MEMORANDUM

To: The Fairbanks North Star Borough Assembly

Thru: Karl Kassel, Borough Mayor

Thru: David Gibbs, Emergency Operations Director

Date: March 23, 2017

Subject: Resolution 2017-08

A RESOLUTION IN SUPPORT OF LEGISLATION TO FACILITATE IMPLEMENTATION OF AN ALASKA GROUND EMERGENCY MEDICAL TRANSPORT (GEMT) SUPPLEMENTAL REIMBURSEMENT PROGRAM

Emergency Medical Service (EMS) providers throughout Alaska are seeking for their communities to be able to participate in a supplemental Ground Emergency Medical Transportation (GEMT) program. This voluntary Certified Public Expenditure (CPE) based program provides supplemental funding to public agencies that provide GEMT services to Medicaid beneficiaries. EMS providers, working with the Alaska Fire Chiefs Association, are seeking legislation to implement the GEMT Program in Alaska.

GEMT is not related to Medicaid expansion and is not part of the Affordable Care Act. GEMT can cover up to twenty percent of a provider’s cost for administrative fees. This legislation would not add burden to the local taxpayer.

The Fairbanks North Star Borough provides non areawide emergency medical services funded through a combination of service fees and a tax levy. The cost of providing the service is split evenly between these two revenue sources. When a Medicaid-eligible patient is transported to the hospital, only a fraction of the cost is reimbursed by Medicaid. The GEMT Supplementary Reimbursement Program is a way to recover some of the uncompensated costs above what Medicaid covers.

The FNSB charges $1,000 per ambulance transport, plus mileage charges, however, the average Medicaid reimbursement is only $455 per patient. During CY 2016, approximately thirty percent of the patients transported by borough EMS providers were Medicaid beneficiaries; accruing more than $430,000 in uncompensated costs. These uncompensated costs could be recoverable under the GEMT program.
Implementation of the GEMT program involves amending the Alaska Medicaid State Plan\(^1\) to include GEMT reimbursement. Hospitals and other health care facilities have been accessing supplemental reimbursements for years and ten other states are successfully utilizing or have pending legislation to participate in the GEMT program for ambulance transportation.

I respectfully urge you to support legislation to facilitate implementation of an Alaska GEMT Supplemental Reimbursement Program.

\(^1\) [http://dhss.alaska.gov/Commissioner/Pages/MedicaidStatePlan/default.aspx](http://dhss.alaska.gov/Commissioner/Pages/MedicaidStatePlan/default.aspx)
FAIRBANKS NORTH STAR BOROUGH

RESOLUTION NO. 2017 - 08

A RESOLUTION IN SUPPORT OF LEGISLATION TO FACILITATE IMPLEMENTATION OF AN ALASKA GROUND EMERGENCY MEDICAL TRANSPORT (GEMT) SUPPLEMENTAL REIMBURSEMENT PROGRAM

WHEREAS, The Fairbanks North Star Borough provides emergency medical services to citizens and visitors in Interior Alaska; and

WHEREAS, The Fairbanks North Star Borough receives partial reimbursement for the cost of providing emergency medical services to Medicaid beneficiaries; and

WHEREAS, The Fairbanks North Star Borough emergency medical service system incurs additional uncompensated costs when providing services to Medicaid beneficiaries; and

WHEREAS, Federal Centers for Medicare and Medicaid Services provide supplementary reimbursement of uncompensated costs incurred by emergency medical service providers in the treatment and transportation of Medicaid beneficiaries in states participating in the Ground Emergency Medical Transportation program; and

WHEREAS, Federal Centers for Medicare and Medicaid Services provide reimbursement for the administrative costs associated with administration of the Ground Emergency Medical Transportation program; and
WHEREAS, The Ground Emergency Medical Transportation program is not part
of any Medicaid expansion effort and is not associated with the Affordable Care Act;
and

WHEREAS, Enacting Ground Emergency Medical Transportation legislation is
the first step in facilitating implementation of the Ground Emergency Medical
Transportation program in Alaska.

NOW, THEREFORE, BE IT RESOLVED that the Assembly of the
Fairbanks North Star Borough supports legislation facilitating implementation of the
Ground Emergency Medical Transportation program to Alaska.

PASSED AND APPROVED THIS ____ DAY OF ____________, 2017.

__________________________
Kathryn Dodge
Presiding Officer

ATTEST:

APPROVED:

__________________________
Nanci Ashford-Bingham, MMC
Borough Clerk

__________________________
Jill S. Dolan
Borough Attorney
GEMT 101

by Chief John Paul Jones, President, Missouri Valley Division

There are states within the Missouri Valley Division that are building a coalition of stakeholders within each individual state to support state-specific legislation which permits public agencies providing emergency medical services (EMS) the ability to receive supplemental reimbursement for valuable services currently being performed. This information is being provided to assist administrators of public agencies within states that are in the Missouri Valley Division of the AFC that provide emergency medical transport, pre-stabilization, or preparation for transport. This document also represents basic information for stakeholder groups for discussion with local officials.

GROUND EMERGENCY MEDICAL TRANSPORT SUPPLEMENTAL REIMBURSEMENT (GEMT)

GEMT legislation would allow public agencies who are obligated by law to provide EMS to receive supplemental reimbursement from the Federal Government for valuable services currently being performed but not paid for:
- The initiative is NOT part of any Medicaid expansion effort.
- This initiative is viewed as relief for public entities that provide for EMS transport.
- GEMT is NOT associated with the Affordable Care Act.

The Federal Government is required to provide assistance in the form of Medicaid reimbursement for qualified individuals that meet certain criteria. Each state that adopts a reimbursement program is “entitled” to receive federal funds to assist that state with providing this healthcare coverage.

GEMT is not new; currently, Washington, California, Texas, Indiana, North Carolina, Massachusetts, and Louisiana use some form of these programs to draw down Federal dollars to help offset the cost of providing ground emergency medical transport services.

THE GROUND EMERGENCY MEDICAL TRANSPORT SUPPLEMENTAL REIMBURSEMENT PROGRAM:
- Draw down Federal dollars to help offset the cost of providing emergency ambulance and transport for qualifying Medicaid patients.
- Two primary mechanisms for drawing down money are CPE's and IGT's.

The governmental agency that operates the EMS services are allowed to participate in the recovery of costs associated with providing medical services which includes transportation of Medicaid beneficiaries when the state Medicaid program does not cover the full cost of the service. The two most common ways that this occurs are through Certified Public Expenditure (CPE) and Inter-Governmental Transfer (IGT).

CPE's are Certified Public Expenditures for use in Free for Service (FFS) Cost-Sharing Program approximately 50/50 split of the uncompensated cost of the service. An entitlement program that is mandatory (is not subject to federal appropriations).

IGT's are Inter-Governmental Transfers. Cost-sharing program approximately 50/50 split of the total cost of the service. An entitlement program that is mandatory (is not subject to federal appropriations).

There are many programs within states that use these methods to draw down federal money for the same objective as GEMT. The most common are public health programs and schools.

GEMT as applied...

Example: Let's say you have an annual volume of 3,000 total ambulance transports per year by your governmental EMS entity or Fire Department. With a qualifying Medicaid percentage of 20 percent, that would be 1,500 qualifying transports annually.

If the reimbursement rate is $150, and the calculated costs of services is $1,800, we subtract $300 from the

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Missouri Valley Division News
by Chief Jerry Rhoden, International Director

There is a lot going on in our Division. We are experiencing a hot wildfire season. After many of us have seen resources on the west coast, most of the summer, keep your personal vigil and safe, we have had a lot of injuries and LUCO related to the wildfire season.

Colorado and Washington State have been getting a lot of questions about marijuana and emergency responders. Here are a couple of thoughts. The THC level in today’s marijuana and cuticles is much higher than similar products in the 70s. A little goes a long way. It may be legal in Colorado and Washington, but if your employment contract says no THC in your system, no need to try! If you respond to an incident with heavy marijuana smoke in the environment, document it like another exposure.

The Missouri Valley Division has experienced more active shooters/active threats incidents than the other divisions. We just held an IAFC e-Learning webinar on Active Shooter/Active Threat Response Preparedness and Training. Have your training officer check it out. https://infoevents.webex.com/cc3000/eventcenter/recording/recordAction

Our Division is very active on the Fire/MD side of the house. Contact MVD President John Paul Jones jjones3uskfd.org for more information on funding and Deputy Chief Norris Cream ncroom31@fargo.com on Community Paramedicine. I have sent my IAFC Board Meeting/FIRI Report to your State Director. This report contains the AOA Task Force Report and a ran of additional information.

The MVD Luncheon at FIRI was very well attended. President John Paul Jones got us through a number of speakers while promoting our Division networking, it was good to be with all of you. Our thanks to Division Secretary Chief Jack Taylor, our Logistics Section Chief, and Field Unit Leader. Very proud of our Division.

The Missouri Valley Division on your behalf honored outgoing IAFC President Chief Keith Bryan by purchasing a brick for the NFFF Walk of Honor in Emmetburg, IA. He was very touched. It will be placed in the IAFC section south of the main monument. Take a look at your gift the next time you are at the fire academy.

GEMT 101 (continued from page 1)

~1,180 which leaves an uncompensated cost of $1,000 which is the amount that the provider credit charges at 50/50 with the FDA. Next, we multiply the $500 by the 1,000 qualifying patient transports and would be eligible to receive $500,000 in new revenue. This is relief!

CPE/IGT all-inclusive costs can range from $1,000 - $2,000 per transport. Under federal guidelines the cost of providing the transport includes all of the associated costs with providing the service. This includes both direct and indirect costs. As a result, the actual cost of transport can be significantly higher than the reimbursable rate.

These amounts can be adjusted to your actual numbers to give a more realistic representation of the money you would receive:
- Every state participates in CPE or IGT programs
- The programs have existed for more than 30 years
- All states have worked on these programs for more than 30 years
- A majority of all states participate in these programs. Most of these programs have been running for more than 30 years.

To move forward:
- Create enabling legislation to facilitate a State Plan Amendment (SPA)
- SPA creates the program that establishes the "rules" for participation
- The biggest issue with developing these programs is getting the enabling legislation to create a State Plan Amendment or SPA. If the legislation does not specify certain things, you cannot include them in the SPA. The state will draft the SPA language and ensure that it meets state regulations but they will only include what you want to include. The SPA process is very labor intensive and establishes all of the rules for what can be included in the state GEMT program. They do not have the background to know what is all included in your delivery system.
- Providers must develop the SPA, the state will ensure it meets state regulations
- The state will present the SPA to CMS for federal approval
- The state and FDA will only approve what is asked for (if you don't ask, you will not receive).

The state will then submit the SPA for approval to CMS. Once CMS has approved the program providers can begin to collect their revenues for reimbursement.
- It may in fact be possible that all costs associated with the development of the program are applied to the cost of service
- Participation is always voluntary

Note: There is potential for "FIRST RESPONDER REIMBURSEMENT".

More information on this very real potential for first responder reimbursement will follow in future correspondence depending on future developments concerning reimbursement opportunities.

Standby more information to come.

If you have any questions or comments please feel free to contact me jjones3uskfd.org
Desk: 913-573-5948
Cell: 913-669-0730

OCTOBER 2015