Overview

The purpose of this document is to describe the guidelines Neighborhood Health Plan (NHP) utilizes to determine the most clinically appropriate level of care for members who require treatment in an Extended Care Facility.

Coverage Guidelines

NHP covers admissions and continued stays in an Extended Care Facility when care meets medical necessity criteria and is within the member’s benefit coverage. Medically necessary Acute Rehabilitation Hospital and Long-Term Care Hospital level of care are covered under a commercial member’s available inpatient rehabilitation benefit and under a MassHealth member’s extended care facility benefit. Care may also be authorized for coverage within the member’s benefit coverage when community care is not appropriate to meet the individual’s needs. Members must require and receive the care authorized for their condition and approved level of care. Members not receiving the services approved under the level of care are evaluated for a more appropriate level of care, facility transfer, and/or discharge. The treating provider must request prior authorization for the specific level of care.

Failure to obtain the required prior authorization or to provide the required notification may result in an administrative denial of payment to the facility.

In order to make a medical necessity determination, NHP requires certain documentation to be provided, including but not limited to: the member’s prior level of function, current medical condition, current functional capacity, current ability to participate in any requested rehabilitation plan, the treatment plan, expected level of improvement, and anticipated length of stay necessary to achieve these goals.

Care managers initiate discharge planning as expeditiously as possible on admission to the Extended Care Facility and throughout the concurrent review process. Care managers coordinate post-discharge care, as appropriate, with the treating facility’s discharge planners/care managers, treating providers, PCP, community agencies, and specialty providers for members with special needs for managed care organization (MCO)-covered and MCO non-covered services.

Acute Rehabilitation Hospital Level of Care

NHP covers medically necessary acute rehabilitation hospital level of care when the request meets InterQual® Rehabilitation Level of Care Criteria for adult and pediatric members. The general guidelines are below:

1. An acute rehabilitation hospitalization is preceded by a new acute condition or an acute exacerbation of a chronic condition that results in significant decrease in functional status in comparison to baseline.
2. Generally a member is considered appropriate for rehabilitation hospital placement only when a medical need exists for an intensive rehabilitation program that includes a multi-disciplinary approach to improve the
member’s ability to function to his or her maximum potential. Factors must be present in the member’s condition that indicates the potential for functional improvement. A member who requires therapy solely to maintain function is not considered an appropriate rehabilitation hospital patient. The nature of the member’s condition must also require all the following:

a. Members must require 24-hour availability of a physician with special training or experience in rehabilitation as reflected by frequent (every 2-3 days), medically necessary physician involvement in the patient’s care.

b. Members must require 24-hour availability of a registered nurse with specialized training or experience in rehabilitation.

c. Members must be able to actively participate in, and be expected to benefit from, at least 3 hours a day (minimally 5 days/week) of therapy, including at least 2 different disciplines consisting of physical therapy, occupational therapy, and speech therapy.

d. Members should be capable of actively participating in a rehabilitation program, as demonstrated by purposeful responsiveness to verbal, visual, and/or tactile stimuli and the ability to follow simple commands.

e. Significant practical improvement towards achieving a maximum level of functioning or pain management must be expected to occur within a reasonable time period.

f. Significant practical improvement towards achieving a maximum level of functioning or pain management must be expected to occur within a reasonable time period commensurate with the member’s diagnosis. As a benchmark, progress meeting short-term goals is expected on a weekly basis.

Long-Term Care Hospital (LTCH)/Chronic Disease Hospital Level of Care

As of February 20, 2017 medical necessity for LTCH level of care is determined through McKesson’s InterQual® criteria. To access the criteria, log in to NHP’s provider website at NHP.Net and click the InterQual® Criteria Lookup link under the Resources Menu. NHP covers medically necessary LTCH level of care when the request meets InterQual® LTCH Level of Care Criteria. General guidelines are found below.

An LTCH is organized and operated to support the complex care required for its patients. An LTCH provides intensive medical and rehabilitation services to patients who continue to require inpatient care. LTCH patients have multiple co-morbid conditions that complicate their primary diagnosis and have multi-system failures that require intensive monitoring. Members in an LTCH require physician-ordered services that can be provided safely, effectively and:

1. That include at least daily physician intervention or the 24-hour availability of medical services and equipment available only in a hospital setting; or

2. The member has a medical condition and treatment needs such that no effective, less costly alternative placement is available to the member such as subacute or SNF level of care.

Subacute Level of Care

NHP covers medically necessary Subacute Level of Care when InterQual® Subacute Level of Care criteria are met with the exclusion of pediatric nursing homes. General guidelines are below:

1. The member must require skilled nursing at least 4 hours a per day, or skilled therapy 2-3 hours per day, at least 5 days a week for well defined, goal-oriented treatment;

2. Skilled services must be performed by or under the direction/supervision of a registered nurse or therapist;

3. For rehabilitation intervention, there must be factors present in the member’s condition that indicate the member’s potential for functional improvement and the ability to actively participate in the rehabilitation plan of care. A member who requires therapy solely to maintain function is not considered an appropriate subacute level of care patient and;

4. Community care is either not available or not appropriate to meet the individual’s skilled therapy needs.

Skilled Nursing Facility (SNF) Level of Care

NHP covers medically necessary subacute level of care when InterQual® SNF criteria is met with the exclusion of pediatric nursing homes. General guidelines are below:

1. The member must require skilled nursing at least daily, or skilled therapy 1-2 hours per day at least 5 days per week for well-defined goal-oriented treatment.

2. Skilled services must be performed by or under the direction/supervision of a registered nurse or therapist.

3. For rehabilitation intervention, there must be factors present in the member’s condition that indicate the member’s potential for functional improvement and the ability to actively participate in the rehabilitation plan
of care. A member who requires therapy solely to maintain function is not considered an appropriate SNF level of care patient.

4. Community care is either not available or not appropriate to meet the individual’s skilled therapy needs.

Nursing Facility (MassHealth Members Only)

MassHealth members may qualify for services in a nursing facility when the member has a medical or mental condition requiring at least 1 daily skilled service listed under Skilled Services, or a combination of at least 3 interventions listed below under Assistance with Activities of Daily Living and Nursing and Therapy Services with at least 1 of the 3 interventions listed under Nursing and Therapy Services.

Skilled Services

Skilled services must be performed daily, as defined in the definitions below, by or under the supervision of a registered nurse or therapist. Skilled services consist of the following:

a. Intravenous, intramuscular, or subcutaneous injection, or intravenous feeding;

b. Nasogastric-tube, gastrostomy, or jejunostomy feeding;

c. Nasopharyngeal aspiration and tracheostomy care, however, long-term care of a tracheotomy tube does not, in itself, indicate the need for skilled services;

d. Treatment and/or application of dressings when the physician has prescribed irrigation, the application of medication, or sterile dressings of deep decubitus ulcers, other widespread skin disorders, or care of wounds, when the skills of a registered nurse are needed to provide safe and effective services (including, but not limited to, ulcers, burns, open surgical sites, fistulas, tube sites, and tumor erosions);

e. Administration of oxygen on a regular and continuing basis when the member’s medical condition warrants skilled observation (for example, when the member has chronic obstructive pulmonary disease or pulmonary edema);

f. Skilled-nursing observation and evaluation of an unstable medical condition (observation must, however, be needed at frequent intervals throughout the 24 hours; for example, for arteriosclerotic heart disease with congestive heart failure);

g. Skilled nursing for management and evaluation of the member’s care plan when underlying conditions or complications require that only a registered nurse can ensure that essential unskilled care is achieving its purpose. The complexity of the unskilled services that are a necessary part of the medical treatment must require the involvement of skilled nursing personnel to promote the member’s recovery and safety;

h. Insertion, sterile irrigation, and replacement of catheters, care of a suprapubic catheter, or, in selected residents, a urethral catheter (a urethral catheter, particularly one placed for convenience or for control of incontinence, does not justify a need for skilled-nursing care). However, the insertion and maintenance of a urethral catheter as an adjunct to the active treatment of disease of the urinary tract may justify a need for skilled nursing care. In such instances, the need for a urethral catheter must be documented and justified in the member’s medical record (for example, cancer of the bladder or a resistant bladder infection);

i. Gait evaluation and training administered or supervised by a registered physical therapist at least five days a week for members whose ability to walk has recently been impaired by a neurological, muscular, or skeletal abnormality following an acute condition (for example, fracture or stroke). The plan must be designed to achieve specific goals within a specific time frame. The member must require these services in an institutional setting;

j. Certain range-of-motion exercises may constitute skilled physical therapy only if they are part of an active treatment plan for a specific state of a disease that has resulted in restriction of mobility (physical-therapy notes showing the degree of motion lost and the degree to be restored must be documented in the member’s medical record);

k. Hot pack, hydrocollator, paraffin bath, or whirlpool treatment will be considered skilled services only when the member’s condition is complicated by a circulatory deficiency, areas of desensitization, open wounds, fractures, or other complications; and

l. Physical, speech/language, occupational, or other therapy that is provided as part of a planned program that is designed, established, and directed by a qualified therapist. The findings of an initial evaluation and periodic reassessments must be documented in the member’s medical record. Skilled therapeutic services must be ordered by a physician and be designed to achieve specific goals within a given time frame.
**Assistance with activities of daily living** includes the following services:

- Bathing, requiring direct care or constant supervision during the entire activity;
- Dressing, requiring direct care or constant supervision during the entire activity;
- Toileting, bladder or bowel, when the member is incontinent of bowel or bladder function day and night or requires scheduled assistance or routine catheter or colostomy care;
- Transfers when a member must be assisted or lifted to another position;
- Mobility/ambulation when the member must be physically steadied, assisted or guided or is unable to propel a wheelchair alone or appropriately and requires the assistance of another person; and
- Eating requiring constant intervention, direct assistance, or constant supervision.

**Nursing and therapy services** include any of the following interventions performed at least 3 times a week:

- Any physician-ordered skilled service outlined under *Skilled Services* (listed above) 3 times a week;
- Positioning while in a bed or a chair as part of the written care plan;
- Medically necessary measurement of input and output;
- Medication administration that require an RN to monitor dose, frequency, or adverse reactions;
- Staff intervention required for selected types of behavior that are generally considered dependent or disruptive, such as disrobing, screaming, or being physically abusive to oneself or others; getting lost or wandering into inappropriate places; being unable to avoid simple dangers; or requiring a consistent staff one-to-one ratio for reality orientation when it relates to a specific diagnosis or behavior as determined by a mental-health professional;
- Physician-ordered occupational, physical, speech/language therapy or some combination of the three (time-limited with patient-specific goals);

**Pediatric Nursing Homes**

All members less than 22 years of age must first be screened by the Department of Public Health’s Medical Review Team and approved for admission into a pediatric nursing home. Medical necessity for pediatric nursing homes is established when the following criteria are met:

1. **MassHealth Members:**
   - Coverage in a pediatric nursing home is approved when the Department of Public Health Medical Review Team has approved an admission into the pediatric nursing home.
   - Medical Review Team’s approval for admissions may also extend to respite care up to 90 days in a benefit period.
2. **Commercial Members:**
   - In addition to the Medical Review Team’s approval for admissions, the member must meet InterQual® recognized covered level of care.

**Exclusions**

NHP does not cover stays/days at Extended Care Facilities that do not meet level of care criteria noted above and the specific InterQual® Level of Care criteria. Coverage beyond the benefit period is not covered. NHP does not cover respite care other than that which is noted under Pediatric Nursing Homes.

**Definitions**

**Acute Rehabilitation Hospital/Acute Rehabilitation Unit** is a facility or unit within a facility licensed by the state to provide care devoted to the provision of comprehensive services to patients whose handicaps are primarily physical, coordinated with efforts to minimize the patient’s mental, social, and vocational disadvantages. The patient has the ability to participate in 3 hours of rehabilitation at least 5 days a week and requires the oversight of a medical practitioner 3 times a week. The course of treatment is limited to the period in which the patient continues to make progress toward his or her treatment goal.

**Daily:** For services rendered by a physical therapist, occupational therapist or speech language pathologist, daily means 5 days a week. For nursing services, daily means 7 days a week.

**Long Term Care Hospitals (LTCH):** LTCH is certified as acute care hospitals, but LTCHs focus on patients who, on average, stay more than 25 days. Many of the patients in LTCHs are transferred there from an intensive or critical care unit. LTCHs specialize in treating patients who may have more than one serious condition; but who may improve with time and care,
and return home. Services provided in LTCHs typically include comprehensive rehabilitation, respiratory therapy, head trauma treatment, and pain management. Patients typically have multiple complex medical conditions that require daily physician evaluations, skilled nursing of at least 6.5 hours a day, and equipment found in a hospital setting.

**Skilled Care:** A skilled service is a service that must be provided by a registered nurse, licensed practical nurse (under the supervision of a registered nurse), licensed physical therapist, occupational therapist, speech-language pathologist or a licensed physical therapy assistant and licensed occupational therapy assistant (under the supervision of a licensed therapist) in order to be safe and effective. In determining whether a service meets the requirement of skilled care, the inherent complexity of the service, the condition of the patient and generally accepted standards of clinical practice must be considered. Some services may be considered skilled on the basis of complexity alone. In other cases, a service that is ordinarily considered unskilled may be considered skilled on the basis of the patient’s condition. A service is not considered skilled merely because it is performed by or under the direct supervision of a licensed nurse or therapist. When the service could be safely and effectively performed by the average non-medical person without direct supervision, the service would not be considered skilled.

**Skilled Nursing Facility (SNF)** is a facility, or unit, which is licensed by the state to provide skilled nursing care and related services for patients who require medical and skilled nursing care or skilled rehabilitation services for the treatment of an injury, disability, or illness.

**Sub-acute Care:** Sub-acute care is generally more intensive than traditional nursing facility care and less than acute care. The focus is short-term care for remediable or rehabilitable problems. Patients typically receive at least 4 hours of skilled nursing care a day, or 2 hours of multidisciplinary rehabilitation therapy, i.e., physical therapy, occupational therapy, and/or speech therapy, at least 5 days per week.

**Effective**
November 2018: Annual update.
April 2017: Changes reflect the addition of InterQual® LTCH criteria.
April 2016: Annual update.
April 2015: Amend coverage guideline statement for clarity
February 2015: Annual update.
January 2014: Annual update reorganized criteria, titled change.
September 2012: Annual update
September 2011: Annual update
September 2010: Annual update
September 2009: Annual update
September 2008: Annual update
December 2007: Annual update
October 2006: Annual update
April 2005: Annual update
June 2003: Annual update
January 2002: Effective date

**References**


External board certified practitioner specialty review, 2007, 2009

The Health Strategies Consultancy LLC, Long-Term Acute Care Hospitals: “Revised Certification Criteria Could Improve Medicare Provider Category”, accessed 2009

McKesson Health Solutions, LLC, InterQual ®level of care criteria 2017.2, Acute Care Adult, Acute Care Pediatric, Rehabilitation Adult and Pediatric, Sub acute and Skilled Nursing Facilities Adult and Pediatric.

MassHealth MCO Contract§2.6.D


450.231: General Conditions of Payments (D) A Provider is responsible for verifying a Member’s eligibility status on a daily basis, including but not limited to members who are hospitalized or in an extended care facility. In order to receive MassHealth payment for a covered medical service, the person receiving such service must be eligible for MassHealth coverage on the date of service and the provider must comply with any service authorization requirements and all other conditions of payment. A provider’s failure to verify a Member’s MassHealth status before providing services to the member may result in nonpayment of such services. For payment for services provided before a member’s MassHealth eligibility determination, see 130 CMR 450.311.