortality Rate, 2018-2021



Source: National Center for Health Statistics
Chart: News Data Team at U.S. News
Maternal mortality rates are deaths per 100,000 live births.

USNews

Maternal Mortality Rates by Race and Hispanic Origin



Source: National Center for Health Statistics

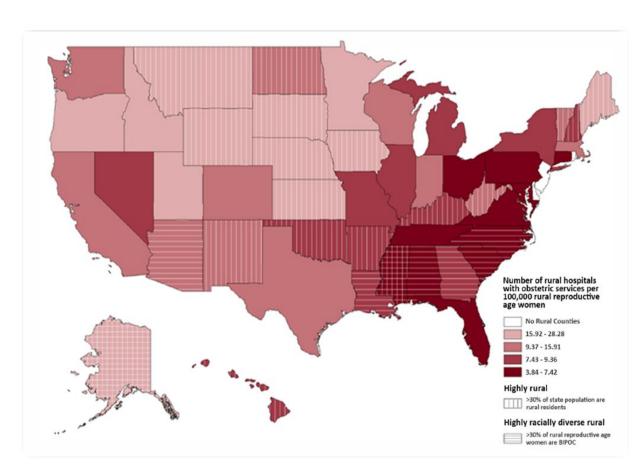
Chart: News Data Team at U.S. News

Maternal mortality rates are deaths per 100,000 live births. Total includes deaths for race and Hispanic origin groups not shown separately, including women of multiple races and origin not stated.





Maternity Deserts Nationwide

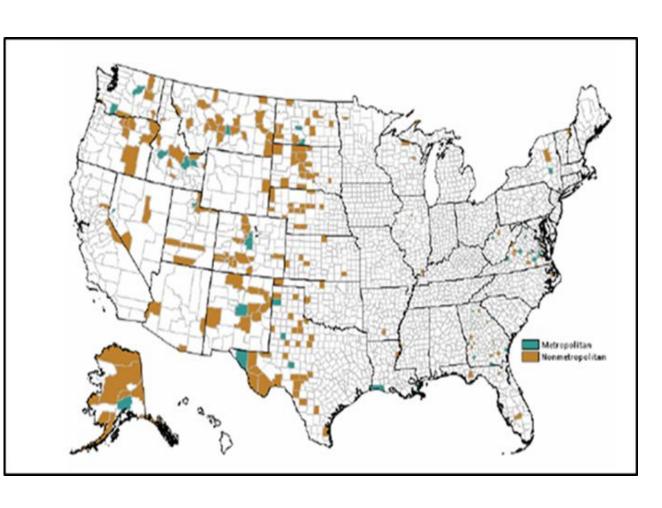


- 56% of rural counties lack hospital-based OB services
- Substantial state and regional variability
- Loss of hospital-based OB services is most prominent in rural communities:
 - With a high proportion of Black residents
 - Where a majority of residents are Black or Indigenous have elevated rates of premature death

https://rupri.public-health.uiowa.edu/publications/policybriefs/2023/Hospital%20System%20Participation%20and%20Services.pdf



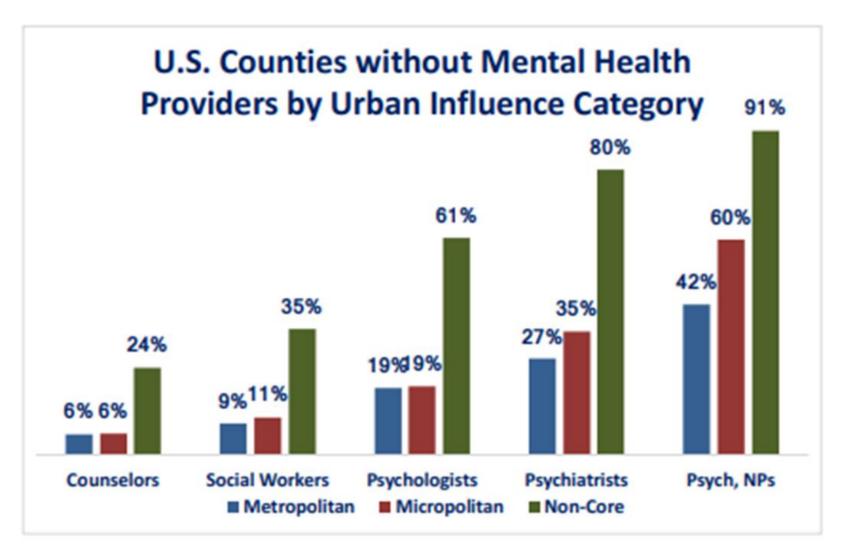
Rural Nursing Home Closures



- 10% of rural counties are nursing home deserts
- From 2008-2018, 400 rural counties experienced at least 1 nursing home closure



Behavioral/Mental Health Workforce



Common Denominators where Covid Deaths Rates were High

High poverty

Lower rates of education

Less access to quality healthcare

Less trust in others

What is clear is that COVID-19 exploited and compounded existing local racial inequities, health disparities, and partisan politics to create a syndemic—a combination of local factors that interact, increasing the burden of disease from this pandemic and the likelihood of poor outcomes.

--Thomas Bollvky, Lancet, 2023

Looking Ahead: Innovation





If you want to build a ship, don't drum up men and women to gather wood, divide the work and give orders.

Instead, teach them to yearn for the vast and endless sea.

-- Attributed to Antoine de Saint-Exupery



Payment Transition Plan: CMS & CMMI



Category 1

Fee for Service – No Link to Quality & Value



Category 2

Fee for Service – Link to Quality & Value

A

Foundational Payments for Infrastructure & Operations

B

Pay for Reporting

C

Rewards for Performance

D

Rewards and Penalties for Performance



Category 3

APMs Built on Fee-for-Service Architecture

A

APMs with Upside Gainsharing

B

APMs with Upside Gainsharing/Downside Risk



Category 4

Population-Based Payment

Α

Condition-Specific Population-Based Payment

В

Comprehensive Population-Based Payment Goal: 100% of Medicare payments to providers are through a VBP approach



Million Hearts Campaign Focus on Health Equity

Pregnant and Postpartum Women With Hypertension

Strategies

- Champion widespread SMBP use
- Expand / extend Medicaid coverage
- Close gaps in transition of care
- Promote aspirin use to prevent preeclampsia

People from Racial/ Ethnic Minority Groups

Strategies

- SMBP, HMM in trusted spaces
- Expand Medicaid coverage
- Tailored protocols to increase med intensification / med adherence
- Enhance sodium reduction
- Policies prohibiting sale of flavored tobacco products

People with Behavioral Health Issues Who Use Tobacco

Strategies

- Support integration of tobacco cessation treatment into mental health, substance use care
- Encourage smokefree behavioral health facilities
- Expand Medicaid coverage

People with Lower Incomes

Strategies

- Expand Medicaid coverage
- Support SMBP device loaner programs
- Support inclusion of evidence-based strategies in valuebased care delivery

People who Live in Rural Areas and Other 'Access Deserts'

Strategies

- Support availability of robust virtual and remote models of cardiac rehabilitation
- Support the use of SMBP and related telehealth
- Support expanded scopes of practice for NPs, PAs, PharmDs, and CHWs

SMBP = self-measured blood pressure monitoring; HMM = hypertension medication management; NP = nurse practitioner; PA = physician assistant; CHW = community health worker



CMMI: AHEAD Model

CMMI has announced a new innovation model for up to 8 states starting in 2025 that will include the following:

- Global Budget for hospitals (similar to PaRHM)
- Include a TCOC target/approach
- All-payer participation
- Include a primary care/provider incentive
- Directed toward safety-net providers (including rural)
- Address Mental health, SUD and SDOH
- Address Health Equity



CMMI: AHEAD Model

Tentative timeline for model release/implementation:

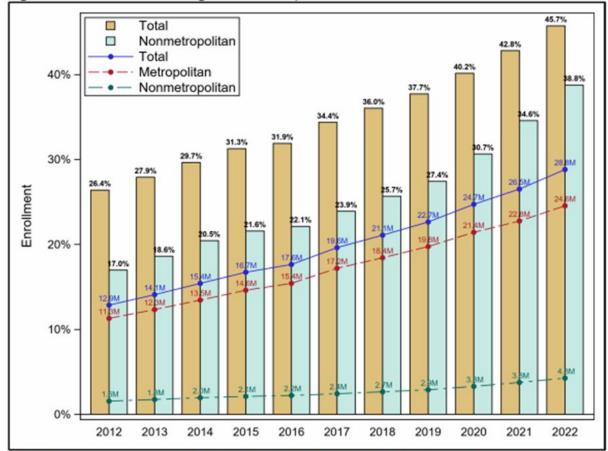
- December, 2023 release NOFO
- 2024 Select Model Participants
- 2025 Implement Model
- 10-year horizon for demonstration
- •\$12M grant for lead agency—5 years

Like the Pennsylvania model, AHEAD model requires state to organize and implement the features of this program.

Medicare Advantage Data—2022







Source: RUPRI Center for Rural Health Policy Analysis, analysis of Centers for Medicare & Medicaid Services' Medicare Advantage enrollment data.

- Overall MA enrollment grew by 8.7 percent (2.3 million) from 2021 to 2022.
 - The rate of growth was higher in *nonmetropolitan* counties (13.4 percent) than in *metropolitan* counties (7.9 percent).
- Overall, more than half of MA enrollees (57.9 percent) were in Health Maintenance Organization (HMO) plans.
 - The largest proportion of nonmetropolitan enrollees (51.5 percent) were in Local Preferred Provider Organization (PPO) plans
 - The largest proportion of *metropolitan enrollees* (61.4 percent) were in HMO plans

"Offering a rural payment add-on for MA plans that operate in rural areas may incentivize the delivery of high-quality care in rural areas" <u>Health Payer Intelligence</u>

ACO Advanced Investment Payment



CMS finalized new policies for Accountable Care Organizations (ACOs) in the Medicare Shared Savings Program (MSSP) to support providers treating rural and underserved populations, including changes to:

- Provide Advance Investment Payments (AIPs) to Certain ACOs
 - A one-time payment of \$250,000
 - Eight quarterly payments, based on the number of assigned beneficiaries capped at 10,000
- Smooth the Transition to Performance-Based Risk
- Support Longer Term Participation in ACOs
- Promote Health Equity
- Update the Financial Methodology
 - Reduce the effect of ACO performance on historical benchmarks
 - Address market penetration
 - Strengthen incentives for ACOs serving medically complex and high-cost populations
- Next application period in 2024 for a Jan. 1, 2025 start date. More information.

News from Washington: Preparing for the Future





CDC Office of Rural Health

- CDC Office of Rural Health is now official!
- Located in the new <u>Public Health Infrastructure Center</u>
- Staffing:
 - Diane Hall, Acting Director
 - Scott Miller, Senior Advisor for Rural Health
 - Kevin Matthews, Coordinator of Rural Public Health Research
- Initial steps: layout of mission, functions and structures
- Next step: develop a rural public health strategic plan
- Example of the political turning into policy



OPPS NPRM

CY 2024 Outpatient Prospective Payment System proposed rule.

- NRHA <u>summary</u>.
- Comments are due September 11 via regulations.gov.
- Overall, 2.8% payment update, 4.4% for rural hospitals.
 - Based on IPPS market basket increase minus productivity adjustment.
- Hospital price transparency
 - Changes to required data elements
 - Machine Readable File (MRF) format new CMS template/layout requirement.



OPPS NPRM

CY 2024 OPPS, cont.

- Indian Health Service hospitals can convert to REH and continue to receive all-inclusive rate for outpatient services.
- Last year, finalized policy to allow NPs, PAs, and Clinical Nurse Specialists (CNS) to provide direct supervision for cardiac rehab

 clarifying that this may be furnished through telehealth thru
 Dec. 31, 2024.



MPFS NPRM

CY 2024 Medicare Physician Fee schedule (MPFS) <u>proposed</u> <u>rule</u>.

- NRHA <u>summary</u>.
- Comments are due September 11 via regulations.gov.
- Physicians facing -3.3% payment cut in 2024 due to statutory requirements and budget neutrality.
- Proposing new G codes to cover community health integration (incl. CHW services), SDOH risk assessments, and principal illness navigation.



MPFS NPRM

CY 2024 MPFS cont.

- Marriage & family therapists, mental health counselors can bill Medicare directly for services Jan. 1, 2024.
 - Addiction counselors that meet Mental Health Counselors (MHC) requirements can enroll in Medicare as MHC.
- HCPCS code for psychotherapy services furnished outside of a facility.
- Implementing telehealth flexibility extensions from Consolidated Appropriations Act of 2023.



MPFS NPRM

CY 2024 MPFS cont.

- RHCs/FQHCs:
 - Can bill for community health integration & principal illness navigation.
 - Remote physiologic monitoring and remote therapeutic monitoring in the general care management code.
 - General supervision for behavioral health services furnished incident to physician/NPP's services.
- Minor changes to Medicare Shared Savings Program.



Mental Health Parity NPRM

Requirements Related to the Mental Health Parity and Addiction Equity Act **proposed rule**

- Issued by Departments of Health & Human Services, Labor, and Treasury. Press release <u>here</u>.
- Comments due 60 days after publication in Federal Register.
- Amends regulations implementing the Mental Health Parity and Addiction Equity Act (MHPAEA).
- Overall, strengthening "no more restrictive" standard for mental health/SUD benefits.



- Prior authorization
 - Can only be used to confirm diagnosis, determine medical necessity
 - MA plans must comply with coverage and benefit conditions in traditional Medicare, national & local coverage determinations
 - When Medicare coverage criteria are not established, MA plans:
 - Must make publicly accessible coverage policies based upon widely used treatment guidelines or clinical literature
 - MA plans cannot revise its medical necessity determinations
 - 90-day transition period for ongoing course of treatment



- Network adequacy
 - MA plans must arrange for out-of-network medically necessary items and services that are not available in-network
- Behavioral health
 - Clinical psychologists and social workers now subject to time, distance, and minimum number requirements – can receive 10% credit
 - Did not finalize MOUD-waivered providers for network adequacy requirements
 - Primary care appointment wait times apply to behavioral health care
 - Emergency services: immediately
 - Not emergency but requires medical attention: within 7 business days
 - Routine/preventive: within 30 business days
 - Emergency medical services include mental health services. MA plans must cover emergency services without regard for prior authorization



- Targeting misleading marketing and advertising
 - MA ads must include specific plan name
 - Superlatives prohibited without supporting documentation
 - Prohibited from advertising benefits not available in a service area
 - Must provide annual notice that beneficiaries may opt out of business calls
 - Pre-enrollment checklist must include "effect on current coverage" item
 - Scope of appointments, business reply cards, and other contact mechanisms are valid for 12 months
 - Prohibited from using Medicare name, CMS/HHS logo in misleading way



- Health equity
 - Health Equity Index is added to the Star Ratings program to encourage MA plans to focus on improving care for enrollees with social risk factors.
 - MA plans must develop procedures to identify and offer digital health education to help enrollees access medically necessary telehealth benefits

Updates from Congress





Bipartisan Rural Health Care Caucus

- Relaunched by Reps. Jill Tokuda (D-HI) and Diana Harshbarger (R-TN)
- An opportunity to host briefings and events to educate and inform Members of Congress and the public.
- Will allow Members to interact with patients, providers, and health advocates.
- Another great legislative vehicle to help move NRHA's rural health priorities.



FY 2024 Appropriations Request

• CDC Office of Rural Health - \$10m

• The office will enhance implementation of CDC's rural health portfolio, coordinate efforts across CDC programs, and develop a strategic plan for rural health

•Increase funding for Rural Maternal and Obstetric Management Strategies – \$24.6m

• To improve maternal health outcomes, NRHA is requesting an increase across all three RMOMS programs: RMOMS grantee program cohorts, Rural Obstetrics Networks Grants programs, and the Rural Maternal and Obstetric Care Training Demonstration

Rural Hospital infrastructure and sustainability

- USDA Technical Assistance Program \$5m
- Financial and Community Sustainability for At-Risk Hospital Program \$10m
- Rural Hospital Stabilization Pilot Program \$20m



FY 2024 Appropriations Request

- Rural Residency Planning and Development Program- \$14.5m
 - Expand the number of rural residency training programs and increase the number of physicians choosing to practice in rural areas
- •Medicare Rural Hospital Flexibility Grant Program \$73m
 - Used by states to implement new technologies, strategies, and plans in CAHS, in addition to technical assistance funds for REHs
- Behavioral Health and SUD treatments
 - Rural Communities Opioid Response Program \$165 million
 - Rural Health Clinic Behavioral Health Initiative \$10 million

ADVOCATE WITH US!

https://www.ruralhealth.us/advocate/rural-health-advocacy-campaigns



Thank you.

bslabach@ruralhealth.us @bslabach #ruralhealth



New 2023 Policy Papers Posted

- Emergency Preparedness for Rural Communities
- Center for Medicare and Medicaid Innovation Initiatives to Address Rural Health and Health Disparities
- Health Care's Role in Rural Economic Development:
 - Addressing Health Workforce Needs
 - How Broadband Can Improve Health Outcomes
 - <u>How Work Support Programs Improve Health and Stimulate Rural</u> <u>Economies</u>
- Integrating Z Coding for Social Determinants of Health and



New 2023 Policy Papers Posted

- Obesity Prevention and Treatment in Rural America
- Obstetric Readiness in Rural Communities Lacking Hospital Labor and Delivery Units
- QI in Rural Health Care
- Retaining Rural Health Care Professionals: Strategies to Reduce Burnout
- Rural Reclassified Hospitals and RTPs
- Urban Bias in Rural Data Sets