

MILLIMAN REPORT

State of Wisconsin

Department of Health Services Calendar Year 2024 Capitation Rate Development BadgerCare Plus Standard and Childless Adult Program

December 21, 2023

[Shelly S. Brandel, FSA, MAAA](#)
Principal and Consulting Actuary

[Jill H. Brostowitz, FSA, MAAA](#)
Principal and Consulting Actuary

[Emily J. Vandermause, FSA, MAAA](#)
Principal and Consulting Actuary



17335 Golf Parkway
Suite 100
Brookfield, WI 53045
USA
Tel +1 262 784 2250

milliman.com





Table of Contents

I.	EXECUTIVE SUMMARY	1
	A. CAPITATION RATE CHANGES	1
	B. CAPITATION RATE CELL STRUCTURE	3
	C. GENERAL PROGRAM INFORMATION AND HIGH-LEVEL RATE METHODOLOGY	4
	D. REPORT STRUCTURE	5
	E. DATA RELIANCE AND IMPORTANT CAVEATS	5
II.	BASE DATA DEVELOPMENT	7
	A. BASE DATA SOURCES	7
	B. HMO ENCOUNTER DATA PROCESSING METHODOLOGY	8
	C. FFS DATA PROCESSING METHODOLOGY	10
	D. ADJUSTMENTS TO THE BASE DATA	10
III.	PROJECTED 2024 BASE CAPITATION RATES	13
	A. REIMBURSEMENT CHANGES	13
	B. PROGRAM CHANGES	16
	C. TREND	18
	D. POPULATION ACUITY ADJUSTMENTS	19
	E. ADMINISTRATIVE COST AND RISK MARGIN ALLOWANCE	19
	F. ALLOCATION OF BASE CAPITATION RATES BY RATE CELL	21
	G. HMO-SPECIFIC DENTAL UTILIZATION ADJUSTMENT	21
	H. POTENTIAL RETROACTIVE RATE AMENDMENTS	22
IV.	FINAL HMO-SPECIFIC CAPITATION RATES	23
	A. RISK SCORE ADJUSTMENTS	23
	B. PAY-FOR-PERFORMANCE (P4P) WITHHOLDS	26
	C. QUALITY INCENTIVE PAYMENTS	27
	D. STATE DIRECTED PAYMENTS	27
	E. RISK MITIGATION (RISK CORRIDOR)	29
V.	CAPITATION RATES FOR ENHANCED FMAP SERVICES	31
	A. SERVICES ELIGIBLE FOR ENHANCED FMAP	31
	B. METHODOLOGY USED TO DEVELOP FMAP PORTION OF CAPITATION PAYMENTS / MATERNITY KICK PAYMENTS	31
VI.	CMS RATE SETTING CHECKLIST	33
VII.	RESPONSES TO 2023 THROUGH 2024 CMS MANAGED CARE RATE DEVELOPMENT GUIDE	38

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Table of Contents *(continued)*

EXHIBITS (PROVIDED IN EXCEL)

Exhibit 1:	Base Period Medical Costs by Region
Exhibit 2:	Projected 2024 Medical Costs by Region
Exhibit 3:	2024 Base Medical Capitation Rates (before CDPS, Withholds, and Access Payments)
Exhibit 4:	Allocation of 2024 Base Medical Capitation Rates by Rate Cell
Exhibit 5:	Risk Adjustment Factor Development
Exhibit 6:	HMO-Specific 2024 Medical Capitation Rates
Exhibit 7:	Base Period and Projected 2024 Maternity Costs by Region
Exhibit 8:	2024 Maternity Kick Payments
Exhibit 9:	Base Period and Projected 2024 Dental Costs by Region
Exhibit 10:	2024 Base Dental Capitation Rates (before Withholds)
Exhibit 11:	Allocation of 2024 Base Dental Capitation Rates by Rate Cell
Exhibit 12:	HMO-Specific Dental Utilization Adjustments
Exhibit 13:	2024 Dental Capitation Rates
Exhibit 14:	Base Period and Projected 2024 Chiropractic Costs by Region
Exhibit 15:	2024 Base Chiropractic Capitation Rates
Exhibit 16:	Allocation of 2024 Chiropractic Capitation Rates by Rate Cell
Exhibit 17:	2024 HMO-Specific Capitation Rates by Type of Coverage (before Access Payments)
Exhibit 18:	2023 HMO-Specific Capitation Rates by Type of Coverage (before Access Payments)
Exhibit 19:	HMO-Specific Rate Change Impact by Type of Coverage (before Access Payments)
Exhibit 20:	Provider Access Payments
Exhibit 21:	Final HMO-Specific Capitation Rates by Type of Coverage (after Access Payments)
Exhibit 22:	2024 Base Enhanced FMAP Capitation Rates (before Withholds)
Exhibit 23:	Medical Enhanced FMAP Capitation Rates by Rate Cell – Preventive Services
Exhibit 24:	Medical Enhanced FMAP Capitation Rates by Rate Cell – Family Planning Services
Exhibit 25:	Medical Enhanced FMAP Capitation Rates by Rate Cell – Indian Health Services
Exhibit 26:	Enhanced FMAP Maternity Kick Payments
Exhibit 27:	Projected Medical Costs for ARPA Reimbursement Increase
Exhibit 28:	Projected Medical Costs for ARPA Reimbursement Increase by Rate Cell

APPENDICES

Appendix A:	Mapping of Wisconsin Counties to Medicaid Rate Regions
Appendix B:	Custom Risk Model Weights (provided in Excel)
Appendix C:	Custom Risk Model Category Mapping (provided in Excel)
Appendix D:	Enhanced FMAP Identification Criteria
Appendix E:	Actuarial Certification

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

I. EXECUTIVE SUMMARY

This report documents the development of capitation rates effective January 1, 2024 through December 31, 2024 for Wisconsin's BadgerCare Plus (BCP) Standard and Childless Adult (CLA) program.

The State of Wisconsin Department of Health Services (DHS) retained Milliman, Inc. (Milliman) to calculate, document, and certify its 2024 BCP capitation rates. Milliman's role is to calculate and certify actuarially sound capitation rates to comply with Centers for Medicare and Medicaid Services (CMS) regulations and the CMS rate setting checklist.

The capitation rates provided under this certification are actuarially sound for purposes of 42 CFR 438.4(a), according to the following criteria:

- The capitation rates provide for all reasonable, appropriate, and attainable costs that are required under terms of the contract and for the operation of the managed care plan for the time period and population covered under the terms of the contract, and such, capitation rates were developed in accordance with the requirements under 42 CFR 438.4(b)

To ensure compliance with generally accepted actuarial practices and regulatory requirements, we referred to published guidance from the American Academy of Actuaries (AAA), the Actuarial Standards Board (ASB), the Centers for Medicare and Medicaid Services (CMS), and federal regulations. Specifically, the following were referenced during the rate development:

- Actuarial standards of practice applicable to Medicaid managed care rate setting, which have been enacted as of the capitation rate certification date, including: ASOP 1 (Introductory Actuarial Standard of Practice); ASOP 5 (Incurred Health and Disability Claims); ASOP 12 (Risk Classification); ASOP 23 (Data Quality); ASOP 25 (Credibility Procedures); ASOP 41 (Actuarial Communications); ASOP 45 (The Use of Health Status Based Risk Adjustment Methodologies); ASOP 49 (Medicaid Managed Care Capitation Rate Development and Certification); and ASOP 56 (Modeling)
- Actuarial soundness and rate development requirements in the Medicaid and CHIP Managed Care Final Rule (CMS 2390-F) for the provisions effective for the CY 2024 managed care program rating period
- The most recent Medicaid Managed Care Rate Development Guide published by CMS

Throughout this document and consistent with the requirements under 42 CFR 438.4(a), the term "actuarially sound" will be defined as in ASOP 49:

"Medicaid capitation rates are "actuarially sound" if, for business for which the certification is being prepared and for the period covered by the certification, projected capitation rates and other revenue sources provide for all reasonable, appropriate, and attainable costs. For purposes of this definition, other revenue sources include, but are not limited to, expected reinsurance and governmental stop-loss cash flows, governmental risk-adjustment cash flows, and investment income. For purposes of this definition, costs include, but are not limited to, expected health benefits; health benefit settlement expenses; administrative expenses; the cost of capital, and government-mandated assessments, fees, and taxes (excluding income taxes)."

A. CAPITATION RATE CHANGES

Table 1 shows a comparison of the 2024 and 2023 per member per month (PMPM) medical, dental, and chiropractic capitation rates and maternity kick payments by geographic rate region and eligibility category weighted using projected 2024 member months.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Table 1A
Wisconsin Department of Health Services
Summary of Capitation Rate Changes by Region (Excluding Provider Access Payments)
Calendar Year 2023 to Calendar Year 2024
BadgerCare Plus Standard

	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6	Statewide ¹
Medical Capitation Rates							
2024 Capitation Rate	\$155.16	\$128.76	\$140.19	\$138.23	\$143.50	\$151.12	\$142.68
2023 Capitation Rate	\$147.43	\$112.84	\$122.15	\$117.94	\$132.31	\$126.79	\$124.76
Rate Change	5.2%	14.1%	14.8%	17.2%	8.5%	19.2%	14.4%
Maternity Kick Payments							
2024 Kick Payment	\$9,271.24	\$6,663.24	\$7,667.65	\$7,805.89	\$7,252.11	\$7,769.51	\$7,650.57
2023 Kick Payment	\$9,612.21	\$6,236.57	\$7,517.25	\$7,324.41	\$7,047.65	\$7,459.85	\$7,386.19
Kick Payment Change	-3.5%	6.8%	2.0%	6.6%	2.9%	4.2%	3.6%
Dental Capitation Rates							
2024 Capitation Rate ²	n/a	n/a	n/a	n/a	\$15.85	\$15.25	\$15.44
2023 Capitation Rate ²	n/a	n/a	n/a	n/a	\$18.27	\$18.27	\$18.27
Rate Change	n/a	n/a	n/a	n/a	-13.2%	-16.5%	-15.5%
Chiropractic Capitation Rates							
2024 Capitation Rate	\$3.38	\$2.55	\$3.61	\$2.16	\$1.40	\$0.47	\$2.01
2023 Capitation Rate	\$3.49	\$2.64	\$3.56	\$2.09	\$1.30	\$0.43	\$1.99
Rate Change	-3.1%	-3.2%	1.4%	3.4%	7.8%	9.7%	0.9%

¹Statewide changes in medical, dental, and chiropractic capitation rates are based on projected 2024 member months; statewide changes in maternity kick payments are based on deliveries by region from November 2021 through October 2022.

²Dental capitation rates for Regions 1 through 4 are not applicable, since no HMOs cover dental services in these regions.

Table 1B
Wisconsin Department of Health Services
Summary of Capitation Rate Changes by Region (Excluding Provider Access Payments)
Calendar Year 2023 to Calendar Year 2024
BadgerCare Plus Childless Adults

	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6	Statewide ¹
Medical Capitation Rates							
2024 Capitation Rate	\$386.27	\$327.90	\$351.15	\$333.10	\$333.32	\$314.59	\$334.09
2023 Capitation Rate	\$346.39	\$278.82	\$305.04	\$285.40	\$289.20	\$269.81	\$288.47
Rate Change	11.5%	17.6%	15.1%	16.7%	15.3%	16.6%	15.8%
Dental Capitation Rates							
2024 Capitation Rate ²	n/a	n/a	n/a	n/a	\$8.24	\$8.93	\$8.73
2023 Capitation Rate ²	n/a	n/a	n/a	n/a	\$11.31	\$11.86	\$11.70
Rate Change	n/a	n/a	n/a	n/a	-27.1%	-24.8%	-25.4%
Chiropractic Capitation Rates							
2024 Capitation Rate	\$2.94	\$2.86	\$3.24	\$2.14	\$1.50	\$0.76	\$1.98
2023 Capitation Rate	\$2.85	\$3.03	\$3.29	\$2.28	\$1.51	\$0.76	\$2.02
Rate Change	3.3%	-5.4%	-1.4%	-6.0%	-0.6%	0.4%	-2.4%

¹Statewide changes in medical, dental, and chiropractic capitation rates are based on projected 2024 member months.

²Dental capitation rates for Regions 1 to 4 are not applicable, since no HMOs cover dental services in these regions.

Exhibits 17 through 19 contain more detailed comparisons summarizing the rate changes for all coverage types (medical only, medical / dental, medical / chiropractic, and medical / dental / chiropractic) separately for each Health Maintenance Organization (HMO) based on projected 2024 member months. Exhibit 21 shows the final 2024 capitation rates for each HMO, including provider access payments.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Table 2 provides a high-level summary of each rate component and the impact on the overall medical capitation rate change from 2023 to 2024. The rate changes are primarily driven by program changes (including reimbursement and benefit changes) and population acuity changes.

Table 2 Wisconsin Department of Health Services High Level Summary of Medical Capitation Rate Changes between 2023 and 2024		
Rate Component	BCP Standard	BCP Childless Adults
Updated base period encounter data	0.5%	-6.8%
Reimbursement changes between base period and rating period	5.7%	3.9%
Benefit changes	2.5%	4.4%
Trend changes	0.1%	-0.1%
Population acuity changes	5.8%	15.3%
Administrative load changes	-0.6%	-0.6%
Impact of rate cell mix on prior rates	-0.1%	0.0%
Total rate change	14.4%	15.8%

The capitation rate changes for medical / maternity kick payment services vary by region due to differences in the impact of updating the base period data, program changes, and rate cell mix.

For dental services, the rate changes are driven by removing the 25% utilization increase included in the 2023 rates due to the 40% increase in the Medicaid fee schedule effective January 1, 2022 since we did not observe any material utilization increase in the 2022 experience.

For chiropractic services, the rate changes are driven by the impact of updating the base period data.

B. CAPITATION RATE CELL STRUCTURE

Separate capitation rates are calculated by eligibility category, region, and rate cell for each type of coverage (medical, maternity, dental, and chiropractic).

Eligibility Categories

Managed care enrollment for eligible BCP Standard and BCP CLA members is mandatory with a few exceptions (e.g., tribal members). We developed capitation rates for the following eligibility categories:

- **BCP Standard:**
 - Parents and caretakers with incomes at or below 100 percent of the Federal Poverty Limit (FPL)
 - Pregnant women with incomes at or below 300 percent of the FPL
 - Children (ages 18 and younger) with household incomes at or below 300 percent of the FPL
 - Transitional medical assistance individuals, also known as members on extensions, with incomes over 100 percent of the FPL
- **BCP Childless Adults:** The CLA program covers childless adults with incomes less than or equal to 100 percent of the FPL with the same covered benefits as the BCP Standard plan.

Rate Regions

The capitation rates are developed for each of six geographic rate regions:

- Region 1 – North
- Region 2 – North East

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

- Region 3 – West Central
- Region 4 – Madison
- Region 5 – South East
- Region 6 – Milwaukee

Appendix A contains a mapping of Wisconsin counties to the six rate regions for the 2024 capitation rates.

Rate Cells

The capitation rates are paid separately by age category and rate region. Table 3 summarizes the age categories used within each eligibility category.

BCP Standard	BCP Childless Adults
Age 0	n/a
Ages 1 to 14	
Ages 15 to 20	
Ages 21 to 44	Ages 19 to 44
Ages 45+	Ages 45+

Covered Services

HMOs are responsible for providing comprehensive health care to BCP members, including hospital inpatient, hospital outpatient, professional, and other services. Prescription drugs are carved out of the capitation rates. Maternity services are paid through a maternity kick payment paid per delivery within the BCP Standard plan. Dental and chiropractic capitation rates are developed separately. Dental coverage is optional in Regions 1 through 4 and mandatory in Regions 5 and 6. Chiropractic coverage is optional in all regions. We describe exclusions applied to the HMO encounter data in Section II.B. We remove Institution for Mental Disease (IMD) claims for stays greater than 15 days in a given month and the member months and non-IMD related claims for these members during these months, as described in Section III.B.

Encounter-based payments (EBPs) paid on a fee-for-service (FFS) basis outside of the capitation rates are reimbursed to the HMOs at the Medicaid fee schedule in compliance with the upper payment regulations outlined at 42 CFR §447.362. EBPs for 2024 will include:

- Dental pilot reimbursement above the Medicaid fee schedule in Brown, Marathon, Polk, and Racine Counties
- COVID-19 vaccine costs
- Long-acting reversible contraception (LARC)
- Continuous glucose monitoring (CGM)
- Interpreter services occurring during provider visits
- Drug testing in the outpatient substance use disorder (SUD) setting

C. GENERAL PROGRAM INFORMATION AND HIGH-LEVEL RATE METHODOLOGY

The BCP program has been in operation since 2008, when the BadgerCare and Children's Health Insurance Program (CHIP) programs were merged. DHS held contracts with 14 Health Maintenance Organizations (HMOs) in 2022 to provide services to BCP members during the experience period. Molina acquired My Choice effective September 1, 2023. As a result, we developed Molina's 2024 rates based on the combined 2022 experience for Molina and My Choice.

The capitation rates are first developed by eligibility category and rate region, and then by age category within each eligibility category using age factors that reflect statewide cost relationships by age category within an eligibility category.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

The risk adjustment process adjusts the capitation rates for estimated differences in acuity by HMO, with some exceptions, such as newborns and HMOs with low credibility in a rate cell.

Material Changes to Rate Methodology

The 2024 capitation rate methodology is generally consistent with the 2023 rate methodology. We made the following material changes to the 2024 rate methodology:

- Experience data sources – The 2023 rates were based on HMO encounter, HMO financial, and FFS data from calendar year 2021, whereas the 2024 rates are based on 2022 data. However, we included 2021 and 2022 maternity claims for completed pregnancies in the base period experience for the 2024 maternity kick payment by limiting delivery dates to the time period from November 2021 through October 2022 compared to using 2020 and 2021 maternity claims from deliveries during November 2020 through October 2021 for the 2023 maternity kick payment.
- Population acuity changes – We applied population acuity adjustments to reflect the estimated impact of enrollment redeterminations related to the unwinding of the public health emergency (PHE). See Section III.D. for additional details on these acuity adjustments.

D. REPORT STRUCTURE

The remainder of this report includes the following information:

- Section II summarizes the development of the base period experience and data adjustments.
- Section III documents reimbursement changes, program changes, trend, and other adjustments applied to the adjusted base period data to develop projected 2024 base capitation rates by eligibility category, region, and age category.
- Section IV documents the development of final HMO-specific capitation rates, including risk score adjustments, pay-for-performance (P4P) withholds, delivery system and provider payment initiatives, and risk corridor.
- Section V documents the projected costs for services eligible for enhanced federal funding (applies to medical capitation rates and maternity kick payments).
- Section VI provides responses to the CMS rate setting checklist.
- Section VII provides responses to the 2023 – 2024 CMS Medicaid Managed Care Rate Development Guide.

Exhibits 1 through 28 summarize the 2024 rate development. Appendix A provides a mapping of counties to rate regions. Appendices B and C contain details on the custom CDPS risk score model. Appendix D summarizes the enhanced Federal Medical Assistance Percentage (FMAP) identification criteria. Appendix E contains the actuarial certification.

E. DATA RELIANCE AND IMPORTANT CAVEATS

The information contained in this report has been prepared for DHS for the purpose of developing 2024 capitation rates for the BadgerCare Plus program. It may not be appropriate, and should not be used, for other purposes. This report has been prepared solely for DHS and their consultants and advisors. It is our understanding the information in this report, once final, will be shared with CMS and may be utilized in a public document. We recognize that materials we deliver to DHS may be public records subject to disclosure to third parties; however, we do not intend to benefit, and assume no duty or liability to, other parties who receive this work. To the extent this information is provided to third parties, it should only be distributed and reviewed in its entirety.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

The results of this report and the accompanying exhibits are technical in nature and are dependent upon specific assumptions and methods. No party should rely on these results without a thorough understanding of those assumptions and methods. Such an understanding may require consultation with qualified professionals.

In order to provide the information requested by DHS, we developed certain models to estimate the values included in this report. We have reviewed the models, including their inputs, calculations, and outputs for consistency, reasonableness, and appropriateness to the intended purpose and in compliance with generally accepted actuarial practice and relevant actuarial standards of practice (ASOPs). The models, including all input, calculations, and output may not be appropriate for any other purpose.

The models rely on data and information provided by DHS and the participating HMOs, including eligibility data, FFS claims data, HMO encounter data, HMO financial data, program changes, and other supporting information. We accepted this information without audit, but reviewed the information for general reasonableness and validated the HMO encounter data to HMO reported financial data. If the information used is inadequate or incomplete, the results will be likewise inadequate or incomplete.

We performed a limited review of the data used directly in our analysis for reasonableness and consistency and have not found material defects in the data. If there are material defects in the data, it is possible they would be uncovered by a detailed, systematic review and comparison of the data to search for data values that are questionable, or for relationships that are materially inconsistent. Such a review was beyond the scope of our assignment.

Differences between the capitation rates and actual experience will depend on the extent to which future experience conforms to the assumptions made in the capitation rate calculations. It is certain that actual experience will not conform exactly to the assumptions used. Actual amounts will differ from projected amounts to the extent that actual experience deviates from expected experience due to many different factors, including the unwinding of the PHE.

Guidelines issued by the American Academy of Actuaries require actuaries to include their professional qualifications in all actuarial communications. The authors of this report are members of the American Academy of Actuaries and meet the qualification standards for performing the analyses in this report.

This report is subject to the terms and conditions of the contract between DHS and Milliman effective January 1, 2020.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

II. BASE DATA DEVELOPMENT

This section of the report describes the base data development and various data sources described in this report. In general, the base data used to calculate the 2024 capitation rates reflects the most current credible available data from DHS and the HMOs.

The following exhibits summarize the base data and adjustments by region for all age categories combined (separate exhibits are provided by eligibility category):

- Exhibit 1A: Medical – BCP Standard
- Exhibit 1B: Medical – BCP CLA
- Exhibit 7: Maternity – BCP Standard
- Exhibit 9A: Dental – BCP Standard
- Exhibit 9B: Dental – BCP CLA
- Exhibit 14A: Chiropractic – BCP Standard
- Exhibit 14B: Chiropractic – BCP CLA

A. BASE DATA SOURCES

The data sources used in the 2024 rate development are listed and described below:

1. **HMO Encounter Data** – Includes claims paid by HMOs on a FFS basis, as well as sub-capitated encounters. DHS re-prices each HMO encounter based on the Medicaid fee schedule. The encounter data also includes HMO paid amounts. The re-priced Medicaid paid amounts are used to develop the base period claims experience. The re-priced Medicaid paid amounts are net of all applicable cost sharing amounts for the Medicaid program, even if an HMO waives the cost sharing amounts.
2. **HMO Financial Data** – Participating HMOs were required to submit CY 2021, CY 2022, and YTD March 2023 financial data to DHS. The financial data included the following information by eligibility category, region, and calendar year:
 - a. Member months and maternity deliveries eligible for kick payments
 - b. Total revenue including capitation payments, maternity kick payments, and other sources
 - c. Claim payments to providers, including FFS claim payments, payments made to sub-capitated providers, and other payments made outside the FFS claims system, including overpayments to providers not already reflected in the FFS claim payments
 - d. Administrative costs
 - e. Additional information on payments made to related parties
 - f. A certification from the HMO attesting the data is accurate, complete, and truthful
 - g. A reconciliation to HMO financial statements

We used the financial data to calculate missing data adjustments to apply to the encounter data payments, develop adjustments to reflect claims paid outside of FFS claims systems, analyze historical trends, and develop the administrative cost allowances included in the capitation rates. We also used financial data to develop the dental capitation rates in Regions 5 and 6. We believe the HMO financial data is a more accurate summary of historical dental claims due to the prevalence of sub-capitation.

3. **FFS Data** – Includes claims paid by DHS on a FFS basis. We used FFS data as the basis for developing capitation rates for dental services in Regions 1 through 4 and chiropractic services in all regions.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

DHS and Milliman went through an extensive data validation process to review all HMO data included in the 2024 rate setting methodology. DHS collected monthly encounter reporting from each HMO to monitor the quality of encounter data submissions. After this process was complete, DHS forwarded the data to Milliman.

We also reviewed the encounter data and financial data. We provided data summaries to all participating HMOs comparing the results of their encounter and financial data, along with HMO-specific data questions. After receiving answers to our questions and data re-submissions from the HMOs, we released base data summaries for HMO review and comment. Additionally, we presented the information to the HMOs to explain the base data and solicit feedback from the HMOs.

Based on our analysis, we found the HMO encounter data to be of appropriate quality for developing the 2024 capitation rates. As discussed in Section D below, we applied missing data adjustments to the base encounter data to address encounter data under-reporting.

Table 4 summarizes the base data time periods for the various data sources.

Table 4 Wisconsin Department of Health Services Base Data Time Periods		
Data Source	Data Time Period Used	Paid Through Date
HMO Encounter Data	CY 2022	April to May 2023 ¹
HMO Financial Data	CY 2022	April 2023
HMO Emerging 2023 Financial Data	YTD March 2023	June 2023
FFS Data	CY 2022	Early May 2023

¹ Encounter data files received from DHS on June 5, 2023; paid through date differs by HMO.

B. HMO ENCOUNTER DATA PROCESSING METHODOLOGY

HMO Encounter Data Submission

Participating HMOs are required to submit encounters for Medicaid covered services to DHS on a periodic basis. DHS, along with their contracted data processing vendor, Gainwell, performs a re-pricing analysis on the encounter data records and assigns re-priced Medicaid allowed and paid amounts for accepted encounter records. The encounter records also include HMO paid amounts in addition to the re-priced Medicaid paid amounts. We included HMO paid amounts from the encounter data for accepted records only to develop missing data adjustments and provider contracting adjustments, thereby excluding any potential duplicate rejected claims.

The encounter data provided to Milliman includes services incurred during calendar years 2020 through May 2023. As noted above, we used 2022 encounter data to develop the adjusted base medical period costs. We summarized the encounter data using the methodology described in the following sections.

We identified the submitting HMO based on the HMO ID field and the eligibility category based on the Medical Status code in the encounter data files using the mapping provided by DHS.

Excluded Claims

Some of the claims included in the encounter data files submitted by the HMOs are excluded from the base period encounter data for the following reasons:

1. **Claims incurred outside of 2022:** We excluded claims for services provided outside of the period January 1, 2022 through December 31, 2022.
2. **Financial Indicator “N” claims:** We excluded claims with a Financial Indicator of “N,” which were flagged by DHS as not eligible for rate development.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

3. **Claims without a corresponding eligibility record for the month of service:** We matched the service date in the encounter data to the monthly capitation files provided by DHS. If there was no capitation payment made to any HMO for the member in the month of service, the claim was excluded.
4. **Ventilator dependent claims:** The HMOs are not at risk for claims for ventilator dependent members. DHS retroactively reimburses the HMOs for claims incurred and recoups capitation payments provided to the HMOs for these members. Therefore, these claims are excluded from the base data used to develop the capitation rates, along with the corresponding member months from the same time period.
5. **Physician administered drugs:** We excluded claims for physician administered drugs based on criteria provided by DHS, since these professional claims are reimbursed on a FFS basis by DHS.
6. **EBPs:** We excluded EBPs, because DHS reimbursed the HMOs for these claims outside of the capitation rates.
7. **Dental claims in Regions 1 through 4:** We excluded claims based on the dental criteria in Region 1 through Region 4, since there were no HMOs providing dental coverage in these regions during the base period.
8. **Chiropractic claims:** We excluded chiropractic claims from the HMO encounter data used for rate development and used chiropractic claims covered under the FFS program, since only one HMO covered chiropractic services during the base period.
9. **Invalid ages or regions:** We excluded immaterial claim amounts with invalid ages or regions.

Included Claims

The total re-priced Medicaid paid amounts after the adjustments described above represent the encounter data used to develop the medical and maternity base period experience. We developed separate capitation rates for medical coverage, maternity kick payments, dental services, and chiropractic services. Any classified claims not identified as maternity, dental, or chiropractic services as medical coverage.

Maternity (BCP Standard Only)

The methodology used to count deliveries in the base period experience is consistent with how HMOs are instructed by DHS to report deliveries for maternity kick payment reimbursement.

We identified deliveries as encounters with a non-zero re-priced Medicaid paid amount for APR-DRGs equal to 539, 540, 541, 542, or 560. The APR-DRG code for a delivery triggers the maternity kick payment when an HMO has a paid amount greater than \$0 on the claim (i.e., other insurance is not covering the entire cost of the delivery).

The following additional claims incurred within nine months prior to the delivery or two months after the delivery were included in the maternity kick payment development (and excluded from the medical rate development):

- Revenue code of 0110 - 0539, 0560 - 0569, 0610 - 0649, or 0660 - 0999
- Procedure code of 01958 - 01961, 01967 - 01968, 59000 - 59899, or 76801 - 76828

We included maternity claims for completed pregnancies in the base period experience by limiting delivery dates to the time period from November 2021 through October 2022. We excluded experience for other BCP Standard pregnancies meeting the maternity kick payment criteria, but outside of this time period. Because the maternity kick payment is developed and paid per delivery, the projected number of deliveries is not needed to develop the maternity kick payment amount, so we excluded “non-completed” pregnancies to develop a complete cost per delivery.

Dental

Encounters with procedure codes from D0120 – D9999 were identified as dental services and carved out from the base data. We excluded claims for fluoride treatment provided outside of a dental office from dental claims and included

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

those claims in the base coverage. We identified these claims using category of service code 58 and sub-category of service code 10, 15, or 20. HMOs are required to cover dental services in Regions 5 and 6. Dental coverage is optional in other regions; however, no HMOs currently cover dental services in Regions 1 through 4.

[Chiropractic](#)

Encounters with category of service code 60 (chiropractic) were identified as chiropractic services.

[Medical “Payments Made Outside Encounter Data”](#)

We summarized “Payments Made Outside Encounter Data” from the HMO financial data by eligibility category and region to reflect miscellaneous provider payments made outside of the encounter data. These amounts are added to the base period experience and shown at the bottom of Exhibit 1. These payments are reported separately in the HMO financial data and were not included in the missing data adjustments discussed in Section D below. For global sub-capitation arrangements, we used the encounter data repriced at the Medicaid fee schedule and excluded additional payments or recoupments from these providers.

[In Lieu of Service or Setting \(ILOS\)](#)

The BCP program covers an ILOS called “Sub-Acute Psychiatric Community-Based Psychiatric and Recovery Center Services.” These services are defined in Section IV.B.13 of the HMO contract. The benefit is limited to short term residential (non-hospital residential treatment program) for behavioral health. Sub-acute community based clinical treatment may be used in lieu of inpatient psychiatric hospitalization. This benefit is cost effective, since the required reimbursement of \$450 per diem is much lower than the average BCP inpatient psychiatric cost per day.

The BCP program also allows HMOs to provide IMD benefits in lieu of inpatient psychiatric and substance abuse admissions. Reimbursement adjustments for IMDs are documented in Section III.A and benefit adjustments are documented in Section III.B.

[Service Category Assignment](#)

We relied on the claim type (and category of service for FQHC / RHC) in the encounter files provided by DHS to assign broad categories of service (hospital inpatient, hospital outpatient, professional, FQHC / RHC, and other services). We identified IMD, hospice, personal care, Indian health services, zero copay preventive services, and family planning services based on criteria provided by DHS. We then used Milliman’s *Health Cost Guidelines*TM Grouper to assign the remaining detailed service categories.

C. FFS DATA PROCESSING METHODOLOGY

We used FFS data for HMO members to develop capitation rates for dental services in Regions 1 through 4 and chiropractic services in all regions, since credible encounter data is not available. We summarized dental and chiropractic FFS claims (using the service category criteria above) for members enrolled in HMOs during the base period.

D. ADJUSTMENTS TO THE BASE DATA

This section discusses the adjustments we made to the base 2022 data before projecting costs to the 2024 rating period.

[Missing Data Adjustment \(Encounter Data\)](#)

We developed 2022 medical missing data adjustments for each HMO based on a comparison of the total HMO paid amounts in the encounter data and the total FFS and sub-capitated claim payments reported in the HMO financial data (excluding reported IBNR and using encounter data re-priced at the Medicaid fee schedule for some sub-capitation arrangements). We combined FFS and sub-capitated claim payments together to develop the missing data adjustments, since the encounter data does not consistently identify FFS versus sub-capitated claims. Therefore, the missing data adjustments reflect the impact of missing encounters (including sub-capitated claims), as well as

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

encounters that were submitted, but not accepted by the DHS system edits. We calculated the adjustments gross of ventilator recoupments.

Table 5 summarizes the 2022 medical missing data adjustments by eligibility category and region. As noted above, we calculated missing data adjustments at the HMO level. Therefore, the variance in missing data adjustments by eligibility category and region is due to differences in the mix of HMO payments within each subcategory.

Table 5						
Wisconsin Department of Health Services						
2022 Missing Data Adjustments for Medical Services						
	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
BCP Standard	1.019	1.024	1.022	1.033	1.040	1.041
BCP Childless Adults	1.021	1.029	1.024	1.033	1.035	1.035

Maternity claims are assumed to be complete in the encounter data, since we identify completed pregnancies directly in the encounter data. Dental missing data adjustments are not applicable since we used the HMO dental financial data to summarize the base period experience for regions 5 and 6 and FFS data as the base period experience for regions 1 through 4. Chiropractic missing data adjustments are also not applicable because we used FFS data.

Completion Factors

We first applied completion factors to the 2022 encounter data using the HMO reported incurred but not reported (IBNR) amounts in the financial data and reviewed the results for reasonableness based on the lags we observed in the encounter data. We then applied reductions to the inpatient facility IBNR for estimated ventilator recoupments not yet reflected in the encounter data based on historical cost patterns.

Table 6 summarizes the completion factors applied to the base 2022 claims before and after we apply the ventilator recoupment adjustments.

Table 6					
Wisconsin Department of Health Services					
2022 Completion Factors					
	Hospital Inpatient			Other Medical and Chiropractic	Dental
	Before Ventilator Recoupment Adjustment	Ventilator Recoupment Adjustment	After Ventilator Recoupment Adjustment		
BCP Standard	1.015	-0.043	0.972	1.010	1.000
BCP Childless Adults	1.016	-0.028	0.988	1.009	1.000

Provider Contracting Adjustment (Encounter Data)

The base encounter data reflects the re-priced Medicaid paid amounts assigned by DHS to each encounter. We compared the total HMO paid amounts to the re-priced Medicaid paid amounts gross of member cost sharing by broad service category and region to develop provider contracting adjustments that reflect average HMO contracting levels relative to Medicaid fees.

Table 7 summarizes the provider contracting adjustments applied to the re-priced Medicaid paid amounts in the encounter data. We apply these adjustments to medical and maternity claims.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Table 7 Wisconsin Department of Health Services Provider Contracting Adjustments		
	Regions 1 through 4	Regions 5 and 6
Hospital Inpatient	1.00	1.01
Hospital Outpatient	1.00	1.01
Professional	1.00	1.01
FQHC / RHC	1.00	1.00
Other	1.00	1.00

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

III. PROJECTED 2024 BASE CAPITATION RATES

This section of the report documents reimbursement changes, program changes, trend, population acuity changes, and other adjustments applied to the base data to develop projected 2024 capitation rates by eligibility category, region, and age category before risk adjustment, P4P withholds, and provider access payments are applied.

The following exhibits summarize the development of projected 2024 claim costs:

- Exhibit 2A: Medical – BCP Standard
- Exhibit 2B: Medical – BCP CLA
- Exhibit 7: Maternity – BCP Standard
- Exhibit 9A: Dental – BCP Standard
- Exhibit 9B: Dental – BCP CLA
- Exhibit 14A: Chiropractic – BCP Standard
- Exhibit 14B: Chiropractic – BCP CLA

A. REIMBURSEMENT CHANGES

Generally, HMOs are not required to reimburse providers in relation to the Medicaid fee schedule with a few exceptions. There are five areas where HMOs are contractually required to pay a minimum of 100% of the FFS Medicaid rate: Federally Qualified Health Center (FQHC), Rural Health Center (RHC), Indian Health Care Provider or Service (Indian Tribe, Tribal Organization, or Urban Indian Organization, or I/T/U), dental, specified level I oral and maxillofacial procedures in the hospital outpatient setting provided under deep sedation, and out-of-network emergency services. However, most HMOs reimburse providers at the Medicaid fee schedule or at a percentage of the Medicaid fee schedule. In these instances, they would be required to incorporate changes to the Medicaid fee schedule into their payments to providers. Therefore, we applied reimbursement adjustments to the experience consistent with projected Medicaid fee schedule changes between the base period and the rating period. We are not aware of any other anticipated fee changes other than the items mentioned in this section.

We describe the in ILOS for “Sub-Acute Psychiatric Community-Based Psychiatric and Recovery Center Services” in Section II. B. We did not make any reimbursement adjustment for this benefit, since the encounter data includes these services at \$450 per diem.

Table 8 shows the overall projected claims impact across all services for each reimbursement change.

Table 8 Wisconsin Department of Health Services Overall Projected Claims Impact for Reimbursement Adjustments						
Reimbursement Adjustment	BCP Standard Medical	BCP CLA Medical	BCP Standard Maternity	BCP Standard Chiropractic	BCP CLA Chiropractic	BCP Standard Dental
Hospital Inpatient Re-Pricing	1.2%	2.6%	8.1%	n/a	n/a	n/a
Hospital Outpatient Re-Pricing	3.3%	3.2%	1.8%	n/a	n/a	n/a
Chiropractic	n/a	n/a	n/a	11.1%	10.5%	n/a
Durable Medical Equipment	0.0%	0.0%	n/a	n/a	n/a	n/a
Emergency Physician	0.7%	0.3%	n/a	n/a	n/a	n/a
Evaluation & Management	6.0%	4.0%	n/a	n/a	n/a	n/a
Hospice	0.0%	0.0%	n/a	n/a	n/a	n/a
Institution for Mental Disease	0.1%	0.3%	n/a	n/a	n/a	n/a
Intrauterine Devices	0.1%	0.0%	n/a	n/a	n/a	n/a
Orthodontics	n/a	n/a	n/a	n/a	n/a	1.9%
Personal Care	0.0%	0.1%	n/a	n/a	n/a	n/a
Skilled Nursing Facility	0.0%	0.1%	n/a	n/a	n/a	n/a
Vaccine Administration	0.7%	0.1%	0.0%	n/a	n/a	n/a
Total	12.3%	10.6%	9.9%	11.1%	10.5%	1.9%

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Hospital Inpatient Re-Pricing Adjustments

We re-priced the base period hospital inpatient claims, excluding skilled nursing facility (SNF), to the inpatient Medicaid reimbursement rates effective January 1, 2024 and used this data to calculate the impact of reimbursement changes on the historical hospital inpatient claims by eligibility category and region.

Table 9 summarizes the hospital inpatient re-pricing adjustments for 2024 fee changes (prior to the “other reimbursement adjustments” described below) applied to the base period encounter hospital inpatient claims.

Table 9						
Wisconsin Department of Health Services						
Hospital Inpatient Re-Pricing Adjustments (Excluding Skilled Nursing Facility)						
	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
BadgerCare Plus Standard						
Medical – 2022	1.009	1.043	1.049	1.061	1.061	1.027
Maternity ¹	1.024	1.157	1.095	1.146	1.188	1.194
BadgerCare Plus Childless Adults						
Medical – 2022	1.019	1.090	1.080	1.079	1.089	1.058

¹ Maternity reflects the base period of deliveries during November 2021 through October 2022.

The lower hospital inpatient re-pricing adjustments in Region 1 are driven by a greater proportion of claims incurred at critical access hospitals (CAHs) with lower reimbursement adjustments based on hospital cost reports. The larger hospital inpatient re-pricing adjustments for maternity are driven by changes to the DRG weights for maternity stays from 2022 to 2023.

Hospital Outpatient Re-Pricing Adjustments

Similar to hospital inpatient claims, we re-priced the base period hospital outpatient claims, excluding hospice, to the Medicaid fees effective January 1, 2024 to calculate the impact of reimbursement changes between the base period and the contract period.

Table 10 summarizes the hospital outpatient re-pricing adjustments for 2024 fee changes (prior to the “other reimbursement adjustments” described below) applied to the base encounter hospital outpatient claims.

Table 10						
Wisconsin Department of Health Services						
Hospital Outpatient Re-Pricing Adjustments (Excluding Hospice)						
	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
BadgerCare Plus Standard						
Medical – 2022	1.068	1.191	1.134	1.113	1.187	1.179
Maternity ¹	1.052	1.162	1.106	1.085	1.154	1.173
BadgerCare Plus Childless Adults						
Medical – 2022	1.060	1.190	1.126	1.119	1.195	1.164

¹ Maternity reflects the base period of deliveries during November 2021 through October 2022.

Similar to hospital inpatient, the lower hospital outpatient re-pricing adjustments in Region 1 are driven by a greater proportion of claims incurred at CAHs with lower reimbursement adjustments based on hospital cost reports.

Other Reimbursement Adjustments

We applied reimbursement adjustments for changes to other Medicaid fee schedules as described in this section.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

[Chiropractic](#)

We applied reimbursement factors to the chiropractic rates to reflect an average estimated increase of 11.1% for BCP Standard and 10.5% for BCP CLA based on increases to the Medicaid fee schedule for some procedure codes for chiropractors effective January 1, 2024. DHS increased these fees to equal physician reimbursement.

[Durable Medical Equipment \(DME\)](#)

We applied reimbursement factors to reflect an average increase of 8% due to changes in the Medicaid fee schedule for some DME procedure codes effective January 1, 2023. Most of this adjustment is applied to the “Other - DME” service category, with a minor adjustment also applied to the “Other - Other” service category.

[Durable Medical Supplies \(DMS\)](#)

The Medicaid fee schedule increased 10% for some DMS services effective October 1, 2022. We did not apply a reimbursement adjustment because we determined the impact to be immaterial.

[Emergency Physician](#)

We applied reimbursement factors to the “Professional - Emergency Room Visits” service category to reflect an average increase of 39% in the Medicaid fee schedule by specific provider types for procedure codes 99283-99285 effective January 1, 2024, with a few minor adjustments applied to other service categories. DHS increased these fees to 40% of Medicare fees for physicians (except for physician assistants reimbursed at 90% of physician reimbursement).

[Evaluation and Management \(E&M\)](#)

We applied reimbursement factors to the “Professional - Office / Home Visits,” “Professional – Zero Preventive Copay,” “FQHC / RHC – Other,” “Professional – Other Preventive and Immunizations,” “Professional – Urgent Care Visits,” “Professional – Family Planning,” “Professional – Psychiatric,” and “FQHC / RHC – Zero Preventive Copay” service categories to reflect an average increase of 58% in the Medicaid fee schedule by specific provider types for procedure codes 99202-99205, 99211-99215, 99242-99245, 99381-99387, and 99391-99397 effective January 1, 2024, with a few minor adjustments applied to other service categories. DHS increased these fees to 70% of Medicare fees for physicians (except for physician assistants reimbursed at 90% of physician reimbursement).

[Hospice](#)

We applied reimbursement factors to the “Hospital Outpatient - Hospice” service category to reflect an average estimated increase of 7.3% based on changes to the Medicaid fee schedule effective each October.

[IMD](#)

CMS requires IMD experience included in the capitation rate development to be based on the unit costs for State plan services. To be consistent with this requirement, we applied a unit cost adjustment of 1.077 to HMO encounter base period IMD claims based on the ratio of the historical average cost per day for inpatient psychiatric and substance abuse stays to IMD stays using 2022 encounter data re-priced to 2024.

[Intrauterine Devices \(IUDs\)](#)

We applied reimbursement factors to reflect an increase of 50% in the Medicaid fee schedule for IUDs effective July 1, 2022. Most of this adjustment is applied to the Family Planning service categories, with minor adjustments applied to other service categories.

[Orthodontics](#)

We applied reimbursement factors to the BCP Standard dental rates in Regions 5 and 6 to reflect an increase of 40% due to adding orthodontic codes to the Medicaid fee schedule. The FFS base period experience in Regions 1 through 4 already reflects these Medicaid fees, so we did not apply a reimbursement adjustment to these regions.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

[Personal Care](#)

We applied reimbursement factors to the “Other - Personal Care Services” service category to reflect increases to procedure code T1019 of 7.3% effective January 1, 2023 and 4.6% effective January 1, 2024.

[Skilled Nursing Facility](#)

We applied reimbursement factors to the “Hospital Inpatient - Skilled Nursing Facility” service category to reflect an average estimated increase of 50.1% based on changes to the Medicaid fee schedule effective each July.

[Vaccine Administration](#)

We applied reimbursement factors to the “Professional – Other Preventive and Immunizations,” “Professional – Zero Preventive Copay,” “Hospital Outpatient – Other,” “FQHC / RHC – Other,” and “FQHC / RHC – Zero Preventive Copay” service categories to reflect an increase in the vaccine administration fee from \$3.31 to \$15 effective January 1, 2023, with minor adjustments applied to other service categories.

B. PROGRAM CHANGES

Benefit Changes

We applied benefit adjustments as described in this section, with the overall projected claims impact across all services for each benefit change summarized in Table 11.

Table 11 Wisconsin Department of Health Services Overall Projected Claims Impact for Benefit Adjustments		
Benefit Adjustment	BCP Standard Medical	BCP CLA Medical
Institute for Mental Disease	0.0%	-0.2%
Respiratory Syncytial Virus Vaccine	0.0%	0.3%
HIV / AIDS Medical Home	0.0%	0.1%
Narcotic Treatment services	1.2%	2.7%
Non-Invasive Prenatal Testing	0.3%	0.0%
Collaborative Care Model	0.0%	0.0%
Removal of New HMO Enrollment Exemptions Related to Transplants ¹	0.5%	0.9%
Total	2.0%	3.9%

¹ Excludes stem cell and bone marrow transplants.

[IMD Utilization Adjustment](#)

IMD services are routinely provided by HMOs in lieu of inpatient psychiatric admissions. Consistent with CMS rate setting requirements, we adjusted the HMO encounter base period utilization to exclude IMD stays of more than 15 days within a given month. For example, if a member was in an IMD for 20 days in one month, we excluded all 20 days for that month. These adjustments are shown in the benefit adjustment column of Exhibit 2 in the “Hospital Inpatient IMD” service category.

We also applied minor adjustments at the service category level to reflect the impact of removing the member months and non-IMD claims for members with over 15 days in an IMD for a given month. The composite impact of these adjustments is less than 0.15% for each eligibility category and region for medical and maternity coverage.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

[Addition of Coverage for Group Physical Therapy Services](#)

DHS added coverage for group physical therapy services effective April 10, 2022 with an immaterial amount of cost savings expected from some members choosing group over individual physical therapy services. As a result, we did not apply a program adjustment for this additional coverage.

[Addition of Coverage in the Pharmacy Setting](#)

DHS plans to allow HMOs to enroll pharmacists as Medicaid providers effective July 1, 2024 to provide certain medical services.

In addition, DHS plans to expand the list of vaccines that can be administered in the pharmacy setting for members ages 19 to 64 from the COVID-19, influenza, and hepatitis A vaccines to all vaccines recommended by the Advisory Committee on Immunization Practices (ACIP). The FFS program currently reimburses costs for COVID-19, influenza, and hepatitis A vaccines provided in the pharmacy setting. However, once pharmacists are enrolled as Medicaid providers, the HMOs will cover the drug costs and administration fee for vaccines administered in a pharmacy setting.

We assumed no material impact for this change for the following reasons:

- We assumed medical services provided by pharmacists in the future will replace medical services currently covered by other providers.
- We assumed a low prevalence of vaccines will be administered in a pharmacy, similar to what we have observed for the hepatitis A vaccine. We also reviewed the cost of covering influenza vaccines in the pharmacy setting using 2022 FFS experience, which was immaterial.

[Addition of Coverage for Respiratory Syncytial Virus \(RSV\) Vaccine](#)

Administrative fees for the RSV vaccine will be covered by HMOs in a clinical setting during 2024 and in a pharmacy setting if an HMO enrolls pharmacists as Medicaid providers effective July 1, 2024. The cost of the vaccine will not be covered by the HMOs except for non-Dual members ages 60 and older, and administrative fees will not be covered during inpatient stays.

We applied an average RSV vaccine benefit adjustment of 1.293 to the “Other Preventive & Immunizations” service category for BCP CLA based on the expected RSV vaccine unit cost of \$295 and assumed the RSV vaccine utilization for non-Dual members ages 60 and older will be similar to the utilization of the COVID-19 and influenza vaccines.

We did not apply an RSV vaccine benefit adjustment for BCP Standard because the estimated impact for members up to age 2 and pregnant women in their last trimester is expected to be immaterial.

[Addition of Prior EBPs](#)

The following services were reimbursed as EBPs outside of the capitation rates during 2022 and will be included in the capitation rates for 2024. We based these benefit adjustments on the 2022 EBP experience.

- HIV / AIDS Medical Home - We applied benefit adjustments to the “Other – Other” service category
- Narcotic Treatment Services (NTS) - We applied benefit adjustments to the “Professional – Substance Abuse” service category, with minor adjustments applied to other service categories
- Non-Invasive Prenatal Testing (NIPT) - We applied benefit adjustments to the “Professional – Radiology / Pathology” service category based on the 2022 EBP experience
- Coverage for Collaborative Care Model (CoCM) - We applied benefit adjustments to the “Professional - Psychiatric” and “FQHC / RHC – Psychiatric” service categories, with minor adjustments applied to other service categories

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Removal of New HMO Enrollment Exemptions Related to Some Transplants

Effective January 1, 2024, DHS will no longer place new HMO enrollment exemptions on members related to transplants other than stem cell and bone marrow, but DHS will not remove the HMO exemptions on current members related to transplants. We applied a benefit adjustment of 1.005 for BCP Standard and 1.009 for BCP CLA to reflect the impact of removing new transplant exemptions based on an analysis of 2021 and 2022 experience.

C. TREND

The annual trend assumptions (excluding Medicaid reimbursement changes) are shown in Table 12. We developed the trend assumptions based on historical trends, Medicaid industry trends, and actuarial judgment.

Table 12 Wisconsin Department of Health Services Annual Trend Factors		
2022 to 2024		
	BCP Standard	BCP Childless Adults
Hospital Inpatient	0%	1%
Hospital Outpatient	3%	3%
Professional and Other	1%	0%
Dental	2%	2%

- We applied utilization trend from 2022 to 2024 consistent with our assumptions in the 2023 rate development based primarily on historical pre-pandemic patterns
- We did not apply utilization trends to maternity kick payment claims, since the kick payments are made per delivery

For reference, Table 13 shows the historical medical utilization and case mix trends (excluding the impact of reimbursement changes) from 2017 to 2019 in the HMO encounter and financial data by eligibility category, region, and broad category of service.

Table 13 Wisconsin Department of Health Services Annual 2017 to 2019 Medical Utilization and Case Mix Trends						
	BCP Standard			BCP Childless Adults		
	Utilization	Case Mix ¹	Combined	Utilization	Case Mix ¹	Combined
2017 to 2018						
Hospital Inpatient	-1.8%	0.3%	-1.5%	-2.0%	2.5%	0.5%
Hospital Outpatient	1.3%	1.1%	2.5%	2.1%	4.0%	6.2%
Professional	1.9%	-0.7%	1.2%	1.6%	-1.8%	-0.2%
Dental ²	n/a	n/a	1.3%	n/a	n/a	-3.7%
2018 to 2019						
Hospital Inpatient	0.2%	-3.2%	-2.9%	-1.9%	3.8%	1.8%
Hospital Outpatient	6.9%	-0.3%	6.6%	2.7%	2.1%	4.8%
Professional	2.3%	-0.2%	2.1%	2.3%	-1.6%	0.7%
Dental ²	n/a	n/a	3.8%	n/a	n/a	-3.4%
Average 2017 to 2019						
Hospital Inpatient	-0.8%	-1.4%	-2.2%	-2.0%	3.2%	1.1%
Hospital Outpatient	4.1%	0.4%	4.5%	2.4%	3.0%	5.5%
Professional	2.1%	-0.4%	1.7%	1.9%	-1.7%	0.2%
Dental ²	n/a	n/a	2.6%	n/a	n/a	-3.6%

¹ Case mix trend is the change in the PMPM re-priced at 2020 fees after excluding the impact of utilization change.

² Dental uses financial data in Regions 5 and 6.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

The projected annual claim trends appear to be reasonable compared to the emerging first half 2023 BCP claims PMPM trends reported by the HMOs compared to the first half of 2022. Member enrollment re-determinations did not start until June 2023.

The trend assumptions are intended to reflect utilization and cost impacts not already specifically accounted for in the other adjustments documented in this report.

D. POPULATION ACUITY ADJUSTMENTS

We anticipate the unwinding of the PHE will have a material impact on enrollment (due to the large number of redeterminations that were delayed during the PHE) and the average acuity level of the population remaining enrolled after redeterminations occur. We applied the population acuity adjustments shown in Table 14 by eligibility category to the medical and dental rates.

Table 14 Wisconsin Department of Health Services Population Acuity Adjustments					
	A	B	C ¹	D	E ²
	Medical			Dental	
	Projected Member Month Decrease from 2022 to 2024	Ineligible to Eligible Claims PMPM Relativity	Population Acuity Adjustments	Ineligible to Eligible Claims PMPM Relativity	Population Acuity Adjustments
BCP Standard	15.6%	0.65	1.058	0.65	1.058
BCP CLA	37.8%	0.65	1.153	0.80	1.082

¹ Medical Population Acuity Adjustment in C = $1 / [1 - A + A * B]$.

² Dental Population Acuity Adjustment in E = $1 / [1 - A + A * D]$.

We calculated the population acuity adjustment based on the projected member month change from 2022 to 2024, as well as the estimated acuity of members disenrolled due to ineligibility during redetermination compared to members that remain enrolled.

We estimated the ineligible to eligible claims PMPM relativity based on the results of member eligibility redeterminations for the renewal cohorts of July 2023 through September 2023 by comparing 2022 claims PMPM for ineligible versus eligible members.

We used the projected 2024 member months developed by DHS' Office of Policy Initiatives and Budget (OPIB) to estimate the percentage of member months losing eligibility due to redetermination. While we relied on these projections, we discussed the methodology, assumptions, and redetermination process with OPIB and reviewed the projections for reasonableness compared to the redetermination report results and actual enrollment changes through October 2023.

We assumed no acuity impact from members joining and leaving BCP outside of redeterminations related to the PHE based on enrollment and claims experience prior to the COVID-19 pandemic.

E. ADMINISTRATIVE COST AND RISK MARGIN ALLOWANCE

The following exhibits add the administrative cost and risk margin allowance to the projected 2024 claim costs by eligibility category and region:

- Exhibit 3: Medical
- Exhibit 8: Maternity
- Exhibit 10: Dental
- Exhibit 15: Chiropractic

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Administrative Cost / Risk Margin Allowance for Medical, Dental, and Chiropractic Rates

Table 15 summarizes the historical 2020 through 2022 BCP and Supplemental Security Income (SSI) combined administrative cost PMPM based on the financial data provided by the HMOs and the projected 2024 administrative cost PMPM. We projected the 2024 administrative cost PMPM from the 2022 administrative cost PMPM assuming 3% annual inflation trend and an increase in indirect administrative costs due to projected member month decreases related to the unwinding of the PHE.

Table 15 Wisconsin Department of Health Services Administrative Cost PMPM BCP and SSI Programs Combined	
2020 HMO Financial Data PMPM	\$26.19
2021 HMO Financial Data PMPM ¹	\$25.15
2022 HMO Financial Data PMPM ²	\$25.82
Assumed Annual Inflation Trend Applied to 2022 PMPM	3.0%
Increase to Indirect Administrative PMPM Due to Member Month Reduction	\$1.24
Projected 2024 Administrative Cost PMPM	\$28.63

¹ Assumed a reduction of \$0.76 PMPM from 2020 to 2021 due to member month growth, which implies a trend of -1.1%.

² Assumed a reduction of \$0.33 PMPM from 2021 to 2022 due to member month growth, which implies a trend of 4.0%.

For the projected increase in administrative fixed costs PMPM, we assumed 50% of reported indirect costs are related to fixed costs that will not vary with membership changes. As a result, we increased the projected 2024 administrative fixed costs by \$1.24 PMPM to reflect the projected member month decrease of 20% between 2022 and 2024 in the combined BCP and SSI programs.

We then developed the administrative allowances for the combined BCP and SSI programs across all coverages to be consistent with the projected PMPM. HMOs generally allocated their administrative costs by eligibility category in their financial reporting using simple methods, such as member months, claims, or revenue. As a result, we grouped HMOs by their participating eligibility categories to estimate administrative costs by eligibility category.

Table 16 summarizes the administrative cost and risk margin assumptions applied to the medical, dental, and chiropractic rates.

Table 16 Wisconsin Department of Health Services 2024 Administrative Cost and Risk Margin Assumptions Medical, Dental, and Chiropractic Capitation Rates		
Administrative Cost Components	BCP Standard	BCP Childless Adults
Direct Costs	6.2%	4.3%
Indirect Costs	6.9%	4.8%
Care Coordination	2.5%	1.7%
Licensing and Regulatory Fees	0.0%	0.0%
Sales and Marketing	0.4%	0.2%
Total Administrative Cost Allowance	16.0%	11.0%
Risk Margin Allowance	2.0%	2.0%
Administrative Cost / Risk Margin Allowance	18.0%	13.0%

The BCP capitation rates exclude any provision for federal or state income taxes or state premium taxes, since HMOs are expected to pay any of these applicable taxes out of the risk margin included in the capitation rates. We reviewed historical MLR qualified taxes and fee amounts in the HMO financial reporting and did not observe any material reported amounts.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Electronic visit verification (EVV) will be required for home health services effective January 1, 2024. We did not include any explicit costs for this requirement because the HMOs already have EVV in place for personal care services and we assume any additional costs are minimal and may be offset by potential claims savings.

The administrative loads are higher on a percentage basis than are typically used in other states because Wisconsin carves out prescription drugs from the capitation rates, resulting in lower medical costs. On average, the projected 2024 statewide administrative allowance for medical services is \$23.22 PMPM for BCP Standard and \$36.60 PMPM for BCP CLA as shown in Exhibit 3 based on the base period demographic mix by rate cell and region.

The risk margin allowance is 2% of capitation for all rate cells.

Administrative Cost / Risk Margin Allowance for Maternity Kick Payments

We applied an administrative cost allowance of 5% and risk margin allowance of 2% for the maternity kick payments. The 2024 statewide administrative cost allowance for maternity kick payments is about \$383 per delivery or about \$34.78 PMPM assuming there are 11 months of eligibility per delivery (including two months post-delivery).

The HMOs do not track administrative costs specific to maternity services. However, we included the administrative costs for maternity kick payments in our aggregate administrative cost projection to ensure we did not over-project administrative costs by including administrative costs in the maternity kick payments.

F. ALLOCATION OF BASE CAPITATION RATES BY RATE CELL

The 2024 base capitation rates are allocated by rate cell using the cost relativities among age bands based on statewide data. The regional rates by eligibility category are based on region specific total costs, but the relationships between age bands were standardized to statewide relativities.

The following exhibits show the calculation for each eligibility category and type of coverage:

- Exhibit 4A: Medical – BCP Standard
- Exhibit 4B: Medical – BCP CLA
- Exhibit 11A: Dental – BCP Standard
- Exhibit 11B: Dental – BCP CLA
- Exhibit 15A: Chiropractic – BCP Standard
- Exhibit 15B: Chiropractic – BCP CLA

The following steps were used to calculate capitation rates by rate cell and region:

1. **Develop statewide rate cell factors:** For each eligibility category, type of coverage, and rate cell, we calculated the statewide projected costs by rate cell and calculated the relativity PMPM to the overall costs PMPM.
2. **Normalize statewide rate cell factors to 1.0 by region and eligibility category:** For each region and eligibility category, the statewide rate cell factors are normalized, so the rates by rate cell produce the overall capitation rate by region and eligibility category based on the member months in the base data used for rate development.
3. **Apply rate cell factors to capitation rates by region and eligibility category:** The normalized regional rate cell factors in step 2 are multiplied by the base capitation rates by region, type of coverage, and eligibility category to determine the normalized rates by rate cell and region.

G. HMO-SPECIFIC DENTAL UTILIZATION ADJUSTMENT

The 2024 dental capitation rates include HMO-specific adjustments to compensate HMOs with higher utilization, while still providing funding to HMOs with lower dental utilization to provide an incentive to provide increased dental services. The adjustments are budget neutral across the HMOs by eligibility category and region based on projected membership and reflect 50% of the difference between each HMO's 2022 HMO encounter data re-priced to the Medicaid fee

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

schedule relative to the average cost for HMOs included in the adjustment calculation. We used the encounter data re-priced to the Medicaid fee schedule to reflect utilization and service mix differences between the HMOs, but not differences in negotiated dental reimbursement. The adjustments are shown in Exhibit 12 and applied in Exhibit 13. This methodology is consistent with the development of the 2023 capitation rates.

Similar to risk adjustment, the base dental capitation rates are based on aggregate experience, and we apply budget neutral adjustments to the final rates to reflect the relative dental utilization of each HMO, as measured by 2022 encounter data re-priced to the Medicaid fee schedule compared to the projected member months. We selected a 50% credibility weight, such that the rates are appropriately adjusted to reflect higher / lower capitation rates associated with higher / lower base period dental utilization, but the credibility weight is lower than 100% since the base period claims experience is not a perfect measure of the future relativity of dental utilization by HMO.

H. POTENTIAL RETROACTIVE RATE AMENDMENTS

We do not anticipate any future retroactive rate amendments to be applied to the 2024 capitation rates.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

IV. FINAL HMO-SPECIFIC CAPITATION RATES

This section of the report summarizes the development of final medical (HMO-specific) and dental capitation rates, including applicable risk score adjustments, P4P withholds, and provider access payments.

These adjustments are summarized in the following exhibits:

- Exhibit 6A: Medical – BCP Standard
- Exhibit 6B: Medical – BCP CLA
- Exhibit 13A: Dental – BCP Standard
- Exhibit 13B: Dental – BCP CLA
- Exhibit 21A: Final HMO-Specific Capitation Rates by Type of Coverage – BCP Standard
- Exhibit 21B: Final HMO-Specific Capitation Rates by Type of Coverage – BCP CLA

A. RISK SCORE ADJUSTMENTS

Risk adjustment is an important tool for the development and sustainability of Medicaid managed care programs and helps align incentives between capitated plans and state Medicaid managed care programs. Risk adjustment, if done properly, allows capitated plans to succeed based on how efficiently they can deliver care and negotiate provider reimbursement, rather than on how well they can enroll the healthiest individuals.

Risk adjusted payment systems are intended to alleviate some of the inequities brought on by selection. If a capitated plan enrolls a healthier population, the risk adjustment system will lower its payments and reduce overpayments to capitated plans that experience positive selection. Likewise, if a capitated plan experiences adverse selection and consequently enrolls a sicker population, the risk adjustment system will increase its payments to reflect their enrollees' sicker health status.

Risk adjustment models estimate the relative morbidity of individuals. The tools use demographic and health care claims data to develop these morbidity measures. These measures can be used to better predict future health care costs in order to adjust payment.

This section describes the development of the risk adjustment system that will be used to risk adjust payments for the 2024 BCP Standard and CLA capitation rates.

Exhibit 5 summarizes the risk score adjustments applied to the base 2024 capitation rates to calculate HMO-specific risk-adjusted 2024 BCP medical capitation rates (before P4P withholds and provider access payments).

CDPS Risk Score Model Overview

The BCP risk adjustment process uses the Chronic Illness and Disability Payment System plus Prescription Drug (CDPS+Rx) model structure developed by The University of California – San Diego (UCSD). UCSD developed three models, as described below.

- CDPS is a diagnostic classification system that Medicaid programs can use to make health-based capitated payments for TANF and disabled Medicaid beneficiaries. CDPS uses ICD-10 diagnostic codes to assess risk and assigns each member to one or more of 53 possible medical condition categories from 19 major diagnostic categories. Each member is also assigned to one of 11 age / gender categories. Most of the 19 major diagnostic categories are “hierarchical” categories in that only the single most severe diagnostic category within the major category is counted. Single counting within major categories is intended to avoid encouraging a proliferation of different diagnoses reported for a single disease process just to increase payment.
- MRX is a pharmacy based risk adjustment model that may be used to adjust capitated payments to capitated plans that enroll Medicaid beneficiaries. The MRX model assigns each member to one or more of 39 medical condition categories based on the prescription drugs used by each member and to one of 11 age / gender categories.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

- CDPS+Rx includes the full set of diagnosis categories from the CDPS model, as well as 15 categories from the MRX model that are embedded within the CDPS hierarchy. The researchers at UCSD limited the MRX categories to the 15 that added predictive power to the diagnostic model (i.e., both relatively common and significant predictors of cost) and were relatively less susceptible to variations in practice patterns.

CDPS, MRX, and CDPS+Rx are widely used in the Medicaid industry because they are designed specifically for the Medicaid population. We used the structure of version 7.0 for the 2024 capitation rates (compared to version 6.5 used for the 2023 capitation rates).

In addition to the standard CDPS+Rx condition categories, we added the following variables to the risk weight model used to develop risk scores for 2024:

- The duration categories reflect the potential under-reporting of diagnostic categories for scored members with fewer than 12 months of enrollment. These members would on average accrue additional NDCs and diagnoses with a full 12 months of enrollment, so the duration categories compensate for any missing conditions.
- The homelessness variable is determined by a member receiving the ICD-10 codes of “Z59.0,” “Z59.00,” “Z59.01,” “Z59.02,” “Z59.1,” “Z59.8,” or “Z59.9” during the assessment period, which also includes inadequate housing or other problems related to housing and economic circumstances. The prevalence of homelessness is likely understated in the data. However, our analysis shows that homeless individuals are associated with higher claims cost in all programs. Therefore, we believe it is appropriate to include this variable in the risk score weights.
- The non-utilizer variable identifies members with no medical claims in the diagnosis period for the BCP Standard population. Unlike other cost weights, this variable reflects a decrease, rather than an increase, to risk scores for these non-utilizing enrollees.

Risk adjustment can be implemented in one of two ways:

- Concurrent risk adjustment: Diagnoses and pharmacy data from one time period are used to predict the acuity of the population in that same time period. Risk scores under concurrent risk adjustment methods are influenced by acute and one-time conditions in addition to reflecting chronic conditions.
- Prospective risk adjustment: Diagnoses and pharmacy data from a prior time period are used to predict the acuity of the population in a future time period. There is typically a lag of 6 to 12 months between the historical period and the prediction period. The longer the lag is, the less accurate the prediction of future costs becomes.

For the 2024 capitation rates, we developed separate prospective risk weight models for the BCP Standard and CLA populations, which used 2021 diagnoses to predict 2022 costs. These custom risk weight models, which we will refer to as the “custom prospective models,” reflect Wisconsin’s specific covered benefits, eligibility rules, provider reimbursement, and practice patterns.

R-squared measures the variability in a data set accounted for by the statistical model. R-squared values for regression models vary from 0% to 100%, with 100% indicating a model that explains all the variation in a particular data set. The custom prospective regression models calibrated to the BCP Standard and BCP CLA populations have R-squared measures of 11.7% and 14.6%, respectively, which is comparable to typical prospective model predictive powers for comparable Medicaid populations.

Attachments B1 and B2 contain the model intercept and risk weights for the BCP Standard and CLA populations, respectively and show the statistical significance (p-value) and prevalence of each category.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Attachments C1 and C2 show the mapping of the risk categories from the standard to the custom CDPS+Rx models for the BCP Standard and CLA populations, respectively. For purposes of developing risk weights, we combined severity levels for several of the CDPS+Rx standard risk categories to ensure a logical relationship between the risk weights and the severity level or in situations where individual categories did not provide additional statistical predictive ability.

Risk Adjustment Methodology and Data

The risk scores shown in Exhibit 5 are based on 2022 FFS claims and HMO encounter claims for HMO members from the encounter data extracts submitted to DHS by the HMOs.

Each scored individual receives a demographic relative cost weight, a duration cost weight based on the months of enrollment, and disease or homelessness categories depending on that individual's claim records. BCP Standard members also receive a non-utilizer indicator as described above.

- We used version 7.0 of the CDPS+Rx model to assign individuals to a demographic category and disease categories based on their diagnostic information and pharmacy utilization during 2022.
- We excluded diagnostic codes from laboratory, radiology, DME, and medical supplies claims to avoid including false positive diagnostic indicators for tests run on individuals and equipment and supplies used.
- The recipient age and gender is calculated as of September 1, 2023, and is used for demographic classification.
- Similar to the diagnostic conditions, homelessness is indicated by an HMO encounter or FFS medical claim diagnoses in the assessment period – specifically the ICD-10 codes of “Z59.0,” “Z59.00,” “Z59.01,” “Z59.02,” “Z59.1,” “Z59.8,” or “Z59.9” – which is a custom CDPS+Rx variable.
- The duration variables indicate the number of unique enrollment months a member had in the assessment period across any managed care HMO or FFS coverage.

For each member, the weights for all disease categories assigned are combined with their demographic, duration, homelessness information, and non-utilizer indicator (for BCP Standard), and the model intercept to calculate a total individual risk score under the custom prospective model. Scored members are assigned to the BCP Standard and CLA populations and to each HMO using capitation enrollment data provided by DHS for September 2023.

For each HMO, the unnormalized risk scores are derived by performing a weighted average of the cost weights using the count of risk scored member months associated with each demographic and diagnostic category. An example of the weighted average for a member with two diagnostic conditions is provided below:

$$\begin{aligned}
 & \text{(Model Intercept)} \\
 & + [\text{Scored Member Months in Demographic Bucket}] \times [\text{Demographic Bucket Risk Weight}] \\
 & + [\text{Scored Member Months in Duration Bucket}] \times [\text{Duration Bucket Risk Weight}] \\
 & + [\text{Scored Member Months with Homelessness}] \times [\text{Homelessness Risk Weight}] \\
 & + [\text{Scored Member Months with Non-utilizer Indicator (for BCP Standard)}] \times [\text{Non-utilizer Indicator Risk Weight}] \\
 & + [\text{Scored Member Months with Condition \#1}] \times [\text{Condition \#1 Risk Weight}] \\
 & + [\text{Scored Member Months with Condition \#2}] \times [\text{Condition \#2 Risk Weight}] \\
 & / [\text{Total HMO Scored Member Months}] \\
 & = [\text{Unnormalized Risk Score}]
 \end{aligned}$$

To ensure budget neutrality, the risk scores are normalized within each combination of rate cell, region, and eligibility category by dividing each individual HMO's un-normalized risk score by the total enrolled population's unnormalized risk score.

The final risk adjusted HMO rates are calculated by multiplying the base capitation rates (before CDPS) by the HMO-specific normalized risk scores. New HMOs will receive capitation rates based on 1.000 risk scores.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

BCP Standard capitation rates for newborns (age zero) are not risk adjusted, since they do not have experience in the prior year to develop prospective risk scores.

Risk Adjustment Implementation Considerations

We made several adjustments to the “raw” risk score results to calculate the risk scores shown in Exhibit 5:

- Membership threshold for scoring a member – Risk adjustment methods typically use 12 months of historical data to assess risk. For members with less than 12 months of eligibility in that historical period, a determination is needed as to how to handle their risk assessment. We used a minimum of six months of eligibility for risk scoring.
- Treatment of non-scored members – Individuals with too short of an eligibility span to assess their risk are often assigned risk based on their age and gender and / or based on some portion of the risk assessed in the capitated plan’s population with full eligibility. We assumed that non-scored members of an HMO have a risk score equal to that HMO’s rate cell average risk score within a given combination of region and eligibility category.
- Normalization by rate cell within each region and eligibility category – Risk adjustment is intended to measure the relative risk of populations enrolled by HMOs to develop capitation rate adjustments by HMO that are budget neutral. HMO risk factors are normalized to be budget neutral for each rate cell within each region and eligibility category based on September 2023 enrollment.
- Credibility adjustments – Risk scores developed for small populations may not be credible due to the inherent variability of risk scores. For HMOs with fewer than 50 scored members in a given rate cell within a given combination of each region and eligibility category, the normalized HMO risk score was set to 1.000, since the risk score result is not considered to be a credible measure of estimated future morbidity.

Retrospective Risk Score Adjustment

In addition to the risk scores being budget neutral on a prospective basis (based on September 2023 enrollment), DHS will perform a risk score settlement calculation to ensure risk scores are budget neutral on a retrospective basis based on actual 2024 enrollment by HMO.

Potential Risk Score Adjustments Based on Actual Membership

As noted above, we developed 2024 risk score adjustments for each HMO based on their September 2023 enrollment. Historically, risk scores have been established prospectively for each calendar year with no midyear adjustments. DHS will consider an update to average risk scores (using the same risk scores by member developed from 2022 experience) if we observe material changes due to the actual 2024 member months compared to the September 2023 enrollment.

B. PAY-FOR-PERFORMANCE (P4P) WITHHOLDS

A P4P withhold of 2.5% of the entire medical capitation payment (prior to risk adjustment and provider access payments) applies to BCP Standard for the entire 2024 rate year. There are no P4P withholds for BCP CLA for any coverage types and no BCP Standard P4P withholds on the maternity kick payment, dental, or chiropractic rates. The purpose of the withhold is to incentivize HMOs to meet or exceed performance targets and achieve HMO specific performance improvement plans.

Based on historical withhold payment data from DHS, BCP HMOs have earned back an average of 78% of the P4P withhold from 2019 to 2021 in aggregate. For 2024, DHS plans to remove the withhold criteria attributed to each HMO’s specific performance improvement plan (PIP) compared to 1% in 2020, 1.5% in 2022, and 0.75% in 2023. We are not aware of any other significant changes expected for the 2024 withhold returns and we believe the P4P withholds are reasonably achievable by the HMOs during the 2024 contract period.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

C. QUALITY INCENTIVE PAYMENTS

DHS implemented a potentially preventable re-admissions (PPR) incentive payment program in 2018 that will continue for 2024. The maximum incentive payment to any HMO may not be more than 5% of their capitation rate consistent with Medicaid managed care regulations. The HMOs earned about \$3.7 million in 2018, \$1.8 million in 2019, \$1.9 million in 2020, \$8.1 million in 2021, and \$7.9 million in 2022 of the \$9 million potential incentive for each year, which represented about 0.3% of 2022 total BCP capitation payments. HMOs are required to share at least 85% of their earned incentive with providers or other stakeholders. Any PPR incentives paid to providers were excluded from the base experience.

The Obstetric Medical Home (OBMH) seeks to improve birth outcomes for high-risk, Medicaid covered pregnancies in Regions 6, 5, as well as Dane and Rock counties. Examples of eligible high-risk factors for pregnant women include teen pregnancy, homelessness, AODA issues, previous poor birth outcome, other medical factors, etc. Clinics (assisted by the HMOs) provide an enhanced OB care model for these high-risk pregnant women, and in turn are potentially eligible to earn bonuses of \$1,000 or \$2,000 per birth for the extra effort. In order to earn a \$1,000 bonus, the clinic must meet certain care model criteria (at least 10 prenatal visits, timely enrollment in the program, post-partum visit, etc.). The clinic can earn an extra bonus (total of \$2,000) if the model criteria are met and the birth has a healthy outcome – defined by gestational age and birth weight. The current estimated incentive payment for 2022 births is \$833,000.

D. STATE DIRECTED PAYMENTS

Provider Access Payments

DHS provides funding to promote access for Medicaid individuals to acute care, rehabilitation, long term acute care (LTAC), and critical access hospitals. This funding is included in the capitation rates for the BCP Standard population. The CLA population is not eligible for provider access payments.

The provider access payments will be made under a 438.6(c) preprint for 2024 that DHS will submit to CMS, and we reviewed the preprint for consistency with the 2024 rate certification.

The provider access payments are intended to reimburse providers based on Medicaid utilization. Therefore, the prospective payment amounts per service do not vary based on acuity or provider billed charges. The total provider access payment funding amounts for the BCP and SSI programs combined are appropriated in the Wisconsin state budget on a State Fiscal Year (SFY) basis. The provider access payments will generally be distributed based on utilization in the prior month (e.g., February 2024 payments are based on utilization for claims paid in January 2024). However, HMOs will pay January 2024 access payments to providers based on utilization for claims paid in January 2024 to comply with CMS' requirement for 2024 provider access payments to be based on utilization paid in 2024.

Table 17 shows the CY 2024 funding amounts for HMOs in total and the projections for BCP Standard versus SSI Medicaid Only.

	SSI		Total
	BCP Standard	Medicaid Only	
Inpatient acute, rehabilitation, and LTAC	\$238,140,352	\$39,071,485	\$277,211,837
Outpatient acute, rehabilitation, and LTAC	\$194,570,305	\$32,239,380	\$226,809,685
Inpatient critical access	\$3,299,227	\$266,472	\$3,565,699
Outpatient critical access	\$2,642,269	\$275,121	\$2,917,390

We do not anticipate the provider access payments to the HMOs will change from the amounts included in the 2024 capitation rates. To the extent the actual access payments do change, we will file a rate amendment to reflect these changes.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

We allocated the funding amounts to BCP Standard versus SSI Medicaid Only and then by HMO based on the total projected mix of 2024 admissions (inpatient access payments) or visits (outpatient access payments) based on the base period experience, adjusted to reflect the impact of missing data. We then calculated a fixed PMPM amount for each HMO by program to add to the 2024 capitation rates.

The methodology used to calculate the 2024 provider access rate adjustments is summarized in the following steps:

1. **Summarize Historical Utilization:** We summarized the total HMO encounter base period utilization PMPM by HMO, eligibility category, region, and rate cell for providers eligible to receive provider access payments. The utilization counts are admissions for inpatient access payments and visits for outpatient access payments. We used the lists of National Provider Identification (NPI) codes for facilities eligible for each type of provider access payment provided by DHS. All hospitals in the state qualify for access payments with the exception of psychiatric hospitals.
2. **Project 2024 Utilization Mix:** We projected the mix of utilization PMPM by HMO, eligibility category, region, and rate cell to 2024.

For rate cells with at least 250 member months in the base period, the adjusted utilization PMPM is calculated as the base period utilization multiplied by the missing data adjustment. For other rate cells with less than 250 member months, we developed the adjusted utilization PMPM based on the regional average base period utilization PMPM for that rate cell with missing data adjustment across all HMOs.

We converted the adjusted utilization PMPM to total utilization counts based on the projected 2024 member months by rate cell.

3. **Calculate Provider Access Payment Rate Adjustments:** We allocated the total provider access payments by HMO based on the adjusted utilization and calculated the provider access payments PMPM by dividing the total allocated provider access payments by the total projected 2024 member months.

The provider access payment add-ons are calculated for each HMO with credible membership. New HMOs, if applicable, will receive the average regional PMPM adjustment. Exhibit 20A summarizes the 2024 provider access payments PMPM. Exhibits 20B through 20E show the adjusted utilization, projected average 2024 monthly membership, and projected 2024 provider access payment dollars by HMO and region for each type of provider access payment.

Exhibit 21 shows the final 2024 capitation rates by HMO and type of coverage, including any applicable CDPS, P4P, and provider access payments.

Sub-Acute Psychiatric Community-Based Psychiatric and Recovery Center Services

HMOs are required to pay \$450 per diem for "Sub-Acute Psychiatric Community-Based Psychiatric and Recovery Center Services" as an ILOS as described in Section II.B.

Fee Increase for HCBS related to ARPA enhanced FMAP

HMOs must pay at least the Medicaid fee schedule after the 5% increase in fees for certain HCBS effective January 1, 2022 related to the ARPA enhanced FMAP from April 1, 2021 through March 31, 2022 as described in Section III.A and Section V.

Other Delivery System and Provider Payment Initiatives

HMOs are contractually required to pay a minimum of 100% of the FFS Medicaid rate for the following providers / services:

- FQHC and RHC providers

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

- Indian Health Care providers or services (Indian Tribe, Tribal Organization, or Urban Indian Organization or I / T / U)
- Dental services
- Specified level I oral and maxillofacial procedures in the hospital outpatient setting provided under deep sedation (EAPG 367; Procedure code: 41899, modifier U2)
- Out of network emergency services

We did not include any capitation rate adjustments for these services, except for the deep sedation, since the base data used for rate development reflects the Medicaid fee schedules for all other claims. The adjustment for the deep sedation is included in the hospital outpatient re-pricing adjustments.

E. RISK MITIGATION (RISK CORRIDOR)

The BCP and SSI programs will have a combined two-way risk corridor mechanism for 2024 to mitigate the significant uncertainty outside of HMO control related to the unwinding of the COVID-19 pandemic, consistent with the arrangement for 2021 through 2023. The risk corridor will address variances in the ratio of claim costs divided by capitation (before P4P withholds are applied) and maternity kick payments. We will calculate a composite target loss ratio (LR) for each HMO at the end of the year using the pricing LRs by eligibility category and coverage type shown in Table 18 weighted by the mix of each HMO's actual capitation and maternity kick payments by rate cell.

Table 18 Wisconsin Department of Health Services Combined BCP and SSI Programs 2024 Target Loss Ratios		
	Pricing Loss Ratio	
	Medical, Dental, and Chiropractic	Maternity
BCP Standard	82.0%	93.0%
BCP Childless Adults	87.0%	n/a
SSI Medicaid Only	88.5%	n/a
SSI Dual Eligible	85.0%	n/a

DHS and each HMO will share the marginal financial risk of actual results above or below the LR target as shown in Table 19.

Table 19 Wisconsin Department of Health Services Risk Corridor for the Combined BCP and SSI Programs		
Variance from Target LR	Gain / Loss in Corridor	
	HMO Share	DHS Share
< -6.0%	0%	100%
-6.0% to -2.0%	50%	50%
-2.0% to +2.0%	100%	0%
+2.0% to +6.0%	50%	50%
> 6.0%	0%	100%

The risk corridor settlement will occur after the 2024 contract period has ended and enough time has passed to collect and validate 2024 experience. We anticipate performing an initial settlement using 2024 contract year HMO financial reporting data with four months of claim runout and a final settlement using data with sixteen or more months of claim runout.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Only benefit costs for covered services, as applicable and defined in the contract and this report, will be included in the numerator of the LR calculation for the risk corridor program. All capitation revenue including maternity kick payments, gross of P4P and net of provider access payments, will be included in the denominator of the LR calculation.

Consistent with contract expectations, DHS expects reimbursement made for covered services should be at market-based levels and should incent efficient and high quality care. As such, DHS reserves the right to review encounter data and other information associated with such payments and adjust the risk corridor calculation as necessary to reflect those expectations.

Any payment or recoupment amount from the risk corridor will be included in the denominator of the federal medical loss ratio (MLR) for purposes of submitting CY 2024 MLR calculations to CMS.

Related party expenses

The 2024-2025 HMO contract with DHS requires additional consideration for payments made to related party providers:

- a. Related party expenses reported in the numerator must not be materially above the fee-for-service reimbursement rate for services provided, multiplied by the average provider contracting adjustment from the capitation rate development.
- b. This requirement may be waived at the sole discretion of the Department if the HMO can demonstrate both that:
 - i. The reimbursement rates to the related party for the services in question do not exceed the rates paid to entities that are not related for the same or similar services, and
 - ii. A material percentage of its expenditures for the services in question are being paid to entities that are not related.
- c. This requirement may be waived at the sole discretion of the Department if the provider can demonstrate that:
 - i. The reimbursement rates do not exceed the rates that the provider receives from entities that are not related parties.
 - ii. A material percentage of its reimbursement for the services in question are being received from entities that are not related.
- d. Related party is defined as any type of arrangement with an entity that is associated with the HMO through any form of common, privately-held ownership, control, or investment.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

V. CAPITATION RATES FOR ENHANCED FMAP SERVICES

DHS will receive enhanced FMAP for certain preventive services provided without member copayments, family planning services, services provided to Native Americans or Alaskan Native members at facilities officially recognized as Indian Health Services (IHS) facilities during 2024.

All ARPA services except DME increased 5% effective January 1, 2022. HMOs are required to continue passing this reimbursement increase to providers in 2024, and DHS will test that reimbursement increases to providers related to ARPA are greater than or equal to the enhanced FMAP for ARPA services from April 1, 2021 through March 31, 2022.

This section of the report documents the development of the 2024 capitation rates for preventive, family planning, and IHS services eligible for enhanced FMAP, as well as the portion of the projected medical cost attributed to the 5% fee increase for ARPA services effective January 1, 2022. There are no services eligible for enhanced FMAP in the dental or chiropractic capitation rates.

The medical capitation rates for services eligible for enhanced FMAP are summarized in the following exhibits:

- Exhibit 22: Overall FMAP capitation rates
- Exhibit 23A: FMAP capitation rates for BCP Standard rate cells (preventive services)
- Exhibit 23B: FMAP capitation rates for BCP CLA rate cells (preventive services)
- Exhibit 24A: FMAP capitation rates for BCP Standard rate cells (family planning services)
- Exhibit 24B: FMAP capitation rates for BCP CLA rate cells (family planning services)
- Exhibit 25A: FMAP capitation rates for BCP Standard rate cells (IHS)
- Exhibit 25B: FMAP capitation rates for BCP CLA rate cells (IHS)
- Exhibit 26: FMAP maternity kick payments
- Exhibit 27: Projected medical costs for ARPA reimbursement increase
- Exhibit 28A: Projected medical costs for ARPA reimbursement increase for BCP Standard rate cells
- Exhibit 28B: Projected medical costs for ARPA reimbursement increase for BCP CLA rate cells

A. SERVICES ELIGIBLE FOR ENHANCED FMAP

Appendix D includes a summary of the criteria DHS used to identify services eligible for enhanced FMAP from April 1, 2021 through March 31, 2022. We assigned the categories in the hierarchical order of IHS, family planning, and preventive, so no services are double counted (the ARPA services subject to the 5% fee increase include some services in the other enhanced FMAP categories).

B. METHODOLOGY USED TO DEVELOP FMAP PORTION OF CAPITATION PAYMENTS / MATERNITY KICK PAYMENTS

The methodology used to develop the portion of the medical capitation rates and maternity kick payments represented by enhanced FMAP services is summarized in the following steps:

- **Project 2024 claim costs:**
 - Preventive Services: The projected 2024 medical cost PMPM for zero copay preventive services is developed in Exhibit 2 (medical capitation rates). We did not identify any zero copay preventive services in the maternity kick payment base experience.
 - Family Planning Services: The projected 2024 medical cost PMPM for family planning services is developed in Exhibit 2 (medical capitation rates) and Exhibit 7 (maternity kick payments).
 - IHS: The projected 2024 medical cost PMPM for IHS services is developed in Exhibit 2 (medical capitation rates) and Exhibit 7 (maternity kick payments).
 - ARPA Services: The projected 2024 medical cost PMPM attributed to the January 1, 2022 fee increase related to ARPA services is developed using the criteria for the fee increases in Appendix D along with the results in Exhibit 2 (medical capitation rates) and Exhibit 7 (maternity kick payments).

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

Please refer to Section II for a discussion of the base period data and adjustments and Section III for the assumptions used to project the base period experience to 2024.

- **Add administrative cost and margin allowance:** The administrative cost and margin allowance is added to the projected claim costs in Exhibit 22 (medical capitation rates) and Exhibit 26 (maternity kick payments). The administrative cost and margin allowance added to the services eligible for enhanced FMAP is the same as the allowance added to the total medical capitation rate and maternity kick payments and is summarized in Section III.D. We did not add any administrative cost or margin allowance attributed to the 5% fee increase for ARPA services.
- **Allocate regional capitation rates / medical costs by rate cell:** The medical capitation rates (non-ARPA) or medical costs (ARPA) are allocated by rate cell based on statewide rate cell factors normalized to the base period mix of member months by rate cell in each region. These calculations are shown in Exhibit 23 (preventive services), Exhibit 24 (family planning), Exhibit 25 (IHS), and Exhibit 28 (ARPA reimbursement increase). This methodology is described in detail in Section III.E. This step does not apply for the maternity kick payments, since these payments do not vary by rate cell.
- **Apply P4P withholds (if applicable):** The BCP Standard P4P withhold of 2.5% is applied to the capitation rates by rate cell in Exhibit 23 (preventive services), Exhibit 24 (family planning), and Exhibit 25 (IHS). This step does not apply to the BCP CLA capitation rates or the BCP Standard maternity kick payments, since these payments are not subject to the P4P withhold.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

VI. CMS RATE SETTING CHECKLIST

This section of the report lists each item in the CMS checklist and either discusses how DHS addresses each issue or directs the reader to other parts of this report. CMS uses the rate setting checklist to review and approve a state's Medicaid capitation rates.

AA.1.0 – OVERVIEW OF RATE SETTING METHODOLOGY

Please refer to Sections I through V of the report for a description of the rate setting methodology.

AA.1.1 – ACTUARIAL CERTIFICATION

Appendix E includes the actuarial certification.

AA.1.2 – PROJECTION OF EXPENDITURES

Exhibits 17 through 19 show the expected rate change from the 2023 to 2024 capitation rates by eligibility category, HMO, and rate cell excluding provider access payments.

AA.1.3 – RISK CONTRACTS

DHS' contract with the HMO receiving the capitation rates in this report meets the criteria of a risk contract.

AA.1.4 – RATE MODIFICATIONS

The capitation rates in this report are the initial rates for the contract period.

NOTE – THERE IS NO ITEM AA.1.5 IN THE RATE SETTING CHECKLIST

AA.1.6 – LIMIT ON PAYMENT TO OTHER PROVIDERS

It is our understanding no payment is made to a provider other than the HMOs for services available under the contract.

AA.1.7 – RISK AND PROFIT

Targeted margin is considered as part of the final rate development as described in Section III.D of the report.

AA.1.8 – FAMILY PLANNING ENHANCED MATCH

DHS claims enhanced match for family planning services and the administrative and margin portion associated with the delivery of those services. Please refer to Section V of this report for the development of capitation rates for services eligible for enhanced match.

AA.1.9 – INDIAN HEALTH SERVICE FACILITY ENHANCED MATCH

DHS claims enhanced match for services provided to Native Americans or Alaskan Native members at facilities officially recognized as IHS facilities and the administrative and margin associated with the delivery of these services for the population covered under this program. Please refer to Section V of this report for the development of capitation rates for services eligible for enhanced match.

AA.1.10 – NEWLY ELIGIBLE ENHANCED MATCH

Wisconsin has not expanded its Medicaid eligibility rules to include adult populations that can be covered under the Medicaid expansion provisions of the Affordable Care Act.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

AA.1.11 – RETROACTIVE ADJUSTMENTS

Please see response to Section AA.1.4. Any future retroactive capitation adjustments will be limited to a maximum period of two years.

AA.2.0 – BASED ONLY UPON SERVICES COVERED UNDER THE STATE PLAN

The Medicaid base data includes only State Plan services covered by the BCP Medicaid managed care program, IMD (with adjustments), and “Sub-Acute Psychiatric Community-Based Psychiatric and Recovery Center Services” covered in lieu of inpatient psychiatric admissions.

AA.2.1 – PROVIDED UNDER THE CONTRACT TO MEDICAID-ELIGIBLE INDIVIDUALS

Data for populations not eligible to enroll in a BCP HMO has been excluded from the base data. The payment rates provided under the contract are for Medicaid-eligible individuals only.

AA.2.2 – DATA SOURCES

Please refer to Section II.A of this report for a discussion of the base year utilization and cost data.

AA.3.0 – ADJUSTMENTS TO BASE YEAR DATA

All adjustments to the base year data are discussed in Sections II through IV of this report. In addition, each item in the checklist is addressed in items AA.3.1 – AA.3.17 below.

AA.3.1 – BENEFIT DIFFERENCES

The base data used to calculate the capitation rates only includes services covered under the managed care contract and the ILOS mentioned in item AA.2.0. Please see Section III.B. for details regarding benefit changes.

AA.3.2 – ADMINISTRATIVE COST ALLOWANCE CALCULATIONS

The administrative cost allowances are discussed in Section III.D of this report and summarized in Tables 15 and 16.

AA.3.3 – SPECIAL POPULATION ADJUSTMENTS

The base data used to calculate the capitation rates is consistent with the managed care population. No special population adjustments were necessary.

AA.3.4 – ELIGIBILITY ADJUSTMENTS

The base data used to calculate the capitation rates is consistent with the managed care population. No eligibility adjustments were necessary.

AA.3.5 – THIRD PARTY LIABILITY (TPL)

The HMOs are responsible for the collection of any TPL recoveries. As such, the HMO encounter data already includes the impact of TPL recoveries. Any TPL recovered outside of the encounter data (e.g., subrogation) is included in the “Payments Made Outside Encounter Data” row of Exhibits 1 and 2.

AA.3.6 – INDIAN HEALTH CARE PROVIDER PAYMENTS

The HMOs are responsible for the entirety of the IHC payments, which are fully reflected in the encounter data.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

AA.3.7 – DSH PAYMENTS

DSH payments are not included in the capitation rates.

AA.3.8 – FQHC AND RHC REIMBURSEMENT

HMOs are required to reimburse Federally Qualified Health Center (FQHC) and Rural Health Clinic (RHC) centers at a minimum of Medicaid rates.

AA.3.9 – GRADUATE MEDICAL EDUCATION (GME)

The State does not make HMO GME payments directly to providers.

AA.3.10 – COPAYMENTS, COINSURANCE, AND DEDUCTIBLES IN CAPITATED RATES

The base data reflects appropriate cost sharing provisions. No adjustments were necessary.

AA.3.11 – MEDICAL COST TREND INFLATION

Please refer to Sections III.A and III.C of this report.

AA.3.12 – UTILIZATION ADJUSTMENTS

Please refer to Sections III.B, III.C, and III.F of this report.

AA.3.13 – UTILIZATION AND COST ASSUMPTIONS

The base data for all capitation rates is appropriate for the populations to be covered. Managed care enrollment is mandatory for BCP with few exemptions. The base utilization and cost data for the capitation rates includes HMO encounter data, HMO financial data, and FFS data.

The dental rates in Regions 1 to 4 are based on FFS data, since HMOs do not currently cover dental services in those regions. Chiropractic rates in all regions are based on FFS data, since only one HMO was contracted to cover chiropractic services during the base period and, therefore, credible HMO encounter data is not available.

AA.3.14 – POST-ELIGIBILITY TREATMENT OF INCOME (PETI)

The BCP program excludes members and services subject to this type of patient liability.

AA.3.15 – INCOMPLETE DATA ADJUSTMENT

The capitation rates include an adjustment to reflect IBNR claims. We also adjusted the HMO encounter data for apparent underreporting. See Section II.D for additional details.

AA.3.16 – PRIMARY CARE RATE ENHANCEMENT

The base period data excludes enhancements to payment rates made to primary care providers, which expired on December 31, 2014. Therefore, no adjustments were necessary.

AA.3.17 – HEALTH HOMES

The Wisconsin DHS has a health home pilot for members with AIDS / HIV who receive services provided through the AIDS Resource Center of Wisconsin (ARCW). Effective January 1, 2016, members enrolled in this health home pilot program were no longer required to disenroll from Medicaid managed care HMOs.

The OBMH incentives are described in Section IV.C.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

AA.4.0 – ESTABLISH RATE CATEGORY GROUPINGS

Please refer to Section I.B of this report.

AA.4.1 – ELIGIBILITY CATEGORIES

Please refer to Section I.B of this report.

AA.4.2 – AGE

Please refer to Section I.B of this report.

AA.4.3 – GENDER

The capitation rates do not vary by gender.

AA.4.4 – LOCALITY / REGION

Please refer to Section I.B of this report.

AA.4.5 – RISK ADJUSTMENT

The BCP Standard and CLA medical capitation rates are risk adjusted using an actuarially sound CDPS+Rx methodology. Please refer to Section IV.A for a description of the risk adjustment methodology.

AA.5.0 – DATA SMOOTHING

The medical capitation rate methodology uses the following smoothing technique:

- Capitation rates are first set by eligibility category and region in Exhibit 3 (medical), Exhibit 10 (dental), and Exhibit 15 (chiropractic). Statewide cost relationships are then used to develop statewide rate cell factors within each eligibility category, which are applied on a cost-neutral basis to convert the region capitation rates into capitation rates by rate cell and region in Exhibit 4 (medical), Exhibit 11 (dental), and Exhibit 16 (chiropractic).

AA.5.1 – COST-NEUTRAL DATA SMOOTHING ADJUSTMENT

Exhibit 4 (medical), Exhibit 11 (dental), and Exhibit 16 (chiropractic) demonstrate the rate cell factors are cost neutral in each individual region. Please see Section III.E for additional details.

AA.5.2 – DATA DISTORTION ADJUSTMENT

We did not identify any material distortions caused by special populations.

AA.5.3 – DATA SMOOTHING TECHNIQUES

We determined that data smoothing techniques other than those described in AA5.0 and AA.5.1 were not required.

AA.5.4 – RISK ADJUSTMENT

The BCP Standard and CLA medical capitation rates are risk adjusted using an actuarially sound CDPS+Rx methodology. Please refer to Section IV.A for a description of the risk adjustment methodology.

AA.6.0 – STOP LOSS, REINSURANCE, OR RISK SHARING ARRANGEMENTS

DHS' contract with the HMOs does not include any provisions for stop loss, reinsurance, or risk sharing arrangements other than the risk corridor described in AA.6.3.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

AA.6.1 – COMMERCIAL REINSURANCE

DHS does not require entities to purchase commercial reinsurance.

AA.6.2 – SIMPLE STOP LOSS PROGRAM

None.

AA.6.3 – RISK CORRIDOR PROGRAM

The 2024 rates will include a two-way risk corridor as described in Section IV.E.

AA.7.0 – INCENTIVE ARRANGEMENTS

DHS has incentive arrangements for 2024 as described in Section IV.C. The HMO contract does not permit the incentive payment for any HMO to be more than 5% of their capitation rate.

AA.7.1 – ELECTRONIC HEALTH RECORDS (EHR) INCENTIVE PAYMENTS

DHS has not implemented HMO incentive payments related to EHRs for the 2024 contract period.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

VII. RESPONSES TO 2023 THROUGH 2024 CMS MANAGED CARE RATE DEVELOPMENT GUIDE

SECTION I. MEDICAID MANAGED CARE RATES

1. General Information

- Rate period – The capitation rates are in effect for the twelve month period from January 1, 2024 through December 31, 2024.
- Actuarial rate certification – See Appendix E.
- Final capitation rates – Please refer to Exhibit 6 (medical capitation rates), Exhibit 8 (maternity kick payments), Exhibit 13 (dental capitation rates), and Exhibit 16 (chiropractic capitation rates) for the final capitation rates. Exhibit 21 summarizes the final capitation rates for each coverage option (Medical only, Medical and Dental, Medical and Chiropractic, or All Services).
- Rate ranges – Not applicable.
- Program descriptions – See Section I.B.
- MLR – The projected BCP MLR for 2024 is greater than 85%. There is no minimum MLR or remittance provision in place for the BCP program.
- Federal Medical Assistance Percentage – The assumptions used to develop the projected benefit costs for covered populations are based on valid rate development standards and do not vary based on the rate of Federal financial participation associated with the covered populations.
- Cross-subsidies – Payments from one rate cell are not cross-subsidized by payments from any other rate cell.
- Rate change from prior period – See Section I.A. and Exhibits 17 to 19.
- Material changes to capitation rate methodology – See Section I.C.
- COVID-19 pandemic and unwinding impacts:
 - Enrollment: BCP enrollment grew significantly since during the pandemic, primarily due to the PHE delaying Medicaid redeterminations. DHS projects 2024 member months will be 15.6% lower for BCP Standard and 37.8% lower for BCP CLA than 2022 member months, which includes the impact of member redeterminations starting in June 2023.
 - Pandemic specific costs anticipated during 2024: We applied population acuity adjustments as described in Section III related to the unwinding of the PHE. As mentioned in Section I.B., costs for COVID-19 vaccines will be covered as EBPs in 2024.
 - Risk mitigation: DHS will continue a combined BCP and SSI two-way risk corridor mechanism for 2024 to mitigate the significant uncertainty related to the unwinding of the PHE, similar to the arrangement from 2021 through 2023, as described in Section IV.E.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

2. Data

- Service data sources – See Sections II.A through II.C.
- Validation and quality adjustments – See Section II.D.
- Changes in data sources – Base period HMO encounter, HMO financial, and FFS data were updated from calendar year 2021 to calendar year 2022.
- Other data adjustments – See Section II.D.
- Blending of data sources – Not applicable.
- Data reliance – Please refer to the actuarial certification included as Appendix A for the data reliance letter provided by DHS.

3. Projected Benefit Costs and Trends

- Please refer to Section III of this report for the methodology and assumptions we used to project contract period benefit costs. These assumptions do not vary based on the rate of federal financial participation associated with the covered populations.
- Changes in covered services and benefits:
 - Various legislative and program changes effective between the base period and contract period – See Section III.B. The costs associated with IMD stays of more than 15 days within a given month were removed from the base data, along with the member months and non-IMD claims for these members.
- Projected benefit cost trends:
 - Annual trend assumptions excluding Medicaid FFS reimbursement changes – See Section III.C.
 - Medicaid reimbursement changes between the base period and contract period – See Section III.A.
- Mental Health Parity and Addiction Equity Act – No additional services were necessary to add to the program to achieve compliance with the Act.
- ILOS – See Section II.B. The projected 2024 ILOS Cost Percentage (excluding short-term stays in an IMD) is:
 - 0.01% for BCP Standard calculated as the projected BCP Standard ILOS of \$99,416 divided by the projected BCP Standard total medical capitation of \$1,712,318,325.
 - 0.08% for BCP CLA calculated as the projected BCP CLA ILOS of \$729,869 divided by the projected BCP CLA total medical capitation of \$867,160,393.
- IMD services – Reimbursement adjustments for IMDs are documented in Section III.A, and benefit adjustments are documented in Section III.B.
- Retrospective eligibility periods:
 - HMOs are not responsible for claims incurred during retroactive eligibility periods. If there are claims for retrospective disenrollment periods, these claims are excluded from the base period encounter data, since there is no corresponding eligibility record in the eligibility data. There is no explicit data adjustment to the capitation rates to reflect the impact of claim payments made for retroactively disenrolled members. However, the missing data adjustments add these costs into the base data.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

- Overpayments to providers – we collected information on HMO recoveries for overpayments to providers during 2022 as part of their financial template submission and included these recoveries to develop the 2024 capitation rates.
- Changes in covered services and benefits – There were no benefit changes between the base period and contract period other than the covered service changes described in Section III.B.
- Other adjustments – Not applicable.
- Final projected benefit costs – See Exhibit 3 (medical capitation rates), Exhibit 8 (maternity kick payments), Exhibit 10 (dental capitation rates), and Exhibit 15 (chiropractic capitation rates).
- Conditions of any litigation to which the state is subjected – Not applicable.
- We estimate the aggregate cost impact of program changes deemed immaterial to be less than 0.1% of capitation.

4. Special Contract Provisions Related to Payment

- Incentive Arrangements – See Section IV.C
- Withhold Arrangements – See Section IV.B
- Risk Sharing – See Section IV.E
 - The risk sharing arrangement is consistent with pricing assumptions used in capitation rate development.
 - The risk sharing arrangement will not result in a remittance / payment or receivable if calculated based on pricing assumptions used in capitation rate development (i.e., if projected claims are equal to projected claims, the risk sharing remittance / payment will be \$0).
- State Directed Payments – See Section IV.D

DHS will submit 438.6(c) preprints to CMS for each state directed payment utilized by the BCP program and described in the following table:

Control name of the state directed payment	Type of payment	Brief description	Is the payment included as a rate adjustment or separate payment term?
Provider Access Payments	Uniform dollar	Eligible facilities are paid access fees by the HMOs for eligible inpatient and outpatient utilization.	Rate adjustment included in capitation rates – see Exhibit 20.
Sub-acute Psychiatric Community-Based Psychiatric and Recovery Center Services	Minimum and maximum fee schedule	\$450 per diem based on the State Directed Payment as an ILOS.	Neither – the base period includes claims reimbursed at \$450 per diem.
Fee Increase for HCBS related to ARPA enhanced FMAP	Uniform percentage	HMOs must pay at least the Medicaid fee schedule after the 5% increase in fees for certain HCBS effective January 1, 2022 related to the ARPA enhanced FMAP from April 1, 2021 through March 31, 2022.	Rate adjustment – the portion of the projected medical costs attributed to the 5% fee increase for these services is shown in Exhibits 28A and 28B.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

DHS will submit 438.6(c) preprints to CMS for 2024 provider access payments, sub-acute psychiatric community-based psychiatric and recovery center services, and fee increases required to providers for ARPA services. These 2024 preprint arrangements are consistent with this 2024 rate certification and also consistent with the prior 2023 preprint arrangements approved by CMS, except for the following change:

- We reviewed the 2024 preprint for provider access payments, which is similar to the methodology used for 2023, except DHS updated the funding amounts and added LTAC hospitals with acute and rehabilitation hospitals.

The following table includes details for the state directed payment incorporated as a rate adjustment:

Control name of the state directed payment	Rate cells affected	Impact	Description of the adjustment	Confirmation the rates are consistent with the preprint	For maximum fee schedules, provide the information requested in (E) below
Provider Access Payments	All BCP Standard rate cells	See the PMPM amounts in Exhibit 20A and the projected aggregate amounts in Table 17.	DHS provides funding to promote access for Medicaid individuals to acute care, rehabilitation, long term acute care (LTAC), and critical access hospitals	Confirmed	Not applicable
Fee Increase for HCBS related to ARPA enhanced FMAP	All BCP Standard and CLA rate cells	Refer to Exhibits 28A and 28B for the portion of the projected medical costs by rate cell attributed to this 5% fee increase related to ARPA services	We applied a 5% increase to applicable procedure codes for certain provider contracts	Confirmed	Not applicable

- There are no state directed payments incorporated as separate payment terms.
- Refer to Section IV.D for a description of the data, assumptions, and methodologies.
- There are no other directed payments in the BCP program that are not addressed in this rate certification.
- There are no requirements regarding the reimbursement rates the HMOs must pay to any providers other than the arrangements disclosed here and in Section IV.D.

- Pass-through payments – Not applicable.

This report assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

5. Projected Non-Benefit Costs

- Assumptions used to project non-benefit costs do not vary based on the rate of federal financial participation associated with the covered populations.
- Administrative costs and provision for margin – See Section III.D.
- Historical administrative costs reported by HMOs – See Table 15 in Section III.D.

6. Risk Adjustment

- See Section IV.A and Exhibits 5 and 6.

7. Acuity Adjustments

- See Section III.D and Exhibit 2.

SECTION II. MEDICAID MANAGED CARE RATES WITH LONG-TERM SERVICES

This section does not apply, as BCP is not a primarily long-term care service program.

SECTION III. NEW ADULT POPULATION CAPITATION RATES

Introduction

Prior to April 1, 2014, the BCP CLA program provided Medicaid services to childless adults with income at or below 200 percent of the FPL, but enrollment was capped. Effective April 1, 2014, the CLA program was expanded to include all childless adults with incomes less than or equal to 100 percent of the FPL, including members previously enrolled in other Medicaid programs, as well as individuals not previously eligible for Medicaid benefits. Benefit coverage in the CLA plan was aligned with the BCP Standard plan benefits effective April 1, 2014. The newly covered CLA population began enrollment into managed care on July 1, 2014.

1. Data

Milliman used detailed HMO encounter, HMO financial data, and FFS data for 2022 incurred dates for rate development for all individuals, as described in Section II.

The CLA rates are based on encounter data. The rate setting data and methodology have largely been consistent over time and are described in Section II.

2. Projected Benefit Costs

See section III for a summary of rate adjustments applied to project benefit costs to the contract period.

3. Projected Non-Benefit Costs

See Section III.D for the development of projected administrative costs and contribution to surplus. The assumption is based on 2022 HMO financial reporting.

4. Final Certified Rates or Rate Ranges

Material changes to the rate development methodology are described in Section I.C.

5. Risk Mitigation Strategies

The 2024 rates are risk adjusted. Please refer to section IV.A of the rate report.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

DHS' contract with the HMOs will include risk sharing corridors as described in Section IV.E to address future claims uncertainty due to the unwinding of the COVID-19 pandemic. No other risk corridors, minimum loss ratios, reinsurance, high-cost risk pools, or other mechanisms are incorporated into the CLA capitation rates.

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

2024 RATE EXHIBITS (Provided In Excel)

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
Calendar Year 2024 Capitation Rate Development
BadgerCare Plus Standard and Childless Adult Program

December 21, 2023

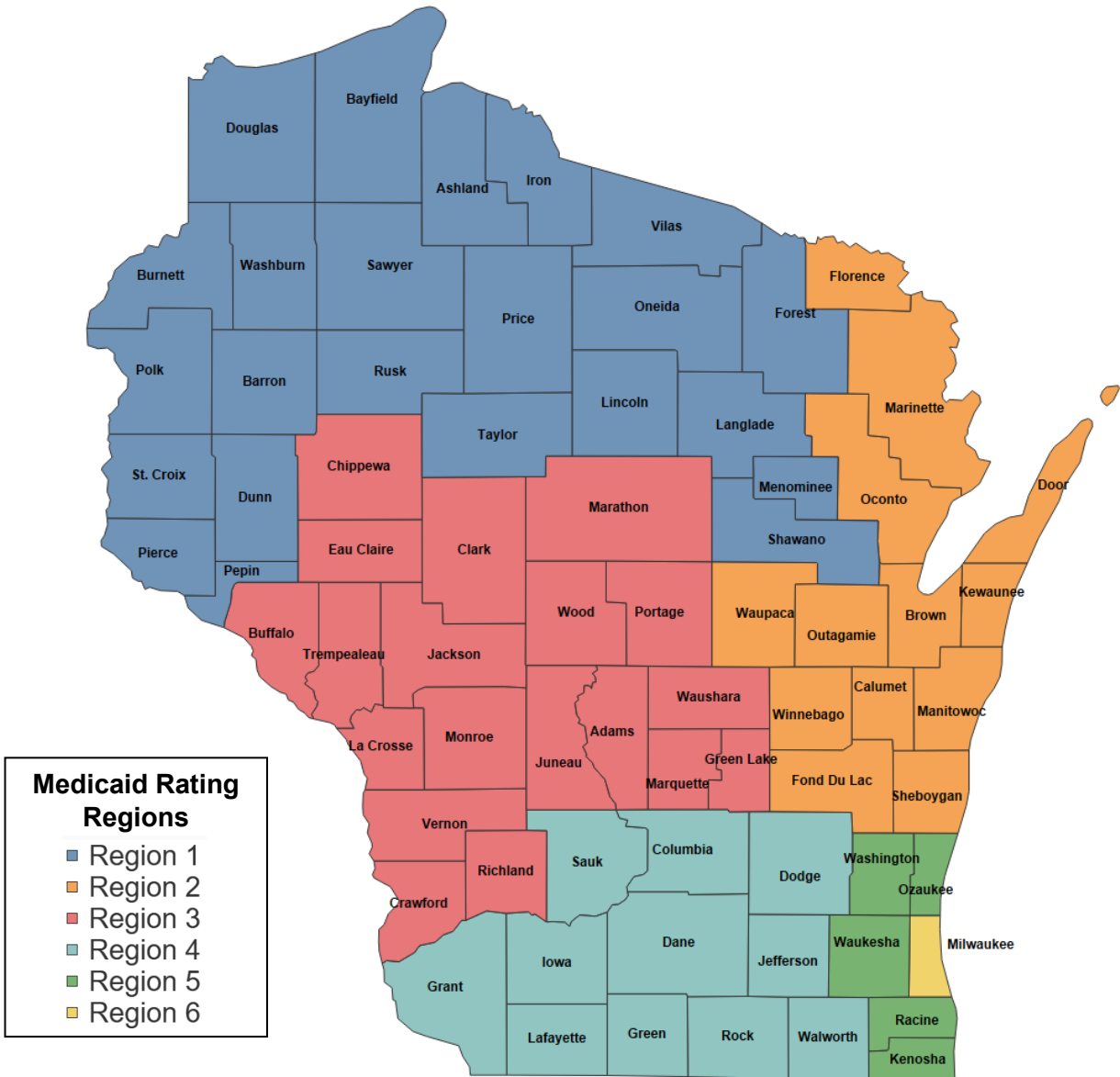
APPENDIX A

Mapping of Wisconsin Counties to Medicaid Rate Regions

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
Calendar Year 2024 Capitation Rate Development
BadgerCare Plus Standard and Childless Adult Program

December 21, 2023



Medicaid Rating Regions

- Region 1
- Region 2
- Region 3
- Region 4
- Region 5
- Region 6

This material assumes the reader is familiar with the State of Wisconsin’s Medicaid program, Wisconsin Medicaid benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This material should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
 Calendar Year 2024 Capitation Rate Development
 BadgerCare Plus Standard and Childless Adult Program

APPENDIX B

Custom Risk Model Weights (Provided In Excel)

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
Calendar Year 2024 Capitation Rate Development
BadgerCare Plus Standard and Childless Adult Program

December 21, 2023

APPENDIX C

Custom Risk Model Category Mapping (Provided In Excel)

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
Calendar Year 2024 Capitation Rate Development
BadgerCare Plus Standard and Childless Adult Program

December 21, 2023

APPENDIX D

Enhanced FMAP Identification Criteria

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
Calendar Year 2024 Capitation Rate Development
BadgerCare Plus Standard and Childless Adult Program

December 21, 2023

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

We identified the family planning services, Indian Health Services (IHS), and preventive services eligible for enhanced FMAP using FMAP indicators in the encounter data.

We identified the American Rescue Plan Act (ARPA) services eligible for the enhanced FMAP from April 1, 2021 to March 31, 2022 and the 5% reimbursement increase effective January 1, 2022 based on criteria provided by DHS.

FAMILY PLANNING SERVICES

Family planning claims are identified as service codes 48 (Family Planning) and 50 (FQHC) and the specific sub-category of service codes listed below.

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match Family Planning Claims		
Category of Service	Sub-Category of Service	Description
48	05	Sterilizations
48	10	Clinic
48	20	Outpatient Hospital
48	25	Physician / Nurse Practitioner
48	35	Lab and X-Ray Services
48	40	Other
50	06	Sterilizations
50	09	Family Planning Clinic
50	15	Family Planning Other

INDIAN HEALTH SERVICES

IHS claims are identified as services provided to Native Americans or Alaskan Native members at facilities officially recognized as IHS facilities.

ZERO COPAY PREVENTIVE SERVICES

Zero copay preventive services are identified using the following procedure codes. The codes in procedure code group 5048 require modifier 33, while the codes in procedure code group 5047 do not require a modifier.

Wisconsin Department of Health Services Procedure Codes Used to Identify Enhanced Match Zero Copay Preventive Claims		
Procedure Code	Procedure Group Type	Procedure Code Modifier
77057	5047	N/A
86631	5047	N/A
86632	5047	N/A
87110	5047	N/A
87270	5047	N/A
87320	5047	N/A
87391	5047	N/A
87490	5047	N/A
87491	5047	N/A
87492	5047	N/A
87623	5047	N/A
87624	5047	N/A
87625	5047	N/A
87806	5047	N/A
87810	5047	N/A
88141	5047	N/A
88142	5047	N/A
88143	5047	N/A
88147	5047	N/A
88148	5047	N/A

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Procedure Codes Used to Identify Enhanced Match Zero Copay Preventive Claims		
Procedure Code	Procedure Group Type	Procedure Code Modifier
88150	5047	N/A
88152	5047	N/A
88153	5047	N/A
88154	5047	N/A
88155	5047	N/A
88164	5047	N/A
88165	5047	N/A
88166	5047	N/A
88167	5047	N/A
88174	5047	N/A
88175	5047	N/A
90620	5047	N/A
90621	5047	N/A
90632	5047	N/A
90633	5047	N/A
90636	5047	N/A
90649	5047	N/A
90650	5047	N/A
90651	5047	N/A
90656	5047	N/A
90658	5047	N/A
90660	5047	N/A
90670	5047	N/A
90703	5047	N/A
90707	5047	N/A
90714	5047	N/A
90715	5047	N/A
90716	5047	N/A
90732	5047	N/A
90733	5047	N/A
90734	5047	N/A
90736	5047	N/A
90740	5047	N/A
90743	5047	N/A
90744	5047	N/A
90746	5047	N/A
90747	5047	N/A
99173	5047	N/A
99188	5047	N/A
99383	5047	N/A
99384	5047	N/A
99385	5047	N/A
99386	5047	N/A
99387	5047	N/A
99393	5047	N/A
99394	5047	N/A
99395	5047	N/A
99396	5047	N/A
99397	5047	N/A
99401	5047	N/A
99402	5047	N/A
99403	5047	N/A
99404	5047	N/A
99406	5047	N/A
99407	5047	N/A
99408	5047	N/A

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Procedure Codes Used to Identify Enhanced Match Zero Copay Preventive Claims		
Procedure Code	Procedure Group Type	Procedure Code Modifier
99409	5047	N/A
99411	5047	N/A
99412	5047	N/A
A4281	5047	N/A
A4282	5047	N/A
A4283	5047	N/A
A4284	5047	N/A
A4285	5047	N/A
A4286	5047	N/A
E0602	5047	N/A
E0603	5047	N/A
E0604	5047	N/A
G0123	5047	N/A
G0124	5047	N/A
G0141	5047	N/A
G0143	5047	N/A
G0144	5047	N/A
G0145	5047	N/A
G0147	5047	N/A
G0148	5047	N/A
G0202	5047	N/A
G0297	5047	N/A
G0389	5047	N/A
H0002	5047	N/A
H0004	5047	N/A
H0049	5047	N/A
H0050	5047	N/A
H1003	5047	N/A
S3620	5047	N/A
S9443	5047	N/A
44388	5048	33
44389	5048	33
44390	5048	33
44391	5048	33
44392	5048	33
44393	5048	33
44394	5048	33
44397	5048	33
44401	5048	33
44402	5048	33
44403	5048	33
44404	5048	33
44405	5048	33
44406	5048	33
44407	5048	33
44408	5048	33
45330	5048	33
45331	5048	33
45332	5048	33
45333	5048	33
45334	5048	33
45335	5048	33
45337	5048	33
45338	5048	33
45339	5048	33
45340	5048	33

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Procedure Codes Used to Identify Enhanced Match Zero Copay Preventive Claims		
Procedure Code	Procedure Group Type	Procedure Code Modifier
45341	5048	33
45342	5048	33
45345	5048	33
45346	5048	33
45347	5048	33
45349	5048	33
45350	5048	33
45355	5048	33
45378	5048	33
45379	5048	33
45380	5048	33
45381	5048	33
45382	5048	33
45383	5048	33
45384	5048	33
45385	5048	33
45386	5048	33
45387	5048	33
45388	5048	33
45389	5048	33
45390	5048	33
45392	5048	33
45393	5048	33
45398	5048	33
76705	5048	33
76770	5048	33
76775	5048	33
76977	5048	33
77051	5048	33
77052	5048	33
77055	5048	33
77056	5048	33
77078	5048	33
77079	5048	33
77080	5048	33
77081	5048	33
77082	5048	33
80055	5048	33
80061	5048	33
80422	5048	33
82270	5048	33
82274	5048	33
82465	5048	33
82728	5048	33
82947	5048	33
82948	5048	33
82950	5048	33
82951	5048	33
82952	5048	33
83020	5048	33
83021	5048	33
83700	5048	33
83701	5048	33
83704	5048	33
83718	5048	33
83721	5048	33

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Procedure Codes Used to Identify Enhanced Match Zero Copay Preventive Claims		
Procedure Code	Procedure Group Type	Procedure Code Modifier
84030	5048	33
84443	5048	33
84478	5048	33
85025	5048	33
86592	5048	33
86593	5048	33
86689	5048	33
86701	5048	33
86702	5048	33
86703	5048	33
86704	5048	33
86705	5048	33
86706	5048	33
86900	5048	33
86901	5048	33
87070	5048	33
87081	5048	33
87086	5048	33
87088	5048	33
87340	5048	33
87341	5048	33
87389	5048	33
87390	5048	33
87534	5048	33
87535	5048	33
87536	5048	33
87590	5048	33
87591	5048	33
87592	5048	33
87850	5048	33
92002	5048	33
92004	5048	33
92012	5048	33
92014	5048	33
92587	5048	33
96040	5048	33
96150	5048	33
96151	5048	33
96152	5048	33
96153	5048	33
96154	5048	33
99174	5048	33
99201	5048	33
99202	5048	33
99203	5048	33
99204	5048	33
99205	5048	33
99211	5048	33
99212	5048	33
99213	5048	33
99214	5048	33
99215	5048	33
G0204	5048	33
G0206	5048	33

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

ARPA SERVICES

ARPA services are identified using the following procedure codes, provider contracts, billing provider types, and procedure code modifiers. All ARPA services except DME increased 5% effective January 1, 2022 and are identified in the “Reimbursement Increase” column. HMOs are required to pass this reimbursement increase to providers, and DHS will test that reimbursement increases to providers related to ARPA are greater than or equal to the enhanced FMAP for ARPA services from April 1, 2021 to March 31, 2022.

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
90785	MHAOD	N/A	N/A	Yes
90791	MHAOD	N/A	N/A	Yes
90792	MHAOD	N/A	N/A	Yes
90832	MHAOD	N/A	N/A	Yes
90833	MHAOD	N/A	N/A	Yes
90834	MHAOD	N/A	N/A	Yes
90836	MHAOD	N/A	N/A	Yes
90837	MHAOD	N/A	N/A	Yes
90838	MHAOD	N/A	N/A	Yes
90839	MHAOD	N/A	N/A	Yes
90840	MHAOD	N/A	N/A	Yes
90845	MHAOD	N/A	N/A	Yes
90846	MHAOD	N/A	N/A	Yes
90847	MHAOD	N/A	N/A	Yes
90849	MHAOD	N/A	N/A	Yes
90853	MHAOD	N/A	N/A	Yes
90865	MHAOD	N/A	N/A	Yes
90870	MHAOD	N/A	N/A	Yes
90875	MHAOD	N/A	N/A	Yes
90876	MHAOD	N/A	N/A	Yes
90880	MHAOD	N/A	N/A	Yes
90887	MHAOD	N/A	N/A	Yes
90899	MHAOD	N/A	N/A	Yes
96156	MHAOD	N/A	N/A	Yes
96158	MHAOD	N/A	N/A	Yes
96159	MHAOD	N/A	N/A	Yes
96164	MHAOD	N/A	N/A	Yes
96165	MHAOD	N/A	N/A	Yes
96167	MHAOD	N/A	N/A	Yes
96168	MHAOD	N/A	N/A	Yes
96170	MHAOD	N/A	N/A	Yes
96171	MHAOD	N/A	N/A	Yes
99354	MHAOD	N/A	N/A	Yes
99355	MHAOD	N/A	N/A	Yes
H0005	MHAOD	N/A	N/A	Yes
H0022	MHAOD	N/A	N/A	Yes
H0046	MHAOD	N/A	N/A	Yes
H0047	MHAOD	N/A	N/A	Yes
T1006	MHAOD	N/A	N/A	Yes
92507	HHPC	N/A	N/A	Yes
97139	HHPC	N/A	N/A	Yes
97799	HHPC	N/A	N/A	Yes
99509	HHPC	N/A	N/A	Yes
99600	HHPC	N/A	N/A	Yes
S9123	HHPC	N/A	N/A	Yes
S9124	HHPC	N/A	N/A	Yes
T1001	HHPC	N/A	N/A	Yes

This material assumes the reader is familiar with the State of Wisconsin’s Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
T1019	HHPC	N/A	N/A	Yes
T1021	HHPC	N/A	N/A	Yes
T1502	HHPC	N/A	N/A	Yes
99504	HCRS	N/A	N/A	Yes
G0506	HCMCR	N/A	N/A	Yes
T2023	HCMCR	N/A	N/A	Yes
G9012	CSMGT	N/A	N/A	Yes
H0001	CSMGT	N/A	N/A	Yes
H0006	CSMGT	N/A	N/A	Yes
T1017	CSMGT	N/A	N/A	Yes
T2023	CSMGT	N/A	N/A	Yes
T1016	HCCM	N/A	N/A	Yes
T1017	HCCM	N/A	N/A	Yes
97763	REHAB	04	N/A	Yes
97597	REHAB	04	N/A	Yes
97535	REHAB	04	N/A	Yes
97533	REHAB	04	N/A	Yes
97161	REHAB	04	N/A	Yes
97130	REHAB	04	N/A	Yes
97129	REHAB	04	N/A	Yes
97598	REHAB	04	N/A	Yes
97542	REHAB	04	N/A	Yes
97168	REHAB	04	N/A	Yes
97140	REHAB	04	N/A	Yes
97761	THERP	N/A	N/A	Yes
97530	THERP	N/A	N/A	Yes
97124	THERP	N/A	N/A	Yes
97112	THERP	N/A	N/A	Yes
97110	THERP	N/A	N/A	Yes
97032	THERP	N/A	N/A	Yes
97022	THERP	N/A	N/A	Yes
97018	THERP	N/A	N/A	Yes
97016	THERP	N/A	N/A	Yes
97035	THERP	N/A	N/A	Yes
90901	THERP	N/A	N/A	Yes
97024	THERP	N/A	N/A	Yes
93797	THERP	N/A	N/A	Yes
94667	THERP	N/A	N/A	Yes
97026	THERP	N/A	N/A	Yes
97028	THERP	N/A	N/A	Yes
97036	THERP	N/A	N/A	Yes
97039	THERP	N/A	N/A	Yes
97113	THERP	N/A	N/A	Yes
97116	THERP	N/A	N/A	Yes
G0281	THERP	N/A	N/A	Yes
93798	THERP	N/A	N/A	Yes
94668	THERP	N/A	N/A	Yes
G0283	THERP	N/A	N/A	Yes
97150	THERP	N/A	N/A	Yes
31575	THERP	N/A	N/A	Yes
31579	THERP	N/A	N/A	Yes
92520	THERP	N/A	N/A	Yes
92521	THERP	N/A	N/A	Yes
92557	AUDHA	N/A	N/A	Yes
92541	AUDHA	N/A	N/A	Yes
92531	AUDHA	N/A	N/A	Yes

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
92516	AUDHA	N/A	N/A	Yes
69210	AUDHA	N/A	N/A	Yes
92590	AUDHA	N/A	N/A	Yes
92601	AUDHA	N/A	N/A	Yes
92607	THERP	N/A	N/A	Yes
92614	THERP	N/A	N/A	Yes
92620	AUDHA	N/A	N/A	Yes
92625	AUDHA	N/A	N/A	Yes
92630	AUDHA	N/A	N/A	Yes
92633	AUDHA	N/A	N/A	Yes
92700	THERP	N/A	N/A	Yes
96105	THERP	N/A	N/A	Yes
92508	THERP	N/A	N/A	Yes
92512	THERP	N/A	N/A	Yes
92524	THERP	N/A	N/A	Yes
92526	THERP	N/A	N/A	Yes
92534	AUDHA	N/A	N/A	Yes
92548	AUDHA	N/A	N/A	Yes
92593	AUDHA	N/A	N/A	Yes
92604	AUDHA	N/A	N/A	Yes
92612	THERP	N/A	N/A	Yes
92621	AUDHA	N/A	N/A	Yes
92627	AUDHA	N/A	N/A	Yes
A0090	SMV	N/A	N/A	Yes
A0120	SMV	N/A	N/A	Yes
A0130	SMV	N/A	N/A	Yes
A0170	SMV	N/A	N/A	Yes
S0209	SMV	N/A	N/A	Yes
S0215	SMV	N/A	N/A	Yes
T2001	SMV	N/A	N/A	Yes
T2003	SMV	N/A	N/A	Yes
T2005	SMV	N/A	N/A	Yes
T2049	SMV	N/A	N/A	Yes
94762	N/A	N/A	NU	No
94772	N/A	N/A	NU	No
A4210	N/A	N/A	NU	No
A4566	N/A	N/A	NU	No
A4611	N/A	N/A	NU	No
A4612	N/A	N/A	NU	No
A4613	N/A	N/A	NU	No
A4630	N/A	N/A	NU	No
A4635	N/A	N/A	NU	No
A4636	N/A	N/A	NU	No
A4637	N/A	N/A	NU	No
A4640	N/A	N/A	NU	No
A4660	N/A	N/A	NU	No
A4663	N/A	N/A	NU	No
A4670	N/A	N/A	NU	No
A5500	N/A	N/A	NU	No
A5501	N/A	N/A	NU	No
A5503	N/A	N/A	NU	No
A5504	N/A	N/A	NU	No
A5505	N/A	N/A	NU	No
A5506	N/A	N/A	NU	No
A5507	N/A	N/A	NU	No
A5512	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
A5513	N/A		N/A	NU	No
A5514	N/A		N/A	NU	No
A6502	N/A		N/A	NU	No
A6503	N/A		N/A	NU	No
A6504	N/A		N/A	NU	No
A6505	N/A		N/A	NU	No
A6506	N/A		N/A	NU	No
A6507	N/A		N/A	NU	No
A6508	N/A		N/A	NU	No
A6509	N/A		N/A	NU	No
A6510	N/A		N/A	NU	No
A6511	N/A		N/A	NU	No
A6513	N/A		N/A	NU	No
A6530	N/A		N/A	NU	No
A6531	N/A		N/A	NU	No
A6532	N/A		N/A	NU	No
A6533	N/A		N/A	NU	No
A6534	N/A		N/A	NU	No
A6535	N/A		N/A	NU	No
A6536	N/A		N/A	NU	No
A6537	N/A		N/A	NU	No
A6538	N/A		N/A	NU	No
A6539	N/A		N/A	NU	No
A6540	N/A		N/A	NU	No
A6541	N/A		N/A	NU	No
A6544	N/A		N/A	NU	No
A6545	N/A		N/A	NU	No
A6549	N/A		N/A	RR	No
A6549	N/A		N/A	NU	No
A7020	N/A		N/A	NU	No
A8000	N/A		N/A	NU	No
A8001	N/A		N/A	NU	No
A8002	N/A		N/A	NU	No
A8003	N/A		N/A	NU	No
A8004	N/A		N/A	NU	No
A9281	N/A		N/A	NU	No
A9284	N/A		N/A	NU	No
B9002	N/A		N/A	NU	No
B9002	N/A		N/A	RR	No
B9004	N/A		N/A	NU	No
B9004	N/A		N/A	RR	No
B9006	N/A		N/A	NU	No
B9006	N/A		N/A	RR	No
E0100	N/A		N/A	NU	No
E0105	N/A		N/A	NU	No
E0110	N/A		N/A	NU	No
E0111	N/A		N/A	NU	No
E0112	N/A		N/A	NU	No
E0113	N/A		N/A	NU	No
E0114	N/A		N/A	NU	No
E0116	N/A		N/A	NU	No
E0118	N/A		N/A	NU	No
E0130	N/A		N/A	NU	No
E0130	N/A		N/A	RR	No
E0135	N/A		N/A	NU	No
E0135	N/A		N/A	RR	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
E0140	N/A		N/A	NU	No
E0140	N/A		N/A	RR	No
E0141	N/A		N/A	NU	No
E0141	N/A		N/A	RR	No
E0143	N/A		N/A	NU	No
E0143	N/A		N/A	RR	No
E0147	N/A		N/A	NU	No
E0147	N/A		N/A	RR	No
E0148	N/A		N/A	NU	No
E0148	N/A		N/A	RR	No
E0149	N/A		N/A	NU	No
E0149	N/A		N/A	RR	No
E0153	N/A		N/A	NU	No
E0154	N/A		N/A	NU	No
E0155	N/A		N/A	NU	No
E0156	N/A		N/A	NU	No
E0157	N/A		N/A	NU	No
E0158	N/A		N/A	NU	No
E0159	N/A		N/A	NU	No
E0160	N/A		N/A	NU	No
E0161	N/A		N/A	NU	No
E0162	N/A		N/A	NU	No
E0163	N/A		N/A	NU	No
E0163	N/A		N/A	RR	No
E0165	N/A		N/A	NU	No
E0167	N/A		N/A	NU	No
E0168	N/A		N/A	NU	No
E0175	N/A		N/A	NU	No
E0181	N/A		N/A	NU	No
E0181	N/A		N/A	RR	No
E0182	N/A		N/A	NU	No
E0182	N/A		N/A	RR	No
E0184	N/A		N/A	NU	No
E0185	N/A		N/A	NU	No
E0185	N/A		N/A	RR	No
E0186	N/A		N/A	NU	No
E0186	N/A		N/A	RR	No
E0187	N/A		N/A	NU	No
E0187	N/A		N/A	RR	No
E0188	N/A		N/A	NU	No
E0189	N/A		N/A	NU	No
E0191	N/A		N/A	NU	No
E0193	N/A		N/A	RR	No
E0194	N/A		N/A	RR	No
E0196	N/A		N/A	NU	No
E0196	N/A		N/A	RR	No
E0197	N/A		N/A	NU	No
E0197	N/A		N/A	RR	No
E0198	N/A		N/A	NU	No
E0199	N/A		N/A	NU	No
E0200	N/A		N/A	NU	No
E0203	N/A		N/A	NU	No
E0205	N/A		N/A	NU	No
E0215	N/A		N/A	NU	No
E0241	N/A		N/A	NU	No
E0242	N/A		N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
E0243	N/A	N/A	NU	No
E0244	N/A	N/A	NU	No
E0245	N/A	N/A	NU	No
E0245	N/A	N/A	RR	No
E0246	N/A	N/A	NU	No
E0247	N/A	N/A	NU	No
E0247	N/A	N/A	RR	No
E0248	N/A	N/A	NU	No
E0248	N/A	N/A	RR	No
E0250	N/A	N/A	NU	No
E0250	N/A	N/A	RR	No
E0251	N/A	N/A	NU	No
E0251	N/A	N/A	RR	No
E0255	N/A	N/A	NU	No
E0255	N/A	N/A	RR	No
E0256	N/A	N/A	NU	No
E0256	N/A	N/A	RR	No
E0260	N/A	N/A	NU	No
E0260	N/A	N/A	RR	No
E0261	N/A	N/A	NU	No
E0261	N/A	N/A	RR	No
E0265	N/A	N/A	NU	No
E0265	N/A	N/A	RR	No
E0266	N/A	N/A	NU	No
E0266	N/A	N/A	RR	No
E0271	N/A	N/A	NU	No
E0272	N/A	N/A	NU	No
E0275	N/A	N/A	NU	No
E0276	N/A	N/A	NU	No
E0277	N/A	N/A	NU	No
E0277	N/A	N/A	RR	No
E0290	N/A	N/A	NU	No
E0290	N/A	N/A	RR	No
E0291	N/A	N/A	NU	No
E0291	N/A	N/A	RR	No
E0292	N/A	N/A	NU	No
E0292	N/A	N/A	RR	No
E0293	N/A	N/A	NU	No
E0293	N/A	N/A	RR	No
E0294	N/A	N/A	NU	No
E0294	N/A	N/A	RR	No
E0295	N/A	N/A	NU	No
E0295	N/A	N/A	RR	No
E0296	N/A	N/A	NU	No
E0296	N/A	N/A	RR	No
E0297	N/A	N/A	NU	No
E0297	N/A	N/A	RR	No
E0301	N/A	N/A	NU	No
E0301	N/A	N/A	RR	No
E0302	N/A	N/A	NU	No
E0302	N/A	N/A	RR	No
E0303	N/A	N/A	NU	No
E0303	N/A	N/A	RR	No
E0304	N/A	N/A	NU	No
E0304	N/A	N/A	RR	No
E0305	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
E0305	N/A		N/A	RR	No
E0310	N/A		N/A	NU	No
E0310	N/A		N/A	RR	No
E0325	N/A		N/A	NU	No
E0326	N/A		N/A	NU	No
E0372	N/A		N/A	NU	No
E0372	N/A		N/A	RR	No
E0425	N/A		N/A	NU	No
E0430	N/A		N/A	NU	No
E0435	N/A		N/A	NU	No
E0440	N/A		N/A	NU	No
E0441	N/A		N/A	NU	No
E0442	N/A		N/A	NU	No
E0443	N/A		N/A	NU	No
E0444	N/A		N/A	NU	No
E0445	N/A		N/A	NU	No
E0445	N/A		N/A	RR	No
E0447	N/A		N/A	NU	No
E0455	N/A		N/A	NU	No
E0455	N/A		N/A	RR	No
E0457	N/A		N/A	NU	No
E0457	N/A		N/A	RR	No
E0459	N/A		N/A	NU	No
E0459	N/A		N/A	RR	No
E0462	N/A		N/A	NU	No
E0462	N/A		N/A	RR	No
E0465	N/A		N/A	NU	No
E0466	N/A		N/A	NU	No
E0467	N/A		N/A	NU	No
E0470	N/A		N/A	NU	No
E0470	N/A		N/A	RR	No
E0471	N/A		N/A	NU	No
E0471	N/A		N/A	RR	No
E0472	N/A		N/A	NU	No
E0472	N/A		N/A	RR	No
E0480	N/A		N/A	NU	No
E0480	N/A		N/A	RR	No
E0481	N/A		N/A	NU	No
E0481	N/A		N/A	RR	No
E0482	N/A		N/A	NU	No
E0482	N/A		N/A	RR	No
E0483	N/A		N/A	NU	No
E0483	N/A		N/A	RR	No
E0487	N/A		N/A	NU	No
E0487	N/A		N/A	RR	No
E0500	N/A		N/A	NU	No
E0500	N/A		N/A	RR	No
E0550	N/A		N/A	NU	No
E0550	N/A		N/A	RR	No
E0555	N/A		N/A	NU	No
E0560	N/A		N/A	NU	No
E0560	N/A		N/A	RR	No
E0561	N/A		N/A	NU	No
E0561	N/A		N/A	RR	No
E0562	N/A		N/A	NU	No
E0562	N/A		N/A	RR	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
E0565	N/A	N/A	NU	No
E0565	N/A	N/A	RR	No
E0570	N/A	N/A	NU	No
E0570	N/A	N/A	RR	No
E0575	N/A	N/A	NU	No
E0575	N/A	N/A	RR	No
E0580	N/A	N/A	NU	No
E0585	N/A	N/A	NU	No
E0585	N/A	N/A	RR	No
E0600	N/A	N/A	NU	No
E0600	N/A	N/A	RR	No
E0602	N/A	N/A	NU	No
E0603	N/A	N/A	NU	No
E0604	N/A	N/A	RR	No
E0605	N/A	N/A	NU	No
E0606	N/A	N/A	NU	No
E0606	N/A	N/A	RR	No
E0619	N/A	N/A	NU	No
E0619	N/A	N/A	RR	No
E0621	N/A	N/A	NU	No
E0630	N/A	N/A	NU	No
E0630	N/A	N/A	RR	No
E0635	N/A	N/A	NU	No
E0635	N/A	N/A	RR	No
E0637	N/A	N/A	NU	No
E0637	N/A	N/A	RR	No
E0638	N/A	N/A	NU	No
E0638	N/A	N/A	RR	No
E0641	N/A	N/A	NU	No
E0641	N/A	N/A	RR	No
E0642	N/A	N/A	RR	No
E0650	N/A	N/A	NU	No
E0650	N/A	N/A	RR	No
E0651	N/A	N/A	NU	No
E0651	N/A	N/A	RR	No
E0652	N/A	N/A	NU	No
E0652	N/A	N/A	RR	No
E0655	N/A	N/A	NU	No
E0655	N/A	N/A	RR	No
E0656	N/A	N/A	NU	No
E0657	N/A	N/A	NU	No
E0660	N/A	N/A	NU	No
E0660	N/A	N/A	RR	No
E0665	N/A	N/A	NU	No
E0665	N/A	N/A	RR	No
E0666	N/A	N/A	NU	No
E0666	N/A	N/A	RR	No
E0667	N/A	N/A	NU	No
E0667	N/A	N/A	RR	No
E0668	N/A	N/A	NU	No
E0668	N/A	N/A	RR	No
E0669	N/A	N/A	NU	No
E0669	N/A	N/A	RR	No
E0705	N/A	N/A	NU	No
E0720	N/A	N/A	NU	No
E0730	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase	
E0731	N/A	N/A	NU	No	
E0740	N/A	N/A	NU	No	
E0744	N/A	N/A	NU	No	
E0744	N/A	N/A	RR	No	
E0745	N/A	N/A	NU	No	
E0745	N/A	N/A	RR	No	
E0746	N/A	N/A	NU	No	
E0746	N/A	N/A	RR	No	
E0747	N/A	N/A	NU	No	
E0748	N/A	N/A	NU	No	
E0760	N/A	N/A	NU	No	
E0770	N/A	N/A	NU	No	
E0776	N/A	N/A	NU	No	
E0776	N/A	N/A	RR	No	
E0781	N/A	N/A	NU	No	
E0781	N/A	N/A	RR	No	
E0783	N/A	N/A	NU	No	
E0784	N/A	N/A	NU	No	
E0784	N/A	N/A	RR	No	
E0791	N/A	N/A	NU	No	
E0791	N/A	N/A	RR	No	
E0840	N/A	N/A	NU	No	
E0840	N/A	N/A	RR	No	
E0850	N/A	N/A	NU	No	
E0850	N/A	N/A	RR	No	
E0860	N/A	N/A	NU	No	
E0860	N/A	N/A	RR	No	
E0870	N/A	N/A	NU	No	
E0870	N/A	N/A	RR	No	
E0880	N/A	N/A	NU	No	
E0880	N/A	N/A	RR	No	
E0890	N/A	N/A	NU	No	
E0890	N/A	N/A	RR	No	
E0900	N/A	N/A	NU	No	
E0900	N/A	N/A	RR	No	
E0910	N/A	N/A	NU	No	
E0910	N/A	N/A	RR	No	
E0911	N/A	N/A	NU	No	
E0911	N/A	N/A	RR	No	
E0912	N/A	N/A	NU	No	
E0912	N/A	N/A	RR	No	
E0920	N/A	N/A	NU	No	
E0920	N/A	N/A	RR	No	
E0930	N/A	N/A	NU	No	
E0930	N/A	N/A	RR	No	
E0940	N/A	N/A	NU	No	
E0940	N/A	N/A	RR	No	
E0941	N/A	N/A	NU	No	
E0941	N/A	N/A	RR	No	
E0942	N/A	N/A	NU	No	
E0944	N/A	N/A	NU	No	
E0945	N/A	N/A	NU	No	
E0946	N/A	N/A	NU	No	
E0946	N/A	N/A	RR	No	
E0947	N/A	N/A	NU	No	
E0947	N/A	N/A	RR	No	

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
E0948	N/A	N/A	NU	No
E0948	N/A	N/A	RR	No
E0950	N/A	N/A	NU	No
E0951	N/A	N/A	NU	No
E0952	N/A	N/A	NU	No
E0953	N/A	N/A	NU	No
E0954	N/A	N/A	NU	No
E0955	N/A	N/A	NU	No
E0956	N/A	N/A	NU	No
E0958	N/A	N/A	NU	No
E0959	N/A	N/A	NU	No
E0960	N/A	N/A	NU	No
E0961	N/A	N/A	NU	No
E0966	N/A	N/A	NU	No
E0967	N/A	N/A	NU	No
E0969	N/A	N/A	NU	No
E0971	N/A	N/A	NU	No
E0973	N/A	N/A	NU	No
E0974	N/A	N/A	NU	No
E0978	N/A	N/A	NU	No
E0981	N/A	N/A	NU	No
E0982	N/A	N/A	NU	No
E0983	N/A	N/A	NU	No
E0983	N/A	N/A	RR	No
E0984	N/A	N/A	NU	No
E0984	N/A	N/A	RR	No
E0986	N/A	N/A	NU	No
E0990	N/A	N/A	NU	No
E0992	N/A	N/A	NU	No
E0995	N/A	N/A	NU	No
E1002	N/A	N/A	NU	No
E1003	N/A	N/A	NU	No
E1004	N/A	N/A	NU	No
E1005	N/A	N/A	NU	No
E1007	N/A	N/A	NU	No
E1008	N/A	N/A	NU	No
E1010	N/A	N/A	NU	No
E1011	N/A	N/A	NU	No
E1012	N/A	N/A	NU	No
E1014	N/A	N/A	NU	No
E1020	N/A	N/A	NU	No
E1029	N/A	N/A	NU	No
E1030	N/A	N/A	NU	No
E1031	N/A	N/A	NU	No
E1031	N/A	N/A	RR	No
E1035	N/A	N/A	NU	No
E1035	N/A	N/A	RR	No
E1161	N/A	N/A	NU	No
E1161	N/A	N/A	RR	No
E1225	N/A	N/A	NU	No
E1225	N/A	N/A	RR	No
E1226	N/A	N/A	NU	No
E1226	N/A	N/A	RR	No
E1231	N/A	N/A	RR	No
E1232	N/A	N/A	NU	No
E1232	N/A	N/A	RR	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
E1233	N/A		N/A	NU	No
E1233	N/A		N/A	RR	No
E1234	N/A		N/A	NU	No
E1234	N/A		N/A	RR	No
E1235	N/A		N/A	NU	No
E1235	N/A		N/A	RR	No
E1236	N/A		N/A	NU	No
E1236	N/A		N/A	RR	No
E1237	N/A		N/A	NU	No
E1237	N/A		N/A	RR	No
E1238	N/A		N/A	NU	No
E1238	N/A		N/A	RR	No
E1353	N/A		N/A	NU	No
E1353	N/A		N/A	RR	No
E1355	N/A		N/A	NU	No
E1372	N/A		N/A	NU	No
E1372	N/A		N/A	RR	No
E1392	N/A		N/A	RR	No
E1405	N/A		N/A	RR	No
E1406	N/A		N/A	RR	No
E1800	N/A		N/A	NU	No
E1800	N/A		N/A	RR	No
E1801	N/A		N/A	RR	No
E1802	N/A		N/A	RR	No
E1805	N/A		N/A	NU	No
E1805	N/A		N/A	RR	No
E1806	N/A		N/A	RR	No
E1810	N/A		N/A	NU	No
E1810	N/A		N/A	RR	No
E1811	N/A		N/A	RR	No
E1812	N/A		N/A	RR	No
E1815	N/A		N/A	NU	No
E1815	N/A		N/A	RR	No
E1816	N/A		N/A	RR	No
E1818	N/A		N/A	RR	No
E1825	N/A		N/A	RR	No
E1840	N/A		N/A	RR	No
E2000	N/A		N/A	NU	No
E2000	N/A		N/A	RR	No
E2201	N/A		N/A	NU	No
E2202	N/A		N/A	NU	No
E2203	N/A		N/A	NU	No
E2204	N/A		N/A	NU	No
E2205	N/A		N/A	NU	No
E2206	N/A		N/A	NU	No
E2207	N/A		N/A	NU	No
E2208	N/A		N/A	NU	No
E2209	N/A		N/A	NU	No
E2210	N/A		N/A	NU	No
E2211	N/A		N/A	NU	No
E2212	N/A		N/A	NU	No
E2213	N/A		N/A	NU	No
E2214	N/A		N/A	NU	No
E2215	N/A		N/A	NU	No
E2216	N/A		N/A	NU	No
E2217	N/A		N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
E2218	N/A		N/A	NU	No
E2219	N/A		N/A	NU	No
E2220	N/A		N/A	NU	No
E2221	N/A		N/A	NU	No
E2222	N/A		N/A	NU	No
E2224	N/A		N/A	NU	No
E2225	N/A		N/A	NU	No
E2226	N/A		N/A	NU	No
E2228	N/A		N/A	NU	No
E2231	N/A		N/A	NU	No
E2300	N/A		N/A	NU	No
E2301	N/A		N/A	NU	No
E2310	N/A		N/A	NU	No
E2311	N/A		N/A	NU	No
E2313	N/A		N/A	NU	No
E2321	N/A		N/A	NU	No
E2322	N/A		N/A	NU	No
E2323	N/A		N/A	NU	No
E2324	N/A		N/A	NU	No
E2325	N/A		N/A	NU	No
E2326	N/A		N/A	NU	No
E2327	N/A		N/A	NU	No
E2328	N/A		N/A	NU	No
E2329	N/A		N/A	NU	No
E2330	N/A		N/A	NU	No
E2340	N/A		N/A	NU	No
E2341	N/A		N/A	NU	No
E2342	N/A		N/A	NU	No
E2343	N/A		N/A	NU	No
E2351	N/A		N/A	NU	No
E2358	N/A		N/A	NU	No
E2359	N/A		N/A	NU	No
E2360	N/A		N/A	NU	No
E2361	N/A		N/A	NU	No
E2362	N/A		N/A	NU	No
E2363	N/A		N/A	NU	No
E2364	N/A		N/A	NU	No
E2365	N/A		N/A	NU	No
E2366	N/A		N/A	NU	No
E2367	N/A		N/A	NU	No
E2368	N/A		N/A	NU	No
E2369	N/A		N/A	NU	No
E2370	N/A		N/A	NU	No
E2371	N/A		N/A	NU	No
E2372	N/A		N/A	NU	No
E2374	N/A		N/A	NU	No
E2375	N/A		N/A	NU	No
E2377	N/A		N/A	NU	No
E2381	N/A		N/A	NU	No
E2382	N/A		N/A	NU	No
E2383	N/A		N/A	NU	No
E2384	N/A		N/A	NU	No
E2385	N/A		N/A	NU	No
E2386	N/A		N/A	NU	No
E2387	N/A		N/A	NU	No
E2388	N/A		N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
E2389	N/A	N/A	NU	No
E2390	N/A	N/A	NU	No
E2391	N/A	N/A	NU	No
E2392	N/A	N/A	NU	No
E2394	N/A	N/A	NU	No
E2395	N/A	N/A	NU	No
E2396	N/A	N/A	NU	No
E2397	N/A	N/A	NU	No
E2398	N/A	N/A	NU	No
E2402	N/A	N/A	RR	No
E2500	N/A	N/A	NU	No
E2502	N/A	N/A	NU	No
E2504	N/A	N/A	NU	No
E2506	N/A	N/A	NU	No
E2508	N/A	N/A	NU	No
E2508	N/A	N/A	RR	No
E2510	N/A	N/A	NU	No
E2510	N/A	N/A	RR	No
E2601	N/A	N/A	NU	No
E2602	N/A	N/A	NU	No
E2603	N/A	N/A	NU	No
E2604	N/A	N/A	NU	No
E2605	N/A	N/A	NU	No
E2606	N/A	N/A	NU	No
E2607	N/A	N/A	NU	No
E2608	N/A	N/A	NU	No
E2611	N/A	N/A	NU	No
E2612	N/A	N/A	NU	No
E2613	N/A	N/A	NU	No
E2614	N/A	N/A	NU	No
E2615	N/A	N/A	NU	No
E2616	N/A	N/A	NU	No
E2619	N/A	N/A	NU	No
E2620	N/A	N/A	NU	No
E2621	N/A	N/A	NU	No
E2622	N/A	N/A	NU	No
E2623	N/A	N/A	NU	No
E2624	N/A	N/A	NU	No
E2625	N/A	N/A	NU	No
E2626	N/A	N/A	NU	No
E2627	N/A	N/A	NU	No
E2628	N/A	N/A	NU	No
E2629	N/A	N/A	NU	No
E2630	N/A	N/A	NU	No
E2631	N/A	N/A	NU	No
E2632	N/A	N/A	NU	No
E2633	N/A	N/A	NU	No
E8000	N/A	N/A	NU	No
E8000	N/A	N/A	RR	No
E8001	N/A	N/A	NU	No
E8001	N/A	N/A	RR	No
E8002	N/A	N/A	NU	No
E8002	N/A	N/A	RR	No
K0001	N/A	N/A	NU	No
K0001	N/A	N/A	RR	No
K0002	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
K0002	N/A		N/A	RR	No
K0003	N/A		N/A	NU	No
K0003	N/A		N/A	RR	No
K0004	N/A		N/A	NU	No
K0004	N/A		N/A	RR	No
K0005	N/A		N/A	NU	No
K0005	N/A		N/A	RR	No
K0006	N/A		N/A	NU	No
K0006	N/A		N/A	RR	No
K0007	N/A		N/A	NU	No
K0007	N/A		N/A	RR	No
K0009	N/A		N/A	NU	No
K0009	N/A		N/A	RR	No
K0010	N/A		N/A	NU	No
K0010	N/A		N/A	RR	No
K0011	N/A		N/A	NU	No
K0011	N/A		N/A	RR	No
K0012	N/A		N/A	NU	No
K0012	N/A		N/A	RR	No
K0015	N/A		N/A	NU	No
K0017	N/A		N/A	NU	No
K0018	N/A		N/A	NU	No
K0019	N/A		N/A	NU	No
K0020	N/A		N/A	NU	No
K0037	N/A		N/A	NU	No
K0038	N/A		N/A	NU	No
K0039	N/A		N/A	NU	No
K0040	N/A		N/A	NU	No
K0041	N/A		N/A	NU	No
K0042	N/A		N/A	NU	No
K0043	N/A		N/A	NU	No
K0044	N/A		N/A	NU	No
K0045	N/A		N/A	NU	No
K0046	N/A		N/A	NU	No
K0047	N/A		N/A	NU	No
K0050	N/A		N/A	NU	No
K0051	N/A		N/A	NU	No
K0052	N/A		N/A	NU	No
K0053	N/A		N/A	NU	No
K0056	N/A		N/A	NU	No
K0065	N/A		N/A	NU	No
K0069	N/A		N/A	NU	No
K0070	N/A		N/A	NU	No
K0071	N/A		N/A	NU	No
K0072	N/A		N/A	NU	No
K0073	N/A		N/A	NU	No
K0077	N/A		N/A	NU	No
K0098	N/A		N/A	NU	No
K0105	N/A		N/A	NU	No
K0606	N/A		N/A	NU	No
K0672	N/A		N/A	NU	No
K0733	N/A		N/A	NU	No
K0739	N/A		N/A	NU	No
K0800	N/A		N/A	NU	No
K0800	N/A		N/A	RR	No
K0801	N/A		N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
K0801	N/A		N/A	RR	No
K0802	N/A		N/A	NU	No
K0802	N/A		N/A	RR	No
K0806	N/A		N/A	NU	No
K0806	N/A		N/A	RR	No
K0807	N/A		N/A	NU	No
K0807	N/A		N/A	RR	No
K0808	N/A		N/A	NU	No
K0808	N/A		N/A	RR	No
K0813	N/A		N/A	NU	No
K0813	N/A		N/A	RR	No
K0814	N/A		N/A	NU	No
K0814	N/A		N/A	RR	No
K0815	N/A		N/A	NU	No
K0815	N/A		N/A	RR	No
K0816	N/A		N/A	NU	No
K0816	N/A		N/A	RR	No
K0820	N/A		N/A	NU	No
K0820	N/A		N/A	RR	No
K0821	N/A		N/A	NU	No
K0821	N/A		N/A	RR	No
K0822	N/A		N/A	NU	No
K0822	N/A		N/A	RR	No
K0823	N/A		N/A	NU	No
K0823	N/A		N/A	RR	No
K0824	N/A		N/A	NU	No
K0824	N/A		N/A	RR	No
K0825	N/A		N/A	NU	No
K0825	N/A		N/A	RR	No
K0826	N/A		N/A	NU	No
K0826	N/A		N/A	RR	No
K0827	N/A		N/A	NU	No
K0827	N/A		N/A	RR	No
K0828	N/A		N/A	NU	No
K0828	N/A		N/A	RR	No
K0829	N/A		N/A	NU	No
K0829	N/A		N/A	RR	No
K0830	N/A		N/A	NU	No
K0835	N/A		N/A	NU	No
K0835	N/A		N/A	RR	No
K0836	N/A		N/A	NU	No
K0836	N/A		N/A	RR	No
K0837	N/A		N/A	NU	No
K0837	N/A		N/A	RR	No
K0838	N/A		N/A	NU	No
K0838	N/A		N/A	RR	No
K0839	N/A		N/A	NU	No
K0839	N/A		N/A	RR	No
K0840	N/A		N/A	NU	No
K0840	N/A		N/A	RR	No
K0841	N/A		N/A	NU	No
K0841	N/A		N/A	RR	No
K0842	N/A		N/A	NU	No
K0842	N/A		N/A	RR	No
K0843	N/A		N/A	NU	No
K0843	N/A		N/A	RR	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
K0848	N/A		N/A	NU	No
K0848	N/A		N/A	RR	No
K0849	N/A		N/A	NU	No
K0849	N/A		N/A	RR	No
K0850	N/A		N/A	NU	No
K0850	N/A		N/A	RR	No
K0851	N/A		N/A	NU	No
K0851	N/A		N/A	RR	No
K0852	N/A		N/A	NU	No
K0852	N/A		N/A	RR	No
K0853	N/A		N/A	NU	No
K0853	N/A		N/A	RR	No
K0854	N/A		N/A	NU	No
K0854	N/A		N/A	RR	No
K0855	N/A		N/A	NU	No
K0855	N/A		N/A	RR	No
K0856	N/A		N/A	NU	No
K0856	N/A		N/A	RR	No
K0857	N/A		N/A	NU	No
K0857	N/A		N/A	RR	No
K0858	N/A		N/A	NU	No
K0858	N/A		N/A	RR	No
K0859	N/A		N/A	NU	No
K0859	N/A		N/A	RR	No
K0860	N/A		N/A	NU	No
K0860	N/A		N/A	RR	No
K0861	N/A		N/A	NU	No
K0861	N/A		N/A	RR	No
K0862	N/A		N/A	NU	No
K0862	N/A		N/A	RR	No
K0863	N/A		N/A	NU	No
K0863	N/A		N/A	RR	No
K0884	N/A		N/A	NU	No
K1013	N/A		N/A	NU	No
K1022	N/A		N/A	NU	No
K1024	N/A		N/A	NU	No
K1024	N/A		N/A	RR	No
K1025	N/A		N/A	NU	No
K1025	N/A		N/A	RR	No
L0112	N/A		N/A	NU	No
L0113	N/A		N/A	NU	No
L0120	N/A		N/A	NU	No
L0130	N/A		N/A	NU	No
L0140	N/A		N/A	NU	No
L0150	N/A		N/A	NU	No
L0160	N/A		N/A	NU	No
L0170	N/A		N/A	NU	No
L0172	N/A		N/A	NU	No
L0174	N/A		N/A	NU	No
L0180	N/A		N/A	NU	No
L0190	N/A		N/A	NU	No
L0200	N/A		N/A	NU	No
L0220	N/A		N/A	NU	No
L0450	N/A		N/A	NU	No
L0452	N/A		N/A	NU	No
L0454	N/A		N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L0455	N/A	N/A	NU	No
L0456	N/A	N/A	NU	No
L0457	N/A	N/A	NU	No
L0458	N/A	N/A	NU	No
L0460	N/A	N/A	NU	No
L0462	N/A	N/A	NU	No
L0464	N/A	N/A	NU	No
L0466	N/A	N/A	NU	No
L0467	N/A	N/A	NU	No
L0468	N/A	N/A	NU	No
L0469	N/A	N/A	NU	No
L0470	N/A	N/A	NU	No
L0472	N/A	N/A	NU	No
L0480	N/A	N/A	NU	No
L0482	N/A	N/A	NU	No
L0484	N/A	N/A	NU	No
L0486	N/A	N/A	NU	No
L0488	N/A	N/A	NU	No
L0490	N/A	N/A	NU	No
L0491	N/A	N/A	NU	No
L0492	N/A	N/A	NU	No
L0622	N/A	N/A	NU	No
L0625	N/A	N/A	NU	No
L0626	N/A	N/A	NU	No
L0627	N/A	N/A	NU	No
L0628	N/A	N/A	NU	No
L0630	N/A	N/A	NU	No
L0631	N/A	N/A	NU	No
L0633	N/A	N/A	NU	No
L0635	N/A	N/A	NU	No
L0636	N/A	N/A	NU	No
L0637	N/A	N/A	NU	No
L0638	N/A	N/A	NU	No
L0639	N/A	N/A	NU	No
L0640	N/A	N/A	NU	No
L0641	N/A	N/A	NU	No
L0642	N/A	N/A	NU	No
L0643	N/A	N/A	NU	No
L0648	N/A	N/A	NU	No
L0649	N/A	N/A	NU	No
L0650	N/A	N/A	NU	No
L0651	N/A	N/A	NU	No
L0700	N/A	N/A	NU	No
L0710	N/A	N/A	NU	No
L0810	N/A	N/A	NU	No
L0820	N/A	N/A	NU	No
L0830	N/A	N/A	NU	No
L0859	N/A	N/A	NU	No
L0970	N/A	N/A	NU	No
L0972	N/A	N/A	NU	No
L0974	N/A	N/A	NU	No
L0976	N/A	N/A	NU	No
L0978	N/A	N/A	NU	No
L0980	N/A	N/A	NU	No
L0982	N/A	N/A	NU	No
L0984	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L1000	N/A	N/A	NU	No
L1001	N/A	N/A	NU	No
L1005	N/A	N/A	NU	No
L1010	N/A	N/A	NU	No
L1020	N/A	N/A	NU	No
L1025	N/A	N/A	NU	No
L1030	N/A	N/A	NU	No
L1040	N/A	N/A	NU	No
L1050	N/A	N/A	NU	No
L1060	N/A	N/A	NU	No
L1070	N/A	N/A	NU	No
L1080	N/A	N/A	NU	No
L1085	N/A	N/A	NU	No
L1090	N/A	N/A	NU	No
L1100	N/A	N/A	NU	No
L1110	N/A	N/A	NU	No
L1120	N/A	N/A	NU	No
L1200	N/A	N/A	NU	No
L1210	N/A	N/A	NU	No
L1220	N/A	N/A	NU	No
L1230	N/A	N/A	NU	No
L1240	N/A	N/A	NU	No
L1250	N/A	N/A	NU	No
L1260	N/A	N/A	NU	No
L1270	N/A	N/A	NU	No
L1280	N/A	N/A	NU	No
L1290	N/A	N/A	NU	No
L1300	N/A	N/A	NU	No
L1310	N/A	N/A	NU	No
L1600	N/A	N/A	NU	No
L1610	N/A	N/A	NU	No
L1620	N/A	N/A	NU	No
L1630	N/A	N/A	NU	No
L1640	N/A	N/A	NU	No
L1650	N/A	N/A	NU	No
L1652	N/A	N/A	NU	No
L1660	N/A	N/A	NU	No
L1680	N/A	N/A	NU	No
L1685	N/A	N/A	NU	No
L1686	N/A	N/A	NU	No
L1690	N/A	N/A	NU	No
L1700	N/A	N/A	NU	No
L1710	N/A	N/A	NU	No
L1720	N/A	N/A	NU	No
L1730	N/A	N/A	NU	No
L1755	N/A	N/A	NU	No
L1810	N/A	N/A	NU	No
L1812	N/A	N/A	NU	No
L1820	N/A	N/A	NU	No
L1830	N/A	N/A	NU	No
L1831	N/A	N/A	NU	No
L1832	N/A	N/A	NU	No
L1833	N/A	N/A	NU	No
L1834	N/A	N/A	NU	No
L1836	N/A	N/A	NU	No
L1840	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L1843	N/A	N/A	NU	No
L1844	N/A	N/A	NU	No
L1845	N/A	N/A	NU	No
L1846	N/A	N/A	NU	No
L1847	N/A	N/A	NU	No
L1848	N/A	N/A	NU	No
L1850	N/A	N/A	NU	No
L1851	N/A	N/A	NU	No
L1852	N/A	N/A	NU	No
L1860	N/A	N/A	NU	No
L1900	N/A	N/A	NU	No
L1902	N/A	N/A	NU	No
L1904	N/A	N/A	NU	No
L1906	N/A	N/A	NU	No
L1907	N/A	N/A	NU	No
L1910	N/A	N/A	NU	No
L1920	N/A	N/A	NU	No
L1930	N/A	N/A	NU	No
L1932	N/A	N/A	NU	No
L1940	N/A	N/A	NU	No
L1945	N/A	N/A	NU	No
L1950	N/A	N/A	NU	No
L1951	N/A	N/A	NU	No
L1960	N/A	N/A	NU	No
L1970	N/A	N/A	NU	No
L1971	N/A	N/A	NU	No
L1980	N/A	N/A	NU	No
L1990	N/A	N/A	NU	No
L2000	N/A	N/A	NU	No
L2005	N/A	N/A	NU	No
L2010	N/A	N/A	NU	No
L2020	N/A	N/A	NU	No
L2030	N/A	N/A	NU	No
L2034	N/A	N/A	NU	No
L2035	N/A	N/A	NU	No
L2036	N/A	N/A	NU	No
L2040	N/A	N/A	NU	No
L2050	N/A	N/A	NU	No
L2060	N/A	N/A	NU	No
L2070	N/A	N/A	NU	No
L2080	N/A	N/A	NU	No
L2090	N/A	N/A	NU	No
L2106	N/A	N/A	NU	No
L2108	N/A	N/A	NU	No
L2112	N/A	N/A	NU	No
L2114	N/A	N/A	NU	No
L2116	N/A	N/A	NU	No
L2126	N/A	N/A	NU	No
L2128	N/A	N/A	NU	No
L2132	N/A	N/A	NU	No
L2134	N/A	N/A	NU	No
L2136	N/A	N/A	NU	No
L2180	N/A	N/A	NU	No
L2182	N/A	N/A	NU	No
L2184	N/A	N/A	NU	No
L2186	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L2188	N/A	N/A	NU	No
L2190	N/A	N/A	NU	No
L2192	N/A	N/A	NU	No
L2200	N/A	N/A	NU	No
L2210	N/A	N/A	NU	No
L2220	N/A	N/A	NU	No
L2230	N/A	N/A	NU	No
L2232	N/A	N/A	NU	No
L2240	N/A	N/A	NU	No
L2250	N/A	N/A	NU	No
L2260	N/A	N/A	NU	No
L2270	N/A	N/A	NU	No
L2275	N/A	N/A	NU	No
L2280	N/A	N/A	NU	No
L2300	N/A	N/A	NU	No
L2310	N/A	N/A	NU	No
L2320	N/A	N/A	NU	No
L2330	N/A	N/A	NU	No
L2335	N/A	N/A	NU	No
L2340	N/A	N/A	NU	No
L2350	N/A	N/A	NU	No
L2360	N/A	N/A	NU	No
L2370	N/A	N/A	NU	No
L2375	N/A	N/A	NU	No
L2380	N/A	N/A	NU	No
L2385	N/A	N/A	NU	No
L2387	N/A	N/A	NU	No
L2390	N/A	N/A	NU	No
L2395	N/A	N/A	NU	No
L2397	N/A	N/A	NU	No
L2405	N/A	N/A	NU	No
L2415	N/A	N/A	NU	No
L2425	N/A	N/A	NU	No
L2430	N/A	N/A	NU	No
L2492	N/A	N/A	NU	No
L2500	N/A	N/A	NU	No
L2510	N/A	N/A	NU	No
L2520	N/A	N/A	NU	No
L2525	N/A	N/A	NU	No
L2526	N/A	N/A	NU	No
L2530	N/A	N/A	NU	No
L2540	N/A	N/A	NU	No
L2550	N/A	N/A	NU	No
L2570	N/A	N/A	NU	No
L2580	N/A	N/A	NU	No
L2600	N/A	N/A	NU	No
L2610	N/A	N/A	NU	No
L2620	N/A	N/A	NU	No
L2622	N/A	N/A	NU	No
L2624	N/A	N/A	NU	No
L2627	N/A	N/A	NU	No
L2628	N/A	N/A	NU	No
L2630	N/A	N/A	NU	No
L2640	N/A	N/A	NU	No
L2650	N/A	N/A	NU	No
L2660	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L2670	N/A	N/A	NU	No
L2680	N/A	N/A	NU	No
L2750	N/A	N/A	NU	No
L2755	N/A	N/A	NU	No
L2760	N/A	N/A	NU	No
L2768	N/A	N/A	NU	No
L2780	N/A	N/A	NU	No
L2785	N/A	N/A	NU	No
L2795	N/A	N/A	NU	No
L2800	N/A	N/A	NU	No
L2810	N/A	N/A	NU	No
L2820	N/A	N/A	NU	No
L2830	N/A	N/A	NU	No
L2840	N/A	N/A	NU	No
L2850	N/A	N/A	NU	No
L2861	N/A	N/A	NU	No
L3000	N/A	N/A	NU	No
L3001	N/A	N/A	NU	No
L3002	N/A	N/A	NU	No
L3003	N/A	N/A	NU	No
L3010	N/A	N/A	NU	No
L3020	N/A	N/A	NU	No
L3030	N/A	N/A	NU	No
L3031	N/A	N/A	NU	No
L3100	N/A	N/A	NU	No
L3140	N/A	N/A	NU	No
L3150	N/A	N/A	NU	No
L3170	N/A	N/A	NU	No
L3201	N/A	N/A	NU	No
L3202	N/A	N/A	NU	No
L3203	N/A	N/A	NU	No
L3204	N/A	N/A	NU	No
L3206	N/A	N/A	NU	No
L3207	N/A	N/A	NU	No
L3208	N/A	N/A	NU	No
L3209	N/A	N/A	NU	No
L3211	N/A	N/A	NU	No
L3212	N/A	N/A	NU	No
L3213	N/A	N/A	NU	No
L3214	N/A	N/A	NU	No
L3215	N/A	N/A	NU	No
L3216	N/A	N/A	NU	No
L3217	N/A	N/A	NU	No
L3219	N/A	N/A	NU	No
L3221	N/A	N/A	NU	No
L3222	N/A	N/A	NU	No
L3224	N/A	N/A	NU	No
L3225	N/A	N/A	NU	No
L3230	N/A	N/A	NU	No
L3250	N/A	N/A	NU	No
L3251	N/A	N/A	NU	No
L3252	N/A	N/A	NU	No
L3253	N/A	N/A	NU	No
L3254	N/A	N/A	NU	No
L3255	N/A	N/A	NU	No
L3257	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing	Provider Type	Modifier	Reimbursement Increase
L3260	N/A		N/A	NU	No
L3300	N/A		N/A	NU	No
L3310	N/A		N/A	NU	No
L3320	N/A		N/A	NU	No
L3330	N/A		N/A	NU	No
L3332	N/A		N/A	NU	No
L3334	N/A		N/A	NU	No
L3340	N/A		N/A	NU	No
L3350	N/A		N/A	NU	No
L3360	N/A		N/A	NU	No
L3370	N/A		N/A	NU	No
L3380	N/A		N/A	NU	No
L3390	N/A		N/A	NU	No
L3400	N/A		N/A	NU	No
L3410	N/A		N/A	NU	No
L3420	N/A		N/A	NU	No
L3430	N/A		N/A	NU	No
L3440	N/A		N/A	NU	No
L3450	N/A		N/A	NU	No
L3455	N/A		N/A	NU	No
L3460	N/A		N/A	NU	No
L3465	N/A		N/A	NU	No
L3470	N/A		N/A	NU	No
L3480	N/A		N/A	NU	No
L3485	N/A		N/A	NU	No
L3500	N/A		N/A	NU	No
L3510	N/A		N/A	NU	No
L3520	N/A		N/A	NU	No
L3530	N/A		N/A	NU	No
L3540	N/A		N/A	NU	No
L3550	N/A		N/A	NU	No
L3560	N/A		N/A	NU	No
L3570	N/A		N/A	NU	No
L3580	N/A		N/A	NU	No
L3590	N/A		N/A	NU	No
L3595	N/A		N/A	NU	No
L3600	N/A		N/A	NU	No
L3610	N/A		N/A	NU	No
L3620	N/A		N/A	NU	No
L3630	N/A		N/A	NU	No
L3640	N/A		N/A	NU	No
L3650	N/A		N/A	NU	No
L3660	N/A		N/A	NU	No
L3670	N/A		N/A	NU	No
L3671	N/A		N/A	NU	No
L3674	N/A		N/A	NU	No
L3675	N/A		N/A	NU	No
L3677	N/A		N/A	NU	No
L3678	N/A		N/A	NU	No
L3702	N/A		N/A	NU	No
L3710	N/A		N/A	NU	No
L3720	N/A		N/A	NU	No
L3730	N/A		N/A	NU	No
L3740	N/A		N/A	NU	No
L3760	N/A		N/A	NU	No
L3761	N/A		N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L3762	N/A	N/A	NU	No
L3763	N/A	N/A	NU	No
L3764	N/A	N/A	NU	No
L3765	N/A	N/A	NU	No
L3766	N/A	N/A	NU	No
L3806	N/A	N/A	NU	No
L3807	N/A	N/A	NU	No
L3808	N/A	N/A	NU	No
L3809	N/A	N/A	NU	No
L3891	N/A	N/A	NU	No
L3900	N/A	N/A	NU	No
L3901	N/A	N/A	NU	No
L3904	N/A	N/A	NU	No
L3905	N/A	N/A	NU	No
L3906	N/A	N/A	NU	No
L3908	N/A	N/A	NU	No
L3912	N/A	N/A	NU	No
L3913	N/A	N/A	NU	No
L3915	N/A	N/A	NU	No
L3916	N/A	N/A	NU	No
L3917	N/A	N/A	NU	No
L3918	N/A	N/A	NU	No
L3919	N/A	N/A	NU	No
L3921	N/A	N/A	NU	No
L3923	N/A	N/A	NU	No
L3924	N/A	N/A	NU	No
L3925	N/A	N/A	NU	No
L3927	N/A	N/A	NU	No
L3929	N/A	N/A	NU	No
L3930	N/A	N/A	NU	No
L3931	N/A	N/A	NU	No
L3933	N/A	N/A	NU	No
L3935	N/A	N/A	NU	No
L3960	N/A	N/A	NU	No
L3961	N/A	N/A	NU	No
L3962	N/A	N/A	NU	No
L3967	N/A	N/A	NU	No
L3971	N/A	N/A	NU	No
L3973	N/A	N/A	NU	No
L3975	N/A	N/A	NU	No
L3976	N/A	N/A	NU	No
L3977	N/A	N/A	NU	No
L3978	N/A	N/A	NU	No
L3980	N/A	N/A	NU	No
L3982	N/A	N/A	NU	No
L3984	N/A	N/A	NU	No
L3995	N/A	N/A	NU	No
L4000	N/A	N/A	NU	No
L4002	N/A	N/A	NU	No
L4010	N/A	N/A	NU	No
L4020	N/A	N/A	NU	No
L4030	N/A	N/A	NU	No
L4040	N/A	N/A	NU	No
L4045	N/A	N/A	NU	No
L4050	N/A	N/A	NU	No
L4055	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L4060	N/A	N/A	NU	No
L4070	N/A	N/A	NU	No
L4080	N/A	N/A	NU	No
L4090	N/A	N/A	NU	No
L4100	N/A	N/A	NU	No
L4110	N/A	N/A	NU	No
L4130	N/A	N/A	NU	No
L4350	N/A	N/A	NU	No
L4360	N/A	N/A	NU	No
L4361	N/A	N/A	NU	No
L4370	N/A	N/A	NU	No
L4386	N/A	N/A	NU	No
L4387	N/A	N/A	NU	No
L4392	N/A	N/A	NU	No
L4394	N/A	N/A	NU	No
L4396	N/A	N/A	NU	No
L4397	N/A	N/A	NU	No
L4398	N/A	N/A	NU	No
L4631	N/A	N/A	NU	No
L5000	N/A	N/A	NU	No
L5010	N/A	N/A	NU	No
L5020	N/A	N/A	NU	No
L5050	N/A	N/A	NU	No
L5060	N/A	N/A	NU	No
L5100	N/A	N/A	NU	No
L5105	N/A	N/A	NU	No
L5150	N/A	N/A	NU	No
L5160	N/A	N/A	NU	No
L5200	N/A	N/A	NU	No
L5210	N/A	N/A	NU	No
L5220	N/A	N/A	NU	No
L5230	N/A	N/A	NU	No
L5250	N/A	N/A	NU	No
L5270	N/A	N/A	NU	No
L5280	N/A	N/A	NU	No
L5301	N/A	N/A	NU	No
L5312	N/A	N/A	NU	No
L5321	N/A	N/A	NU	No
L5331	N/A	N/A	NU	No
L5341	N/A	N/A	NU	No
L5400	N/A	N/A	NU	No
L5410	N/A	N/A	NU	No
L5420	N/A	N/A	NU	No
L5430	N/A	N/A	NU	No
L5450	N/A	N/A	NU	No
L5460	N/A	N/A	NU	No
L5500	N/A	N/A	NU	No
L5505	N/A	N/A	NU	No
L5510	N/A	N/A	NU	No
L5520	N/A	N/A	NU	No
L5530	N/A	N/A	NU	No
L5535	N/A	N/A	NU	No
L5540	N/A	N/A	NU	No
L5560	N/A	N/A	NU	No
L5570	N/A	N/A	NU	No
L5580	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L5585	N/A	N/A	NU	No
L5590	N/A	N/A	NU	No
L5595	N/A	N/A	NU	No
L5600	N/A	N/A	NU	No
L5610	N/A	N/A	NU	No
L5611	N/A	N/A	NU	No
L5613	N/A	N/A	NU	No
L5614	N/A	N/A	NU	No
L5616	N/A	N/A	NU	No
L5617	N/A	N/A	NU	No
L5618	N/A	N/A	NU	No
L5620	N/A	N/A	NU	No
L5622	N/A	N/A	NU	No
L5624	N/A	N/A	NU	No
L5626	N/A	N/A	NU	No
L5628	N/A	N/A	NU	No
L5629	N/A	N/A	NU	No
L5630	N/A	N/A	NU	No
L5631	N/A	N/A	NU	No
L5632	N/A	N/A	NU	No
L5634	N/A	N/A	NU	No
L5636	N/A	N/A	NU	No
L5637	N/A	N/A	NU	No
L5638	N/A	N/A	NU	No
L5639	N/A	N/A	NU	No
L5640	N/A	N/A	NU	No
L5642	N/A	N/A	NU	No
L5643	N/A	N/A	NU	No
L5644	N/A	N/A	NU	No
L5645	N/A	N/A	NU	No
L5646	N/A	N/A	NU	No
L5647	N/A	N/A	NU	No
L5648	N/A	N/A	NU	No
L5649	N/A	N/A	NU	No
L5650	N/A	N/A	NU	No
L5651	N/A	N/A	NU	No
L5652	N/A	N/A	NU	No
L5653	N/A	N/A	NU	No
L5654	N/A	N/A	NU	No
L5655	N/A	N/A	NU	No
L5656	N/A	N/A	NU	No
L5658	N/A	N/A	NU	No
L5661	N/A	N/A	NU	No
L5665	N/A	N/A	NU	No
L5666	N/A	N/A	NU	No
L5668	N/A	N/A	NU	No
L5670	N/A	N/A	NU	No
L5671	N/A	N/A	NU	No
L5672	N/A	N/A	NU	No
L5673	N/A	N/A	NU	No
L5676	N/A	N/A	NU	No
L5677	N/A	N/A	NU	No
L5678	N/A	N/A	NU	No
L5679	N/A	N/A	NU	No
L5680	N/A	N/A	NU	No
L5681	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L5682	N/A	N/A	NU	No
L5683	N/A	N/A	NU	No
L5684	N/A	N/A	NU	No
L5685	N/A	N/A	NU	No
L5686	N/A	N/A	NU	No
L5688	N/A	N/A	NU	No
L5690	N/A	N/A	NU	No
L5692	N/A	N/A	NU	No
L5694	N/A	N/A	NU	No
L5695	N/A	N/A	NU	No
L5696	N/A	N/A	NU	No
L5697	N/A	N/A	NU	No
L5698	N/A	N/A	NU	No
L5699	N/A	N/A	NU	No
L5700	N/A	N/A	NU	No
L5701	N/A	N/A	NU	No
L5702	N/A	N/A	NU	No
L5703	N/A	N/A	NU	No
L5704	N/A	N/A	NU	No
L5705	N/A	N/A	NU	No
L5706	N/A	N/A	NU	No
L5707	N/A	N/A	NU	No
L5710	N/A	N/A	NU	No
L5711	N/A	N/A	NU	No
L5712	N/A	N/A	NU	No
L5714	N/A	N/A	NU	No
L5716	N/A	N/A	NU	No
L5718	N/A	N/A	NU	No
L5722	N/A	N/A	NU	No
L5724	N/A	N/A	NU	No
L5726	N/A	N/A	NU	No
L5728	N/A	N/A	NU	No
L5780	N/A	N/A	NU	No
L5781	N/A	N/A	NU	No
L5785	N/A	N/A	NU	No
L5790	N/A	N/A	NU	No
L5795	N/A	N/A	NU	No
L5810	N/A	N/A	NU	No
L5811	N/A	N/A	NU	No
L5812	N/A	N/A	NU	No
L5814	N/A	N/A	NU	No
L5816	N/A	N/A	NU	No
L5818	N/A	N/A	NU	No
L5822	N/A	N/A	NU	No
L5824	N/A	N/A	NU	No
L5826	N/A	N/A	NU	No
L5828	N/A	N/A	NU	No
L5830	N/A	N/A	NU	No
L5840	N/A	N/A	NU	No
L5845	N/A	N/A	NU	No
L5848	N/A	N/A	NU	No
L5850	N/A	N/A	NU	No
L5855	N/A	N/A	NU	No
L5910	N/A	N/A	NU	No
L5920	N/A	N/A	NU	No
L5925	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L5930	N/A	N/A	NU	No
L5940	N/A	N/A	NU	No
L5950	N/A	N/A	NU	No
L5960	N/A	N/A	NU	No
L5961	N/A	N/A	NU	No
L5962	N/A	N/A	NU	No
L5964	N/A	N/A	NU	No
L5966	N/A	N/A	NU	No
L5968	N/A	N/A	NU	No
L5970	N/A	N/A	NU	No
L5971	N/A	N/A	NU	No
L5972	N/A	N/A	NU	No
L5974	N/A	N/A	NU	No
L5975	N/A	N/A	NU	No
L5976	N/A	N/A	NU	No
L5978	N/A	N/A	NU	No
L5979	N/A	N/A	NU	No
L5980	N/A	N/A	NU	No
L5981	N/A	N/A	NU	No
L5982	N/A	N/A	NU	No
L5984	N/A	N/A	NU	No
L5985	N/A	N/A	NU	No
L5986	N/A	N/A	NU	No
L5987	N/A	N/A	NU	No
L5988	N/A	N/A	NU	No
L6000	N/A	N/A	NU	No
L6010	N/A	N/A	NU	No
L6020	N/A	N/A	NU	No
L6026	N/A	N/A	NU	No
L6050	N/A	N/A	NU	No
L6055	N/A	N/A	NU	No
L6100	N/A	N/A	NU	No
L6110	N/A	N/A	NU	No
L6120	N/A	N/A	NU	No
L6130	N/A	N/A	NU	No
L6200	N/A	N/A	NU	No
L6205	N/A	N/A	NU	No
L6250	N/A	N/A	NU	No
L6300	N/A	N/A	NU	No
L6310	N/A	N/A	NU	No
L6320	N/A	N/A	NU	No
L6350	N/A	N/A	NU	No
L6360	N/A	N/A	NU	No
L6370	N/A	N/A	NU	No
L6380	N/A	N/A	NU	No
L6382	N/A	N/A	NU	No
L6384	N/A	N/A	NU	No
L6386	N/A	N/A	NU	No
L6388	N/A	N/A	NU	No
L6400	N/A	N/A	NU	No
L6450	N/A	N/A	NU	No
L6500	N/A	N/A	NU	No
L6550	N/A	N/A	NU	No
L6570	N/A	N/A	NU	No
L6580	N/A	N/A	NU	No
L6582	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L6584	N/A	N/A	NU	No
L6588	N/A	N/A	NU	No
L6590	N/A	N/A	NU	No
L6600	N/A	N/A	NU	No
L6605	N/A	N/A	NU	No
L6610	N/A	N/A	NU	No
L6615	N/A	N/A	NU	No
L6616	N/A	N/A	NU	No
L6620	N/A	N/A	NU	No
L6621	N/A	N/A	NU	No
L6623	N/A	N/A	NU	No
L6625	N/A	N/A	NU	No
L6628	N/A	N/A	NU	No
L6629	N/A	N/A	NU	No
L6630	N/A	N/A	NU	No
L6632	N/A	N/A	NU	No
L6635	N/A	N/A	NU	No
L6637	N/A	N/A	NU	No
L6638	N/A	N/A	NU	No
L6640	N/A	N/A	NU	No
L6641	N/A	N/A	NU	No
L6642	N/A	N/A	NU	No
L6645	N/A	N/A	NU	No
L6646	N/A	N/A	NU	No
L6647	N/A	N/A	NU	No
L6648	N/A	N/A	NU	No
L6650	N/A	N/A	NU	No
L6655	N/A	N/A	NU	No
L6660	N/A	N/A	NU	No
L6665	N/A	N/A	NU	No
L6670	N/A	N/A	NU	No
L6672	N/A	N/A	NU	No
L6675	N/A	N/A	NU	No
L6676	N/A	N/A	NU	No
L6677	N/A	N/A	NU	No
L6680	N/A	N/A	NU	No
L6682	N/A	N/A	NU	No
L6684	N/A	N/A	NU	No
L6686	N/A	N/A	NU	No
L6687	N/A	N/A	NU	No
L6688	N/A	N/A	NU	No
L6689	N/A	N/A	NU	No
L6690	N/A	N/A	NU	No
L6691	N/A	N/A	NU	No
L6692	N/A	N/A	NU	No
L6693	N/A	N/A	NU	No
L6694	N/A	N/A	NU	No
L6695	N/A	N/A	NU	No
L6696	N/A	N/A	NU	No
L6698	N/A	N/A	NU	No
L6703	N/A	N/A	NU	No
L6704	N/A	N/A	NU	No
L6706	N/A	N/A	NU	No
L6707	N/A	N/A	NU	No
L6708	N/A	N/A	NU	No
L6709	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L6711	N/A	N/A	NU	No
L6712	N/A	N/A	NU	No
L6713	N/A	N/A	NU	No
L6714	N/A	N/A	NU	No
L6721	N/A	N/A	NU	No
L6722	N/A	N/A	NU	No
L6805	N/A	N/A	NU	No
L6810	N/A	N/A	NU	No
L6881	N/A	N/A	NU	No
L6882	N/A	N/A	NU	No
L6890	N/A	N/A	NU	No
L6895	N/A	N/A	NU	No
L6900	N/A	N/A	NU	No
L6905	N/A	N/A	NU	No
L6910	N/A	N/A	NU	No
L6915	N/A	N/A	NU	No
L6920	N/A	N/A	NU	No
L6925	N/A	N/A	NU	No
L6930	N/A	N/A	NU	No
L6935	N/A	N/A	NU	No
L6940	N/A	N/A	NU	No
L6945	N/A	N/A	NU	No
L6950	N/A	N/A	NU	No
L6955	N/A	N/A	NU	No
L6960	N/A	N/A	NU	No
L6965	N/A	N/A	NU	No
L6970	N/A	N/A	NU	No
L6975	N/A	N/A	NU	No
L7040	N/A	N/A	NU	No
L7045	N/A	N/A	NU	No
L7170	N/A	N/A	NU	No
L7180	N/A	N/A	NU	No
L7185	N/A	N/A	NU	No
L7186	N/A	N/A	NU	No
L7190	N/A	N/A	NU	No
L7191	N/A	N/A	NU	No
L7360	N/A	N/A	NU	No
L7362	N/A	N/A	NU	No
L7364	N/A	N/A	NU	No
L7366	N/A	N/A	NU	No
L7367	N/A	N/A	NU	No
L7368	N/A	N/A	NU	No
L7400	N/A	N/A	NU	No
L7600	N/A	N/A	NU	No
L7700	N/A	N/A	NU	No
L8000	N/A	N/A	NU	No
L8010	N/A	N/A	NU	No
L8015	N/A	N/A	NU	No
L8020	N/A	N/A	NU	No
L8030	N/A	N/A	NU	No
L8031	N/A	N/A	NU	No
L8032	N/A	N/A	NU	No
L8033	N/A	N/A	NU	No
L8040	N/A	N/A	NU	No
L8041	N/A	N/A	NU	No
L8042	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims				
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase
L8043	N/A	N/A	NU	No
L8044	N/A	N/A	NU	No
L8045	N/A	N/A	NU	No
L8046	N/A	N/A	NU	No
L8047	N/A	N/A	NU	No
L8049	N/A	N/A	NU	No
L8300	N/A	N/A	NU	No
L8310	N/A	N/A	NU	No
L8320	N/A	N/A	NU	No
L8330	N/A	N/A	NU	No
L8400	N/A	N/A	NU	No
L8410	N/A	N/A	NU	No
L8415	N/A	N/A	NU	No
L8417	N/A	N/A	NU	No
L8420	N/A	N/A	NU	No
L8430	N/A	N/A	NU	No
L8435	N/A	N/A	NU	No
L8440	N/A	N/A	NU	No
L8460	N/A	N/A	NU	No
L8465	N/A	N/A	NU	No
L8470	N/A	N/A	NU	No
L8480	N/A	N/A	NU	No
L8485	N/A	N/A	NU	No
L8500	N/A	N/A	NU	No
L8501	N/A	N/A	NU	No
L8507	N/A	N/A	NU	No
L8509	N/A	N/A	NU	No
L8510	N/A	N/A	NU	No
L8511	N/A	N/A	NU	No
L8603	N/A	N/A	NU	No
L8604	N/A	N/A	NU	No
L8605	N/A	N/A	NU	No
L8606	N/A	N/A	NU	No
L8614	N/A	N/A	NU	No
L8615	N/A	N/A	NU	No
L8616	N/A	N/A	NU	No
L8617	N/A	N/A	NU	No
L8618	N/A	N/A	NU	No
L8619	N/A	N/A	NU	No
L8621	N/A	N/A	NU	No
L8622	N/A	N/A	NU	No
L8623	N/A	N/A	NU	No
L8624	N/A	N/A	NU	No
L8625	N/A	N/A	NU	No
L8629	N/A	N/A	NU	No
L8680	N/A	N/A	NU	No
L8685	N/A	N/A	NU	No
L8686	N/A	N/A	NU	No
L8687	N/A	N/A	NU	No
L8688	N/A	N/A	NU	No
L8690	N/A	N/A	NU	No
L8691	N/A	N/A	NU	No
L8692	N/A	N/A	NU	No
L8693	N/A	N/A	NU	No
L8694	N/A	N/A	NU	No
S1040	N/A	N/A	NU	No

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX D

ENHANCED FMAP IDENTIFICATION CRITERIA

Wisconsin Department of Health Services Codes Used to Identify Enhanced Match ARPA Claims					
Procedure Code	Provider Contract	Billing Provider Type	Modifier	Reimbursement Increase	
S8270	N/A	N/A	NU	No	
S8420	N/A	N/A	RR	No	
S8420	N/A	N/A	NU	No	
S8421	N/A	N/A	NU	No	
S8422	N/A	N/A	RR	No	
S8422	N/A	N/A	NU	No	
S8423	N/A	N/A	RR	No	
S8423	N/A	N/A	NU	No	
S8424	N/A	N/A	NU	No	
S8425	N/A	N/A	RR	No	
S8425	N/A	N/A	NU	No	
S8426	N/A	N/A	RR	No	
S8426	N/A	N/A	NU	No	
S8427	N/A	N/A	NU	No	
S8428	N/A	N/A	NU	No	
S8999	N/A	N/A	NU	No	
T5001	N/A	N/A	RR	No	
V2623	N/A	N/A	NU	No	
V2624	N/A	N/A	NU	No	
V2625	N/A	N/A	NU	No	
V2626	N/A	N/A	NU	No	
V2627	N/A	N/A	NU	No	

This material assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The material was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adults program. It may not be appropriate for other purposes. Milliman does not intend to benefit, and assumes no duty or liability to, other parties who receive this work. This material should only be reviewed in its entirety.

APPENDIX E

Actuarial Certification

This report assumes the reader is familiar with the State of Wisconsin's Medicaid program, its benefits, and rate setting principles. The report was prepared solely to provide assistance to DHS to set 2024 capitation rates for the BadgerCare Plus Standard and Childless Adult Program. It may not be appropriate for other purposes. Milliman does not intend to benefit and assumes no duty or liability to other parties who receive this work. This report should only be reviewed in its entirety.

State of Wisconsin Department of Health Services
Calendar Year 2024 Capitation Rate Development
BadgerCare Plus Standard and Childless Adult Program

December 21, 2023



17335 Golf Parkway
Suite 100
Brookfield, WI 53045
USA
Tel +1 262 784 2250

milliman.com

Shelly S. Brandel, FSA, MAAA
Principal and Consulting Actuary

shelly.brandel@milliman.com

December 21, 2023

**Wisconsin Department of Health Services
BadgerCare Plus Standard and Childless Adults Medicaid Managed Care Program
January through December 2024 Capitation Rates
Actuarial Certification**

I, Shelly S. Brandel, am associated with the firm of Milliman, Inc. and am a member of the American Academy of Actuaries and meet its Qualification Standards for Statements of Actuarial Opinion. I have been retained by the Wisconsin Department of Health Services (DHS) to perform an actuarial certification of the BadgerCare Plus (BCP) Standard and Childless Adults program capitation rates for January through December 2024 for filing with the Centers for Medicare and Medicaid Services (CMS). I reviewed the calculated capitation rates and am familiar with the relevant requirements of 42 CFR 438, the CMS "Appendix A, PAHP, PIHP, and MCO Contracts Financial Review Documentation for At-risk Capitated Contracts Ratesetting," the 2023 - 2024 Medicaid Managed Care Rate Development Guide, and Actuarial Standard of Practice (ASOP) 49.

To the best of my information, knowledge, and belief, the 2023 BCP capitation rates offered by DHS are in compliance with the relevant requirements of § CFR 438.3(c), 438.3(e), 438.4, 438.5, 438.6, and 438.7.

The attached actuarial report describes the capitation rate setting methodology.

In my opinion, the capitation rates are actuarially sound, as defined in ASOP 49, were developed in accordance with generally accepted actuarial principles and practices, and are appropriate for the populations to be covered and the services to be furnished under the contract.

In making my opinion, I relied upon the accuracy of the underlying records, data summaries, and calculations prepared by DHS, as well as encounter data and financial data summaries prepared by the participating HMOs. A copy of the reliance letter received from DHS is attached and constitutes part of this opinion. I did not audit the data and calculations, but did review them for reasonableness and consistency and did not find material defects. In other respects, my examination included such review of the underlying assumptions and methods used and such tests of the calculations as I considered necessary.

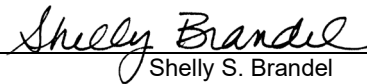
The capitation rates developed may not be appropriate for any specific HMO. Any HMO will need to review the rates in relation to the benefits provided. Each HMO should compare the rates with its own experience, expenses, capital and surplus, and profit requirements prior to agreeing to contract with DHS. The HMO may require rates above, equal to, or below the actuarially sound capitation rates.

Actuarial methods, considerations, and analyses used in forming my opinion conform to the appropriate Standards of Practice as promulgated from time-to-time by the Actuarial Standards Board, whose standards form the basis of this Statement of Opinion.

It should be emphasized that capitation rates are a projection of future costs based on a set of assumptions. Actual costs will be dependent on each contracted HMO's situation and experience.



This Opinion assumes the reader is familiar with the Wisconsin Medicaid program, Medicaid eligibility rules, and actuarial rating techniques. The Opinion is intended for the State of Wisconsin and Centers for Medicare and Medicaid Services and should not be relied on by other parties. The reader should be advised by actuaries or other professionals competent in the area of actuarial rate projections of the type in this Opinion, so as to properly interpret the projection results.



Shelly S. Brandel
Member, American Academy of Actuaries

December 21, 2023

Tony Evers
Governor



DIVISION OF MEDICAID SERVICES

1 WEST WILSON STREET
PO BOX 309
MADISON WI 53701-0309

Kirsten Johnson
Secretary

State of Wisconsin
Department of Health Services

Telephone: 608-266-8922
Fax: 608-266-1096
TTY: 711

November 29, 2023

Ms. Shelly S. Brandel, FSA
Principal and Consulting Actuary
Milliman, Inc.
17335 Golf Parkway, Suite 100
Brookfield, WI 53045

RE: January 1, 2024 through December 31, 2024 Wisconsin Medicaid BadgerCare Plus and Supplemental Security Income (SSI) Managed Care Rate Development Data Reliance Letter

Dear Shelly:

I, Grant Cummings, Director for the Bureau of Rate Setting for the Wisconsin Department of Health Services (DHS), hereby affirm that the data prepared and submitted to Milliman, Inc. (Milliman) for the purpose of certifying Wisconsin Medicaid BadgerCare Plus and Supplemental Security Income (SSI) rate development for 2024 were prepared under my direction, and to the best of my knowledge and belief are accurate and complete. This includes the following information supporting the rate development:

1. Data files supporting the January – December 2024 capitation rate development, including:
 - a. Fee-for-service claim data
 - b. HMO encounter data
 - c. Eligibility data
 - d. 2023 and 2024 APR-DRG and per diem payment rates and parameters for the Wisconsin Medicaid FFS program
 - e. 2023 and 2024 EAPG and non-EAPG outpatient facility payment rates and parameters for the Wisconsin Medicaid FFS program

2. Other supporting data, including:
 - a. Monthly identification of ventilator-dependent members
 - b. HMO financial data
 - c. Member eligibility redetermination reports
 - d. Projected 2024 member months
 - e. 2024 provider access payment funding amounts
 - f. Historical performance withhold payments
 - g. Information regarding program changes including Medicaid fee schedule changes
 - h. Details regarding the scope of HMO covered services and eligible recipients
 - i. Identification of claims eligible for enhanced federal match
 - j. 2024 directed payment preprints submitted to CMS
 - k. Other computer files and clarifying correspondence

Milliman relied on DHS for the collection and re-pricing of the FFS and encounter data to the Medicaid fee schedule amount at the time of each incurred claim. Milliman relied on the HMOs to provide accurate financial data as certified by the HMOs. Milliman did not audit the data, but assessed the data for reasonableness.

Sincerely,

A handwritten signature in black ink that reads "Grant Cummings".

Grant Cummings
Director, Bureau of Rate Setting
Wisconsin Department of Health Services

For more information about Milliman,
please visit us at:

milliman.com



Milliman is among the world's largest providers of actuarial and related products and services. The firm has consulting practices in life insurance and financial services, property and casualty insurance, healthcare, and employee benefits. Founded in 1947, Milliman is an independent firm with offices in major cities around the globe.

milliman.com

CONTACT

Shelly S. Brandel
shelly.brandel@milliman.com

Jill H. Brostowitz
jill.brostowitz@milliman.com

Emily J. Vandermause
emily.vandermause@milliman.com