

March 2010

To: Chief Executives of District Health Boards

DRAFT PRESCRIPTION FOR CAPITATION PAYMENT INCREASES FOR ENROLLED PERSONS RECEIVING CERTAIN SERVICES FROM PHOS FROM 1 JULY 2010

1. The right of the Ministry of Health to prescribe rate increases is acknowledged in F15.1 of the Primary Health Organisation Agreement.
2. The Ministry of Health prescribes rate increases in the capitation payments that DHBs will pay to PHOs, as prescribed in clause D11 of the PHO Agreement, in respect of:
 - (a) First Level Services by Access Practices for Enrolled Persons,
 - (b) First Level Services by non-Access practices for Enrolled Persons;
 - (c) Health Promotion services;
 - (d) Services to improve access for High Need Groups;
 - (e) Care Plus services;
 - (f) Immunisation services;
 - (g) Rural Workforce Retention;
 - (h) Management services;
 - (i) Very Low Cost Access payments; and
 - (j) Zero Fees for Under Sixes.
3. An increase has been applied to (a), (b), (f), (i) and (j). The amended rates are specified in the tables in Appendix 1 to this letter.
4. Rates for (c), (d), (e), (g), (h) have not been amended. The unchanged rates are specified in the tables in Appendix 1 to this letter.
5. All rates will take effect from 1 July 2010.
6. We have prepared a letter of notification in accordance with clause D11 of the Primary Health Organisation Agreement in relation to the above prescriptions for you to send to PHOs. The letter is enclosed.

Signed on behalf of the Ministry of Health by:

Dr Ashley Bloomfield
Acting Deputy Director-General
Sector Capability and Innovation Directorate



APPENDIX 1

CAPITATION RATES FOR PHOS FROM 1 JULY 2010

1. FIRST LEVEL HEALTH SERVICES BY ACCESS PRACTICES FOR ENROLLED PERSONS

Access First Contact		HUHC	
Age Group	Gender	N	Y
00-04	F	\$371.9834	\$556.0485
	M	\$391.6461	\$556.0485
05-14	F	\$117.7451	\$356.5255
	M	\$110.2110	\$356.5255
15-24	F	\$108.6480	\$343.4418
	M	\$59.7969	\$343.4418
25-44	F	\$95.4732	\$343.4418
	M	\$61.7157	\$343.4418
45-64	F	\$130.7685	\$376.1503
	M	\$97.6699	\$376.1503
65+	F	\$225.3531	\$403.4080
	M	\$194.3414	\$403.4080

2. FIRST LEVEL HEALTH SERVICES BY NON-ACCESS PRACTICES FOR ENROLLED PERSONS

Non-Access First Contact		HUHC	
Age Group	Gender	N	Y
00-04	F	\$363.0160	\$556.0485
	M	\$386.2989	\$556.0485
05-14	F	\$93.4618	\$356.5255
	M	\$88.5792	\$356.5255
15-24	F	\$108.6480	\$343.4418
	M	\$59.7969	\$343.4418
25-44	F	\$95.4732	\$343.4418
	M	\$61.7157	\$343.4418
45-64	F	\$130.7685	\$376.1503
	M	\$97.6699	\$376.1503
65+	F	\$225.3531	\$403.4080
	M	\$194.3414	\$403.4080

3. PAYMENTS TO PRACTICES NOT SIGNED UP TO 25-44 YEAR OR 45-64 YEAR AGE GROUP ROLL-OUTS.

Note: If the PHO or practice has not signed up to the 25-44 year age group or the 45-64 year age group roll-outs they will get the previous capitation rates for these age groups plus an additional 2%. The adjustment will be via manual adjustment as has been the case for the last 2 years.

Practice not signed to roll-out			HUHC	
Age Group	Gender	CSC	N	Y
25-44	F	Y	\$92.9905	\$343.4418
	F	N	\$73.7607	\$343.4418
	M	Y	\$59.0001	\$343.4418
	M	N	\$48.0285	\$343.4418
45-64	F	Y	\$124.2136	\$376.1503
	F	N	\$101.6773	\$376.1503
	M	Y	\$93.2684	\$376.1503
	M	N	\$76.0696	\$376.1503

4. HEALTH PROMOTION SERVICES

Health Promotion	Non High Use Health Card Holders	
	Maori/Pacific	Non Maori/Non Pacific
Deprivation deciles 1-8	\$2.5684	\$2.1404
Deprivation deciles 9 -10	\$2.9964	\$2.5684

5. SERVICES TO IMPROVE ACCESS FOR HIGH NEED GROUPS

Services to Improve Access		Non High Use Health Card Holders			
		Maori/Pacific		Non Maori/Non Pacific	
Age Group	Gender	Deprivation deciles 1 - 8	Deprivation deciles 9 - 10	Deprivation deciles 1 - 8	Deprivation deciles 9 - 10
00-04	F	\$72.9380	\$145.8760	\$0.0000	\$72.9380
	M	\$76.7928	\$153.5872	\$0.0000	\$76.7928
05-14	F	\$23.0868	\$46.1740	\$0.0000	\$23.0868
	M	\$21.6104	\$43.2196	\$0.0000	\$21.6104
15-24	F	\$21.3032	\$42.6068	\$0.0000	\$21.3032
	M	\$11.7248	\$23.4500	\$0.0000	\$11.7248
25-44	F	\$18.7200	\$37.4412	\$0.0000	\$18.7200
	M	\$12.1012	\$24.2020	\$0.0000	\$12.1012
45-64	F	\$25.6404	\$51.2816	\$0.0000	\$25.6404
	M	\$19.1512	\$38.3020	\$0.0000	\$19.1512
65+	F	\$44.1868	\$88.3736	\$0.0000	\$44.1868
	M	\$38.1068	\$76.2124	\$0.0000	\$38.1068

6. CARE PLUS SERVICES

Care Plus Services
\$244.0852

7. FEES FOR ADMINISTERING VACCINE EPISODES

Childhood immunisation	\$18.80
Influenza immunisation	\$18.80
MeNZB Immunisation	\$18.80

8. RURAL WORKFORCE RETENTION

Rural ranking score	Rate per capita
35-40	\$7.72
45-50	\$11.60
55-65	\$15.46
70+	\$19.31

9. MANAGEMENT SERVICES

- a. If the number of Enrolled Persons in the PHO is 40,000 or below and the DHB has approved the PHOs' Management Services Plan then the rate will be \$15.5928 per person up to 20,000 and \$0.8992 per person from 20,001 to 40,000.
- b. Otherwise, if the number of Enrolled Persons in the PHO is 75,000 or below the rate will be \$11.0960 per person up to 20,000 and \$5.3960 per person from 20,001 to 75,000
- c. If the number of Enrolled Persons in the PHO is 75,001 or above then the rate will be \$518,700.00 plus \$6.0596 per person over 75,000 enrolees.

10. VERY LOW COST ACCESS – PRACTICE COMPONENT

Age Group	Gender	Annual rate
00-04	F	\$94.5888
	M	\$99.5881
05-14	F	\$29.5469
	M	\$27.6563
15-24	F	\$27.2246
	M	\$14.9836
25-44	F	\$23.9230
	M	\$15.4643
45-64	F	\$32.7670
	M	\$24.4734
65 +	F	\$56.4674
	M	\$48.6969

11. ZERO FEES FOR UNDER SIXES

Age Bands	Gender	Annual Rate
00-04	F	\$70.9415
	M	\$74.6913
05-14	F	\$2.2163
	M	\$2.0743
15-24	F	\$0.0000
	M	\$0.0000
25-44	F	\$0.0000
	M	\$0.0000
45-64	F	\$0.0000
	M	\$0.0000
Over 65	F	\$0.0000
	M	\$0.0000

APPENDIX 2

PHO AGREEMENT CURRENT CLAUSES AND AGREED AMENDED CLAUSES

(Effective from 1 July 2010.)

Clause Reference	Existing Clause	Amended Clause
1A.4 (b) (ii)	<p>(b) you have at least one member practice that charges fees for each standard consultation at or below the following amounts:</p> <ul style="list-style-type: none"> (i) zero fees (\$0) for Enrolled Persons aged 0 to 5 years; (ii) eleven dollars (\$11) for Enrolled Persons aged 6 to 17 years; and (iii) sixteen dollars and fifty cents (\$16.50) for Enrolled Persons aged 18 years and over; 	<p>(b) you have at least one member practice that charges fees for each standard consultation at or below the following amounts:</p> <ul style="list-style-type: none"> (i) zero fees (\$0) for Enrolled Persons aged 0 to 5 years; (ii) eleven dollars and fifty cents (\$11.50) for Enrolled Persons aged 6 to 17 years; and (iii) seventeen dollars (\$17) for Enrolled Persons aged 18 years and over;

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