MEMORANDUM

TO: QUEST Integration (QI) Health Plans

FROM: Judy Mohr Peterson, PhD
Med-QUEST Division Administrator

SUBJECT: MEDICAID FEE-FOR-SERVICE HOSPICE RATES EFFECTIVE OCTOBER 1, 2016 THROUGH SEPTEMBER 30, 2017

Please find the Medicaid Fee-For-Service (FFS) hospice reimbursement rates for all participating providers listed below. The memorandum dated November 28, 2016, QI-1617, is being rescinded and replaced by QI-1618.

The rates are based on the CMS publication related to Annual Change in Medicaid Hospice Payment Rates dated September 7, 2016 and the FY 2017 Hospice Wage Index downloaded from CMS website. The rates below are based on the assumption that all Hospice providers in the State of Hawaii have complied with the Quality Assurance regulations as stated in the CMS memorandum. The rates are effective for service dates starting on or after October 1, 2016.

I. Oahu (Urban) Hospice Providers

<table>
<thead>
<tr>
<th>SERVICES</th>
<th>DAILY/HOURLY RATES</th>
</tr>
</thead>
<tbody>
<tr>
<td>Routine Home Care (Days 1-60)</td>
<td>$220.21/day</td>
</tr>
<tr>
<td>Routine Home Care (Day +61)</td>
<td>$173.13/day</td>
</tr>
<tr>
<td>Service Intensity Add-On</td>
<td>$46.41/hour</td>
</tr>
<tr>
<td>Continuous Home Care</td>
<td>$1,113.73/day</td>
</tr>
<tr>
<td></td>
<td>$46.41/hour</td>
</tr>
<tr>
<td>Inpatient Respite Care</td>
<td>$201.82/day</td>
</tr>
<tr>
<td>General Inpatient Care</td>
<td>$840.46/day</td>
</tr>
</tbody>
</table>
II. Neighbor Island (Rural) Hospice Providers

<table>
<thead>
<tr>
<th>SERVICES</th>
<th>DAILY/HOURLY RATES</th>
</tr>
</thead>
<tbody>
<tr>
<td>Routine Home Care (Days 1-60)</td>
<td>$203.08/day</td>
</tr>
<tr>
<td>Routine Home Care (Day +61)</td>
<td>$159.67/day</td>
</tr>
<tr>
<td>Service Intensity Add-cn</td>
<td>$42.80/hour</td>
</tr>
<tr>
<td>Continuous Home Care</td>
<td>$1,027.14/day</td>
</tr>
<tr>
<td></td>
<td>$42.80/hour</td>
</tr>
<tr>
<td>Inpatient Respite Care</td>
<td>$189.10/day</td>
</tr>
<tr>
<td>General Inpatient Care</td>
<td>$779.02/day</td>
</tr>
</tbody>
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If you have any questions, please contact Ms. Myrna Maramag, Accountant at (808) 692-7981.