To: Patient Enrolment Model Physicians

Published By: Primary Health Care Branch

Date Issued: May 6, 2013

Re: Comprehensive Care Capitation Reduction effective April 1, 2013

Comprehensive Care Capitation Reduction for Roster Size Greater than 2,400 Patients

The 2012 Physician Services Agreement (PSA) between the Ministry of Health and Long-Term Care (MOHLTC) and the Ontario Medical Association (OMA) includes provisions for a reduction to the Comprehensive Care Capitation Payment (CCCP) by 50% for each patient a physician enrolled above 2,400. This reduction is in effect on April 1, 2013.

The reduction to the CCCP is calculated based on the difference between actual enrolment and enrolment of 2,400 patients, using the Ontario provincial average CCCP per patient. The calculation is adjusted for the number of days in a given month, and for daily changes to enrolment during the month. The detailed methodology for the reduction and a sample calculation are provided in the sections that follow.

Eligible Physicians

Physicians receiving Comprehensive Care Capitation Payments for 12 or more months are subject to the reduction which will be applied to the individual physician’s roster size.

Member Day Definition

A single day of patient enrolment is considered a member day.

For example: a patient who is enrolled from April 1, 2013 – April 15, 2013 would be counted as having 15 member days in the month. A patient enrolled from April 1, 2013 – April 30, 2013 would be counted as having thirty member days in the month.
Member Day Reduction Rate
The provincial average CCCP is $2.80 per month or $0.093375112 per day.

Your CCCP calculation will be reduced by 50% of $0.093375112, or $0.046687556 per day when the roster exceeds the allowable member day limit.

Roster Number
The roster number is 2,400 enrolled patients. The reduction is applied for each patient a physician has enrolled over 2,400 patients.

Allowable Member Day
The Allowable Member Day is calculated by multiplying the roster number of 2,400 patients by the number of days in the calendar month in the month the payment is processed. (Leap year months will be accounted for in the year they are applicable)

<table>
<thead>
<tr>
<th>Fiscal Year 2013</th>
<th>Number of calendar days</th>
<th>Roster number</th>
<th>Allowable member days</th>
</tr>
</thead>
<tbody>
<tr>
<td>April</td>
<td>30</td>
<td>2,400</td>
<td>72,000</td>
</tr>
<tr>
<td>May</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
<tr>
<td>June</td>
<td>30</td>
<td>2,400</td>
<td>72,000</td>
</tr>
<tr>
<td>July</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
<tr>
<td>August</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
<tr>
<td>September</td>
<td>30</td>
<td>2,400</td>
<td>72,000</td>
</tr>
<tr>
<td>October</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
<tr>
<td>November</td>
<td>30</td>
<td>2,400</td>
<td>72,000</td>
</tr>
<tr>
<td>December</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
<tr>
<td>January</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
<tr>
<td>February</td>
<td>28</td>
<td>2,400</td>
<td>67,200</td>
</tr>
<tr>
<td>March</td>
<td>31</td>
<td>2,400</td>
<td>74,400</td>
</tr>
</tbody>
</table>

Actual Member Days
Using the enrolment information stored at the ministry; actual member days are the number of days each enrolled patient has been rostered to a physician in the calendar month.

Excess Member Days
Excess member days are the number of days the physician’s total actual member days exceeds the allowable member day in the calendar month. The reduction will be applied to the number of days a physician has in excess of the monthly allowable member days.
Calculating the Reduction

Using the number of allowable member days in April: 72,000

For the purpose of the calculation the actual member days in April: 72,045

¹ The physician has 2,401 patients enrolled for 30 days in April (72,030 actual member days). A new patient is enrolled on April 15th and remains on the roster until the end of the month (additional 15 member days). The total number of rostered patients at month end is 2,402. The total actual member days for the roster in the month of April are 72,045.

Excess member days are calculated by subtracting the actual member days from the allowable member days value:

\[(72,000 - 72,045) = (-45)\]

The number of days over the allowable member day for the month in April is 45 member days.

The total dollar value reduction is calculated by multiplying the member day reduction value by the excess member days:

\[0.046687556 \times (-45) = (-2.10)\]

Solo Remittance Advice (RA) Reporting

The new report and accounting transaction below will appear on the solo RA of eligible physicians who have exceeded the roster number of 2,400 patients.

Sample Report:

<table>
<thead>
<tr>
<th>Capitation Payment Discount Report</th>
</tr>
</thead>
<tbody>
<tr>
<td>Allowable member days in MMM:</td>
</tr>
<tr>
<td>Actual member days:</td>
</tr>
<tr>
<td>Excess member days:</td>
</tr>
<tr>
<td>Daily member day rate:</td>
</tr>
<tr>
<td>CC Capitation Discount Payment</td>
</tr>
</tbody>
</table>

The ‘Capitation Payment Discount Report’ and the accounting transaction will only report on the solo remittance advice in the months where the allowable member day has been exceeded.
Group Remittance Advice (RA) Reporting

For Physician groups who have opted to receive group level capitation payment the following report will appear on the group RA.

Sample Report:

<table>
<thead>
<tr>
<th>Name</th>
<th>Physician Number</th>
<th>Month to date Reduction</th>
<th>Year to date Reduction</th>
</tr>
</thead>
<tbody>
<tr>
<td>McDonald</td>
<td>127987</td>
<td>2.10-</td>
<td>2.10-</td>
</tr>
<tr>
<td>Springer</td>
<td>023455</td>
<td>2.00-</td>
<td>2.00-</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>$4.57-</td>
<td>$4.57-</td>
</tr>
</tbody>
</table>

CCDP ‘CC CAPITATION DISCOUNT PAYMENT’ ($4.57-)

Thank you for your continued participation in advancing Primary Health Care in Ontario.

All claims inquiries should be directed to your Claims Service Branch Office.

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