INTRODUCTION TO HOME HEALTH AND HOSPICE

January 21, 2025

Care at Home, Across the Continuum

Health Care	Prevention	Long-Term Care	End-of-Life and Palliative Care
Nursing and Therapy	Health Screenings and Vaccinations	Pediatric and Adult High-tech	Palliative Care
Telemonitoring	Maternal/Child Health	Personal Care	Hospice Care
Wound Care		Homemaker services	Bereavement Services
Care Coordination		Case Management	Respite House

Critical Role in Health Care System

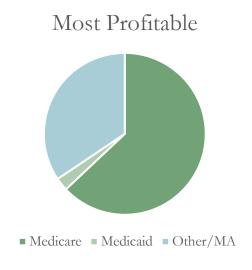
- □ Accepting hospital discharges 16.1% of discharges, nearly as many as to skilled nursing facilities
- □ Reducing Choices for Care costs (\$110/day vs \$360/day for a skilled nursing facility)
- □ Reducing pressure on long-term care facilities

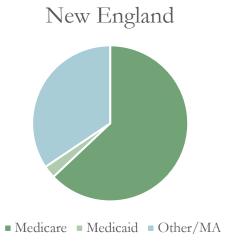
Setting	Individuals Served QE 6/30/2024	
Nursing Home	1992	
Agency Personal Care	1005	
Self-Directed Care	952	

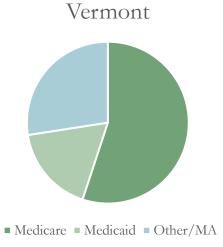
Pressures

- □ IMPACT: Franklin County agency closed in 2024
- □ Cost of travelers to preserve access
- □ Travel reimbursement
- □ Workforce shortages
- Rising costs of wages, salaries and benefits
- □ Patients are more complex than ever before
- □ Medicaid reimbursement consistently below costs
 - Home health rates approximately 67% of Medicare
 - Choices for Care rates at least 30% below costs

Pressures: Payer Mix







Pressures: Medicare

- Medicare margins no longer available to support losses in other programs
- □ Migration to Medicare Advantage
- □ 10 percent cuts to base Medicare rate (latest round)
 - January 1, 2023: 3.93%
 - o January 1, 2024: 2.89%
 - o January 1, 2025: 1.975%
 - Expected January 1, 2026: 1.975%
- □ Risk of a large clawback of all "overpayments" authorized back to January 1, 2020

Health Care Reform Trends

- □ Reliance on home and community-based services, with minimal direct investment
 - Choices for Care
 - Oliver Wyman Report (Act 167)
 - AHEAD model as proposed by CMMI