

Employees Group Insurance Division



Independent Health Organization Amendment



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This Amendment to the EGID HealthChoice Independent Health Organization Contract is between the Employees Group Insurance Division, (hereinafter, EGID), and the EGID HealthChoice Independent Health Organization (hereinafter, IHO) contracted entity identified by its authorized signature below.

In consideration of the promises and mutual covenants, EGID and the IHO agree as follows:

Independent Health Organization Contract

EGID and the IHO incorporate by reference the terms and conditions of the currently effective HealthChoice Independent Health Organization Contract (hereinafter, IHO Contract) located at <https://oklahoma.gov/healthchoice/providers/contracts-forms.html>.

Pursuant to Section XII (6) of the IHO Contracts, this Amendment is authorized by mutual written consent of the parties.

Section VI (1), (3), (8) and (15) of the IHO Contract is of no affect related to bundled services.

The following paragraphs are added to the terms of the IHO Contract as they relate to bundled services under Article VI, as follows, to wit:

6.2 EGID agrees to pay the IHO for those inpatient and outpatient bundled services identified in Attachment A. For those identified services, EGID agrees to pay the IHO the Allowable Fee set by EGID as indicated in the appropriate Select Fee Schedule. EGID also agrees to pay the IHO for implants in an outpatient setting subject to the provisions of Section VI (1.a) below.

a. Implants are defined as material(s) inserted into the body, including living, inert, or biological material (i.e., screws, grafts, plates, or fixation devices) used for the purpose of creating stability (i.e., to correct, protect, or stabilize a deformity) where the majority of the product is left under the skin after surgery. EGID reimburses separately for implants found on the implant list on the HealthChoice provider website. EGID's reimbursement of implants is subject to the following conditions:

1. Implants must be billed at invoice cost; less any rebates and/or discounts received by the Facility. Implants shall be billed using the most descriptive CPT/HCPCS code and EGID will allow up to the net cost, including shipping, handling, and tax. Shipping, handling and tax must be prorated for the billed

implant for invoices including supplies other than the billed implant. If there is no CPT/HCPCS code available for a certain implant, EGID will accept the appropriate unlisted CPT/HCPCS code with an explanation of each item and the corresponding charge.

2. Upon request, EGID requires the actual invoice for the implant billed.
3. EGID may conduct quarterly retrospective audits of the IHO's charges for implants.
4. Upon the occurrence of an audit, EGID will request invoices for audited claims and any other documentation showing discounts that are not listed on the invoice. Invoices must identify which implants listed on the invoice apply to the claim being audited. Upon request, the IHO has 30 days to submit this information to EGID. During the audit, if EGID finds that the IHO is billing more than acquisition costs, the IHO will be required to refund any overpayments made by EGID to the IHO and to provide copies of invoices for all subsequent claims submitted prior to payment. If the IHO continues to bill above the acquisition cost or does not provide copies of requested invoices with the required timeframe then, EGID will no longer allow reimbursement to the IHO for implants as a separate reimbursable item.

b. If the IHO bills a CPT/HCPCS code that EGID considers to be part of another more comprehensive code that is also billed for the same patient on the same date of service, only the more comprehensive code is covered for the purposes of reimbursement except as noted on the Select fee schedule.

c. A list of the CPT/HCPCS codes and the Allowable Fees for each bundled service can be found on the EGID website. EGID shall review and update the fee schedules quarterly or as needed.

d. All services on the date of the bundled service/procedure are inclusive of the Bundled Allowable Fee.

e. For HealthChoice High Deductible Health Plan members and covered dependents, EGID shall reduce its payment to the Facility by any deductible owed by the Member.

Section VI (16) is added to the terms of the IHO Contracts as they relate to bundled services, as follows, to wit:

- a. EGID shall consider multiple combinations of CPT/HCPCS codes as specified within the Select fee schedule.
- b. Bilateral procedures will be reimbursed at 150% of the Select Allowable Fee.
- c. Emergency services are not eligible for a bundled payment.
- d. Member must be HealthChoice primary.



Facility Select Amendment

EGID and the IHO that is identified by its signature below sign this Amendment to the HealthChoice Independent Health Organization Contract, by and through their respective authorized representatives.

FOR THE IHO:

Legal name

Trade name/DBA

Federal Tax ID

Primary NPI (attach list if necessary)

Authorized officer name and title

Authorized officer signature

Primary Service Address:

FOR EGID:

Gary Beebe, Interim Director
Employees Group Insurance Division
Oklahoma HealthCare Authority

Return this Signature Page and Attachments to:

EGID.NetworkManagement@omes.ok.gov