
CHAPTER 35: PROGRAM OF ALL-INCLUSIVE CARE FOR THE ELDERLY

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OVERVIEW**Program Summary**

The Program of All-Inclusive Care for the Elderly (PACE) is an optional ~~service-home and community based services (HCBS)~~ under the Medicaid State plan. ~~The PACE operates under Medicare and Medicaid according to 42 CFR 460 and PACE~~ is a capitated, managed care program, with objectives to:

- Enhance the quality of life and autonomy for frail, older adults;
- Enable frail elderly individuals to live independently in the community, rather than be institutionalized, as long as medically and socially feasible;
- Maximize the dignity and respect for older adults; and
- Preserve and support the older adult's family unit.

~~In order to meet program requirements, a PACE recipient must:~~

- ~~• Be at least 55 years of age or older;~~
- ~~• Live in the approved PACE provider service area;~~
- ~~• Meet the requirement for Medicaid eligibility;~~
- ~~• Be certified by the state to need nursing facility level of care; and~~
- ~~• Be able to live in the community with PACE support without jeopardizing health and safety.~~

~~Each individual requesting PACE will undergo a functional eligibility screening, known as the Level of Care Eligibility Tool (LOCET), to determine if the individual meets nursing facility level of care criteria.~~

~~PACE applicants who have been determined to meet the requirements listed above are assessed using a face-to-face interRAI HC assessment. This assessment is utilized to:~~

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- Verify eligibility qualifications;
- Determine if program requirements are met; and
- Identify the individual's need for support in performance of activities of daily living (ADLs) and instrumental activities of daily living (IADLs).

~~The PACE organization must provide comprehensive health care services based on his or her individual needs with the goal of enabling individuals to continue living independently in the community. The PACE provider must:~~

- Provide comprehensive health care services based on the beneficiary's individual needs with the goal of enabling beneficiaries to continue living independently in the community. The PACE beneficiaries must receive Medicare and Medicaid benefits solely through the PACE provider;
- eCoordinate and provide all required services according to 42 CFR 460:90 as follows:
 - Coordinate and provide needed preventative services;
 - Coordinate and provide primary health, services;
 - Coordinate and provide acute services; and
 - Coordinate and provide long term care services; and ~~The PACE organization must~~
- eEstablish and implement a written Plan of Care to furnish care that meets the needs of each recipient-beneficiary in all care settings 24 hours a day, every day of the year.

~~The PACE program includes all Medicare and Medicaid covered services and other services determined by the PACE interdisciplinary team (IDT) necessary to maintain or restore the PACE recipients-beneficiaries independence to remain in their homes or communities. The PACE recipient-beneficiary must receive all of their services through the PACE organization provider.~~

NOTE: The PACE beneficiary has the right to keep his/her current physician when he/she enrolls in PACE.

PACE providers:

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- a Assume full financial risk for the ~~recipient's beneficiary's~~ care without limits on amount, duration, or scope of services.
PACE is
- Are responsible for all care costs, even if it exceeds the monthly capitated payment they receive each month from Medicare and/or Medicaid.

Background Information

The PACE model of care ~~is centered~~ is centralized on the belief that it is better for the well-being of seniors with chronic care needs and their families to be served in the community whenever possible. In the early 1970s, a nonprofit corporation, On Lok Senior Health Services, was formed to create a community-based system of care that consisted of a comprehensive system of care combining housing and all necessary medical and social services ~~was outlined~~. In the mid-1980s, the Centers for Medicare and Medicaid Services (CMS) tested the model of care as a demonstration project. The model was tested through Centers for Medicare and Medicaid Services (CMS), then Health Care Financing Administration (HCFA), demonstration projects that began in the mid-1980s. For most ~~recipients~~ beneficiaries, the comprehensive service package ~~permits~~ permitted them to continue living to live at home while receiving services rather than ~~be institutionalized~~ being in an institution.

The Balanced Budget Act (BBA) of 1997 ~~(BBA)~~ established the PACE model as a permanently recognized provider type under both the Medicare and Medicaid programs and mandated that the quality of care be monitored. This enabled states to provide PACE services to Medicaid beneficiaries as a Medicaid State plan option. In 2004, Louisiana included PACE as an optional benefit in the Medicaid program.

Purpose of this Chapter

The ~~Department of Health and Hospitals (DHH)~~ Louisiana Department of Health (LDH), ~~Office of the Secretary,~~ Bureau of Health Services Financing (BHSF), Office of Aging and Adult Services (OAAS) implements and monitors the PACE ~~program~~ in accordance with the federal regulations in Title 42 Part 460 of the Code of Federal Regulations ~~(CFR)~~ and the Louisiana Administrative Code (LAC), Title 50, part XXIII. This ~~Louisiana Medicaid Manual C~~ provider manual chapter is intended to assist the provider in understanding and correctly implementing federal and state PACE policies ~~and procedures~~.

These regulations are established to ensure minimum compliance under the law, equity among those served, provision of authorized services and proper fund disbursement. If there is a conflict between manual chapter material and pertinent laws or regulations governing the Louisiana Medicaid Program, the latter will take precedence.

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This manual chapter is intended to provide PACE providers with the information necessary to fulfill their vendor contract with the State of Louisiana. Full implementation of these regulations is necessary for a provider to remain in compliance with federal and state laws and department rules.

Providers should refer to the General Information and Administration manual chapter of the *Medicaid Services Manual* located on the Louisiana Medicaid website (below) for general information concerning topics relative to Medicaid provider enrollment and administration.
<http://www.lamedicaid.com/provweb1/Providermanuals/manuals/GIA/GIA.pdf>

The LDH Bureau of Health Services Financing (BHSF), Office of Aging and Adult Services (OAAS), and Health Standards Section (HSS) are responsible for assuring oversight of the provision of services, licensure compliance and overall compliance with the rules and regulations.

The services offered under the PACE ~~program~~ are provided by a Medicaid enrolled ~~agency~~ PACE provider that has a valid Adult Day Health Care (ADHC) license issued by ~~DHHL~~LDH, ~~BHSF~~, Health Standards Section (HSS) in accordance with the State of Louisiana licensing requirements for ADHC.