

Primary Care Incentive Payment Program (PCIP)

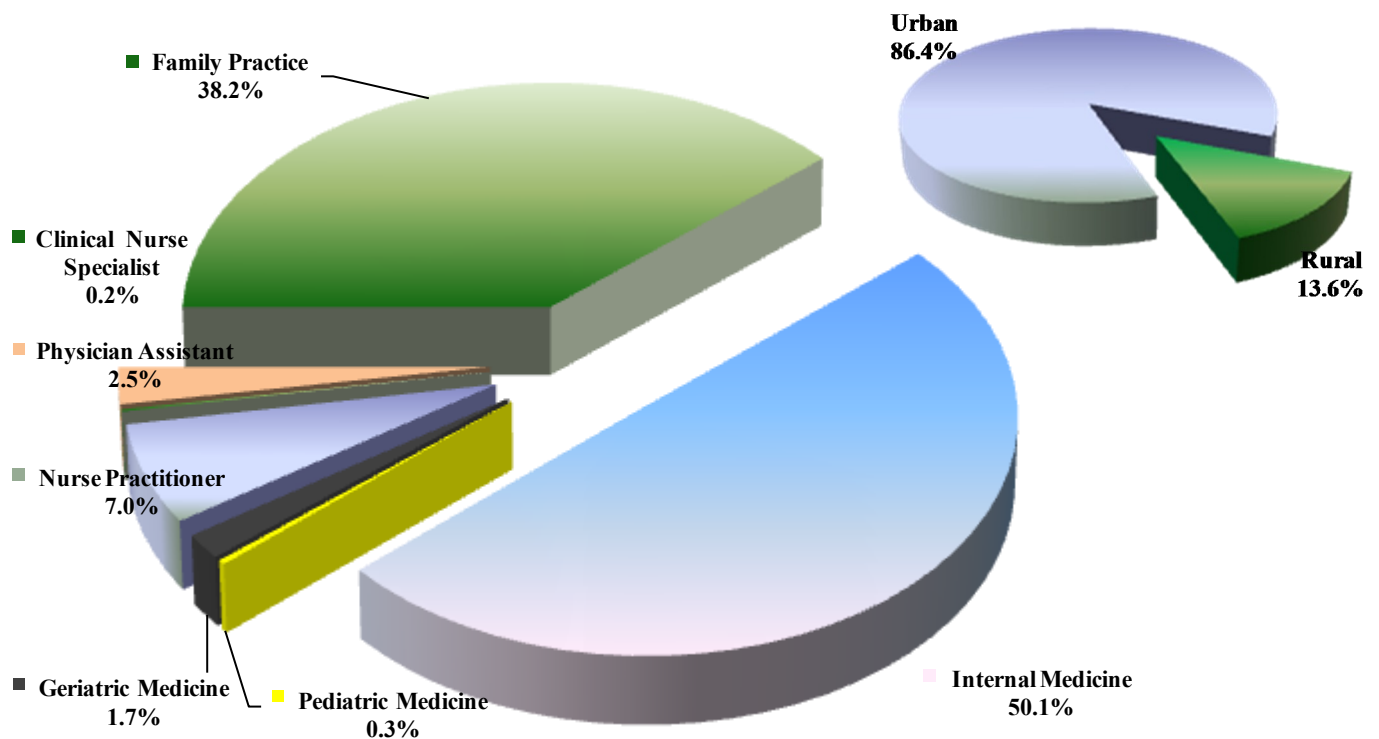
Medicare PCIP Payments for 2011 will exceed \$560 million

Section 5501(a) of The Affordable Care Act authorized a quarterly incentive payment program to augment the Medicare payment for primary care services when furnished by primary care practitioners beginning in 2011 and ending in 2015. Primary care practitioners with a Medicare specialty designation of family medicine, geriatric medicine, pediatric medicine, internal medicine, nurse practitioner, clinical nurse specialist, or physician assistant are eligible for the incentive payment if primary care services (CPT codes 99201 through 99215 and 99304 through 99350) accounted for at least 60 percent of the practitioner's total allowed charges under the physician fee schedule in the qualifying calendar year.

To calculate a practitioner's primary care percentage, CMS uses Medicare claims data from the calendar year that is two years prior to the PCIP incentive payment year. Emergency, hospital inpatient, drug and laboratory charges are excluded when calculating the practitioner's total allowed charges under the physician fee schedule.

Incentive payments are equal to 10 percent of the Medicare paid amount for primary care services. For 2011, Medicare paid over \$560 million* to eligible PCIP practitioners furnishing eligible PCIP services. Quarterly incentive payments are made to individual physicians, non physician practitioners, group practices and Method II critical access hospitals billing for practitioners.

Distribution by Medicare Specialty Designation and Urban/Rural



Estimated incentive payments by Medicare Specialty and Urban/Rural mix based upon claims paid for primary

*Total does not include 2011 PCIP payments for newly enrolled Medicare providers or PCIP payments for 2011 services for which claims were paid after December 31, 2011.

2011 PCIP Payment Distribution to Urban and Rural Practitioners

Urban	86.4%	Rural	13.6%
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2011 PCIP Payment Distribution by State

State	Total	State	Total
Alabama	\$ 9,675,924	Nevada	\$ 3,535,423
Alaska	\$ 764,701	New Hampshire	\$ 2,674,487
Arizona	\$ 10,247,934	New Jersey	\$ 24,043,100
Arkansas	\$ 12,754,346	New Mexico	\$ 2,783,280
California	\$ 48,634,595	New York/Conn.*	\$ 47,518,413
Colorado	\$ 6,272,705	North Carolina	\$ 22,733,696
Delaware	\$ 2,788,616	North Dakota	\$ 1,048,720
Florida	\$ 45,831,083	Ohio	\$ 20,189,696
Georgia	\$ 14,555,761	Oklahoma	\$ 6,911,722
Hawaii**	\$ 2,054,988	Oregon	\$ 4,345,587
Idaho	\$ 1,457,523	Pennsylvania	\$ 24,933,575
Illinois	\$ 24,859,717	Puerto Rico	\$ 695,783
Indiana	\$ 12,777,766	Rhode Island	\$ 1,777,409
Iowa	\$ 5,406,147	South Carolina	\$ 8,892,473
Kansas	\$ 4,418,791	South Dakota	\$ 1,363,017
Kentucky	\$ 8,283,760	Tennessee	\$ 13,555,709
Louisiana	\$ 4,701,260	Texas	\$ 37,103,083
Maine	\$ 2,554,215	Utah	\$ 2,789,585
Maryland	\$ 10,773,225	Vermont	\$ 1,007,334
Massachusetts	\$ 15,921,394	Virgin Islands	\$ 46,179
Michigan	\$ 21,182,954	Virginia	\$ 13,693,403
Minnesota	\$ 5,552,156	Washington	\$ 9,805,412
Mississippi	\$ 5,398,203	Washington, D.C.	\$ 6,437,085
Missouri	\$ 9,201,261	West Virginia	\$ 2,581,378
Montana	\$ 1,347,354	Wisconsin	\$ 6,494,892
Nebraska	\$ 3,056,422	Wyoming	\$ 701,173

*Connecticut and New York data is combined **Includes data for American Samoa, Guam, and Northern Marianas

PCIP Distribution by Specialty		
	Percent Specialty	2011 Bonus Payment
	100.0%	\$558,134,415
Specialty		
Family practice	38.2%	\$212,987,540
Internal medicine	50.1%	\$279,618,773
Pediatric medicine	0.3%	\$1,703,470
Geriatric medicine	1.7%	\$9,728,578
Nurse practitioner	7.0%	\$39,103,851
Certified clinical nurse specialist	0.2%	\$857,908
Physician assistant	2.5%	\$14,134,295
<p>Estimated incentive payments by Medicare Specialty based upon claims paid for primary care services in 2011. Total does not include 2011 PCIP payments for newly enrolled Medicare providers or PCIP payments for 2011 services for which claims were paid after December 31, 2011.</p>		

PCIP NPIs		
	% in Rural Areas	Total Number of 2011 PCIP NPIs*
	13.60%	156,673
Specialty		
Family practice	13.60%	61,728
Internal medicine	13.70%	55,329
Pediatric medicine	13.60%	2,179
Geriatric medicine	12.40%	1,391
Nurse practitioner	13.20%	24,096
Certified clinical nurse specialist	12.20%	410
Physician assistant	14.30%	11,540
<p>**2011 Medicare claims data as of January 2012</p>		