

# Medicare Administrative Contractor Jurisdictions



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# Approach to Establishing Jurisdictions

- CMS designed the new MAC jurisdictions to:
  - Balance the allocation of workloads
  - Promote competition
  - Account for integration of claims processing activities
  - Mitigate risk during transition to MACs

# Approach to Establishing Jurisdictions – cont.

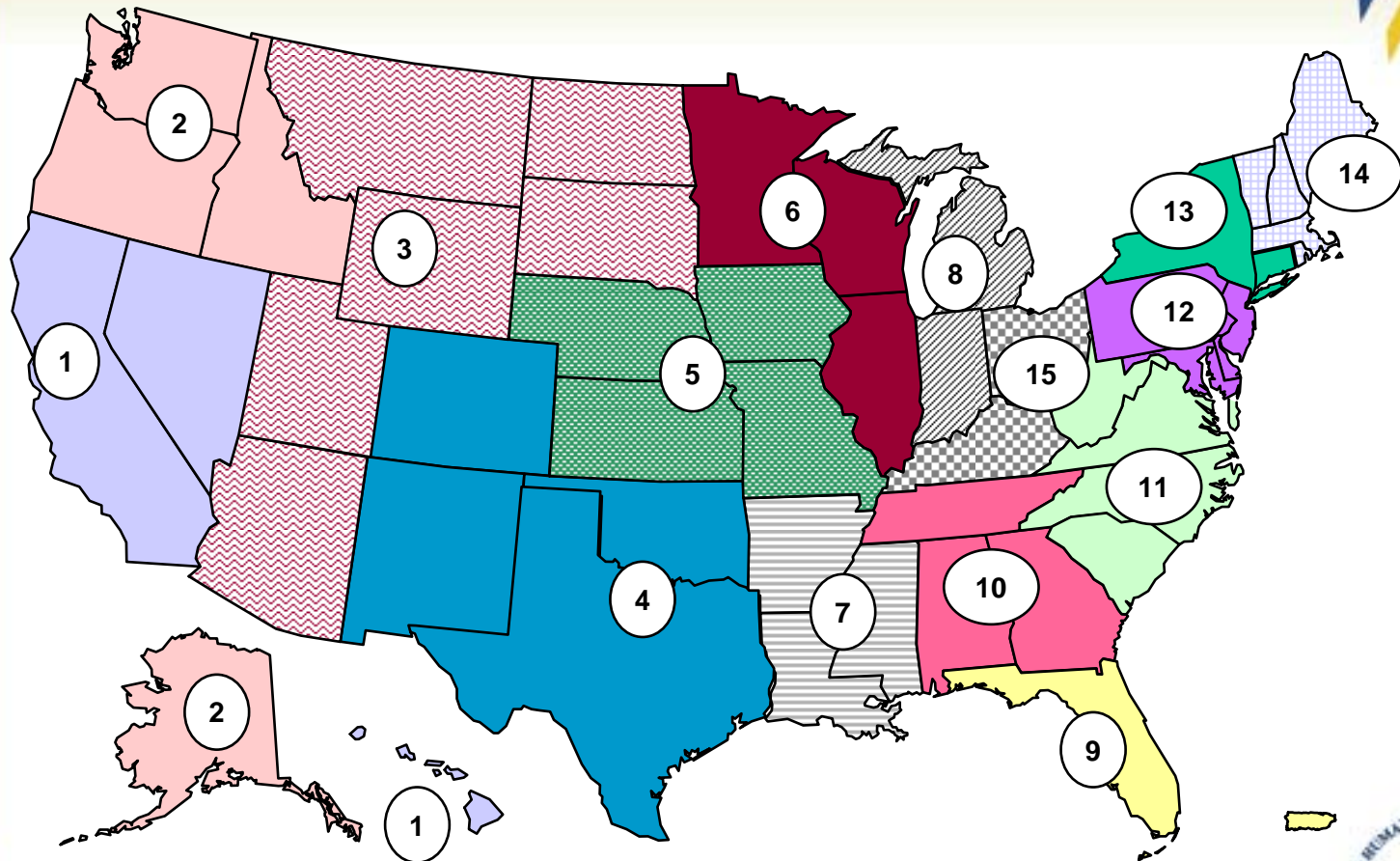
## ■ Result:

- Reasonably balanced number of fee-for-service beneficiaries
- Reasonably balanced number of providers or suppliers
- Size and workload not identical

# MAC Jurisdictions

- Primary A/B MACs
  - 15 jurisdictions
    - ▶ Distinct geographically
    - ▶ Non-overlapping

# Future Contracting Environment: 15 Primary A/B MAC Jurisdictions



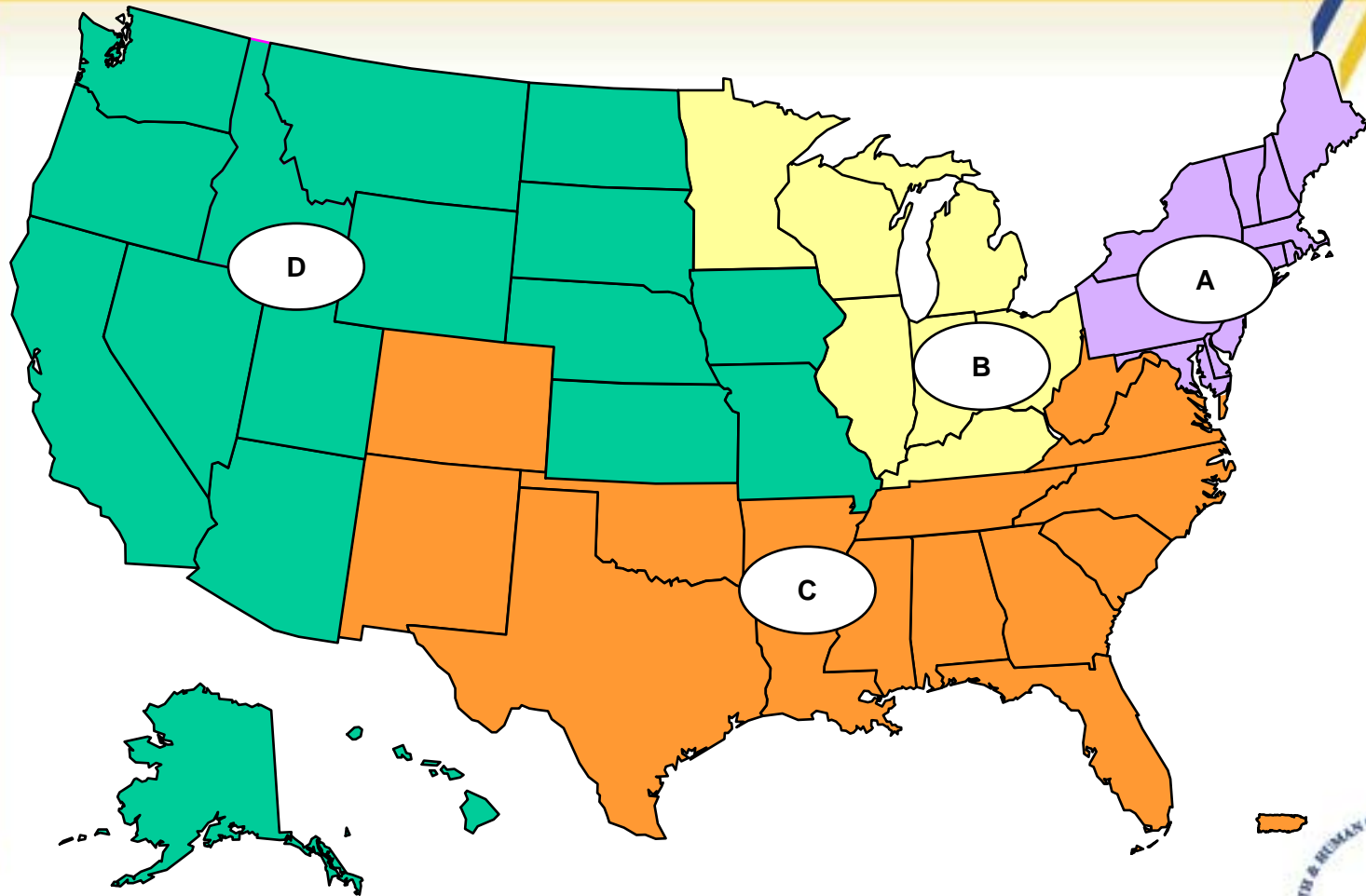
# MAC Jurisdictions - cont.

- Specialty MACs

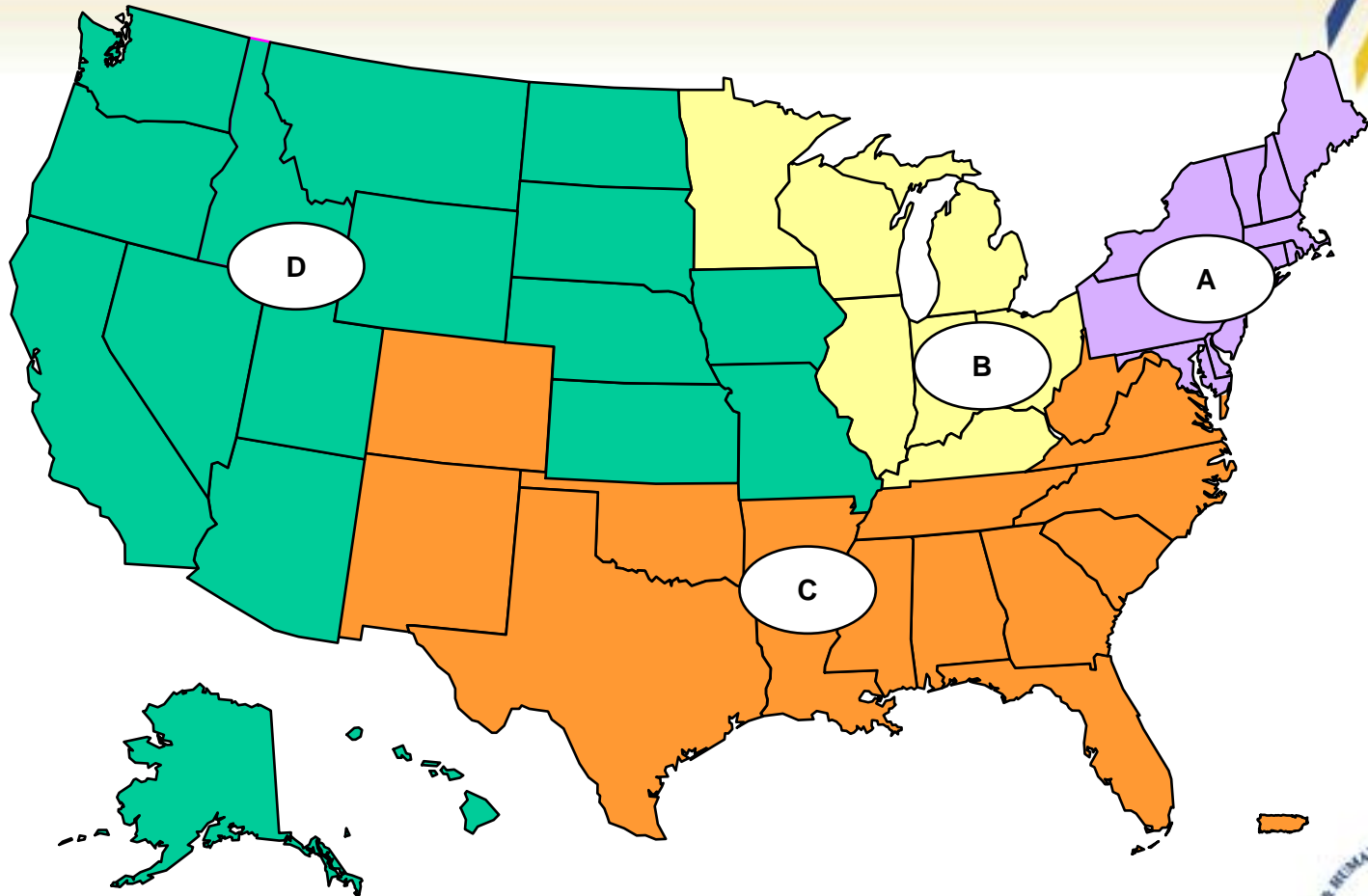
- 4 Jurisdictions

- ▶ 4 Durable Medical Equipment (DME) MACs
    - ▶ 4 Home Health/Hospice (HH) MACs
    - ▶ Jurisdictions are identical for both specialties
    - ▶ Overlay boundaries of 15 Primary A/B MACs

# Future Contracting Environment: 4 DME Jurisdictions



# Future Contracting Environment: 4 HH Jurisdictions





# Acquisition Schedule for MACs

- Three Cycles

- Start-up acquisition

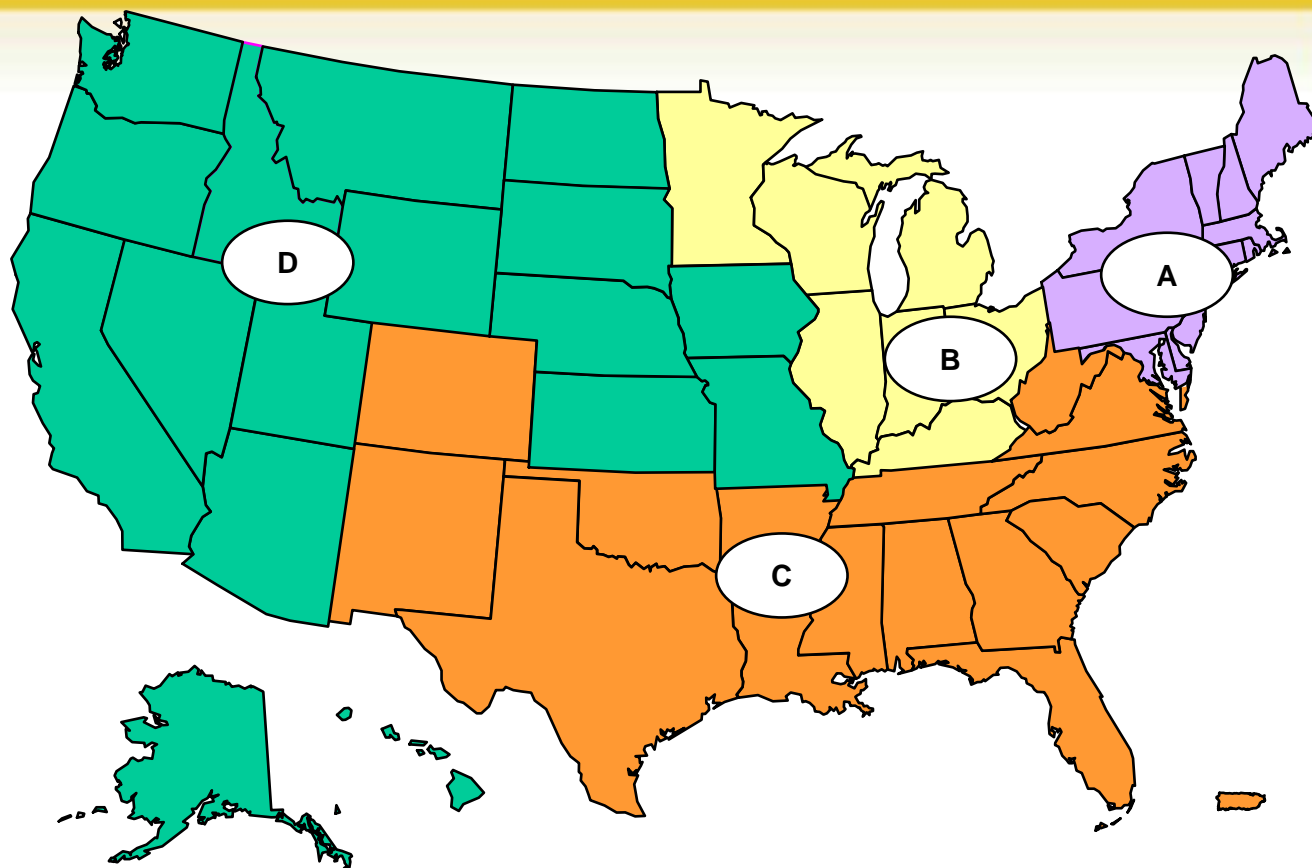
- ▶ 4 DME MACs, and

- ▶ 1 Primary A/B MAC

- 7 Primary A/B MACs

- 7 Primary A/B MACs and 4 HH MACs

# Start-Up Acquisition: DME MACs



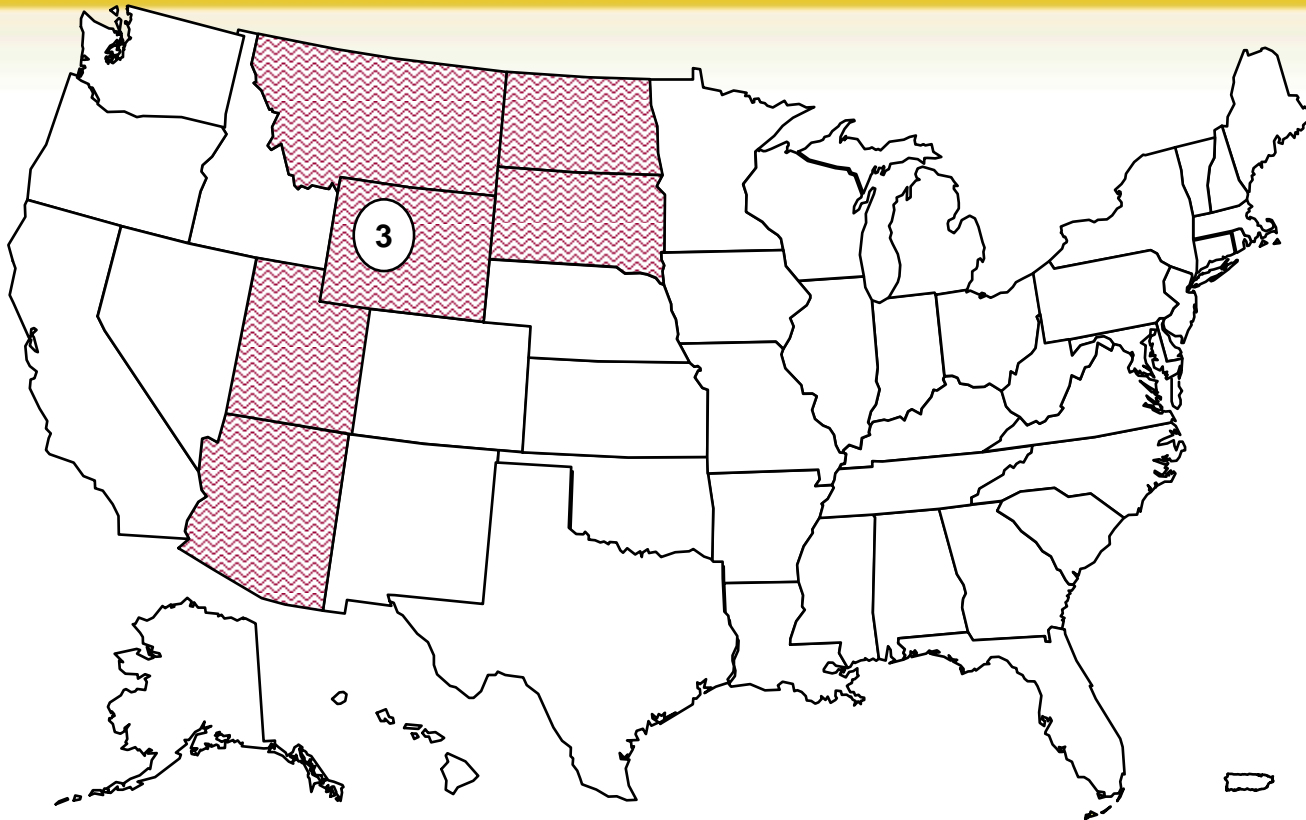
Request for Proposal  
Issuance

March 2005

Award Date

December 2005

# Start-Up Acquisition: Primary A/B MAC 3



Request for  
Proposal Issuance

September 2005

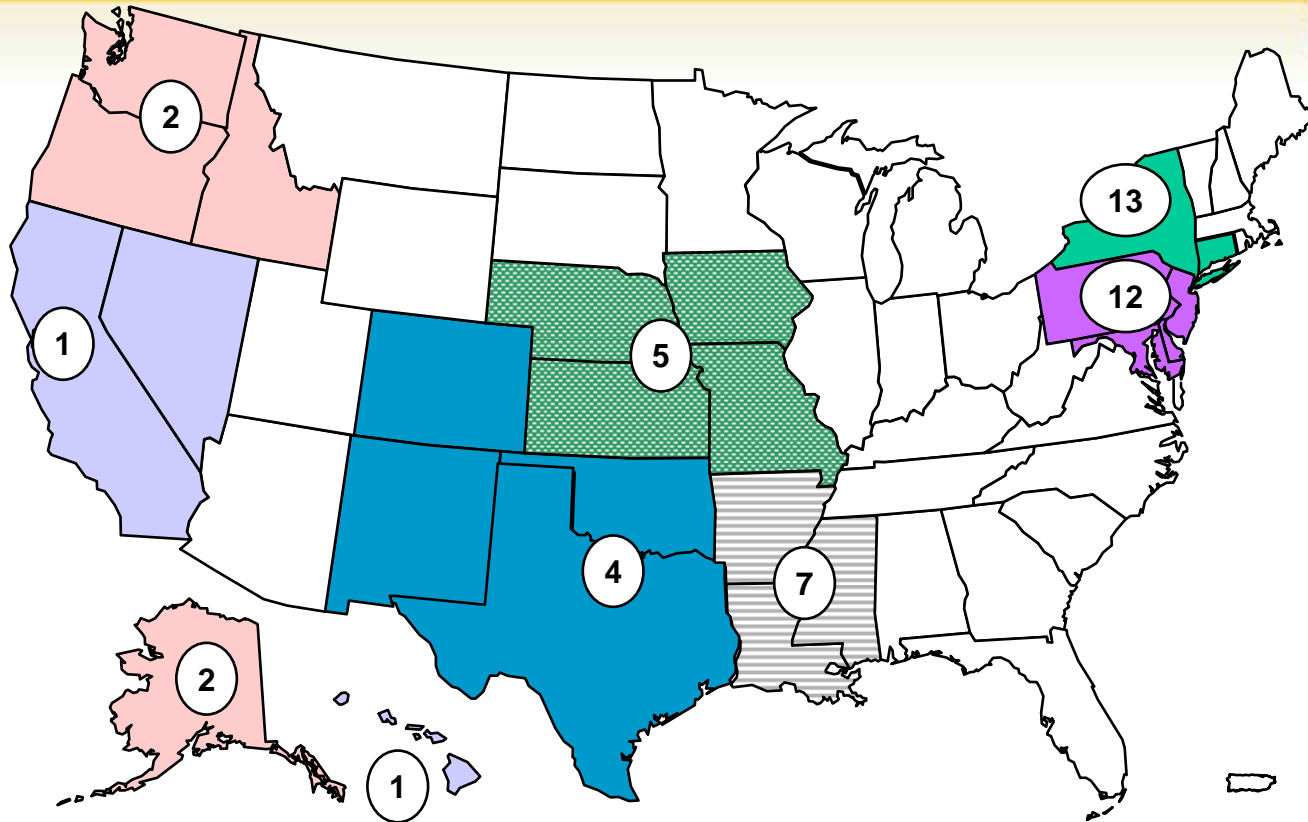
Award Date

June 2006

Jurisdiction

3

# CYCLE ONE: 7 Primary A/B MAC Jurisdictions



**Request for Proposal  
Issuance**

September 2006

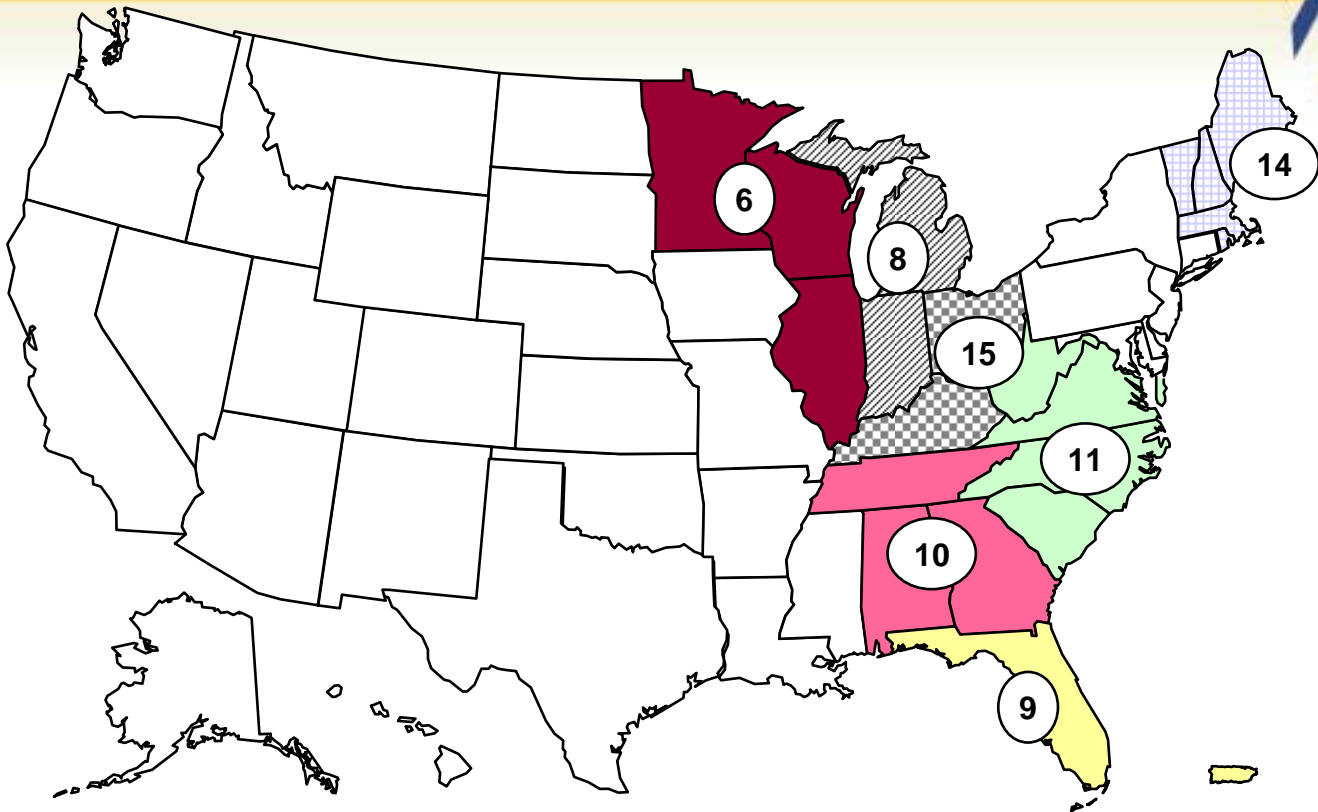
**Award Date**

September 2007

**Jurisdiction(s)**

1,2,4,5,7,12,13

# CYCLE TWO: 7 Primary A/B MAC Jurisdictions



**Request for Proposal  
Issuance**

September 2007

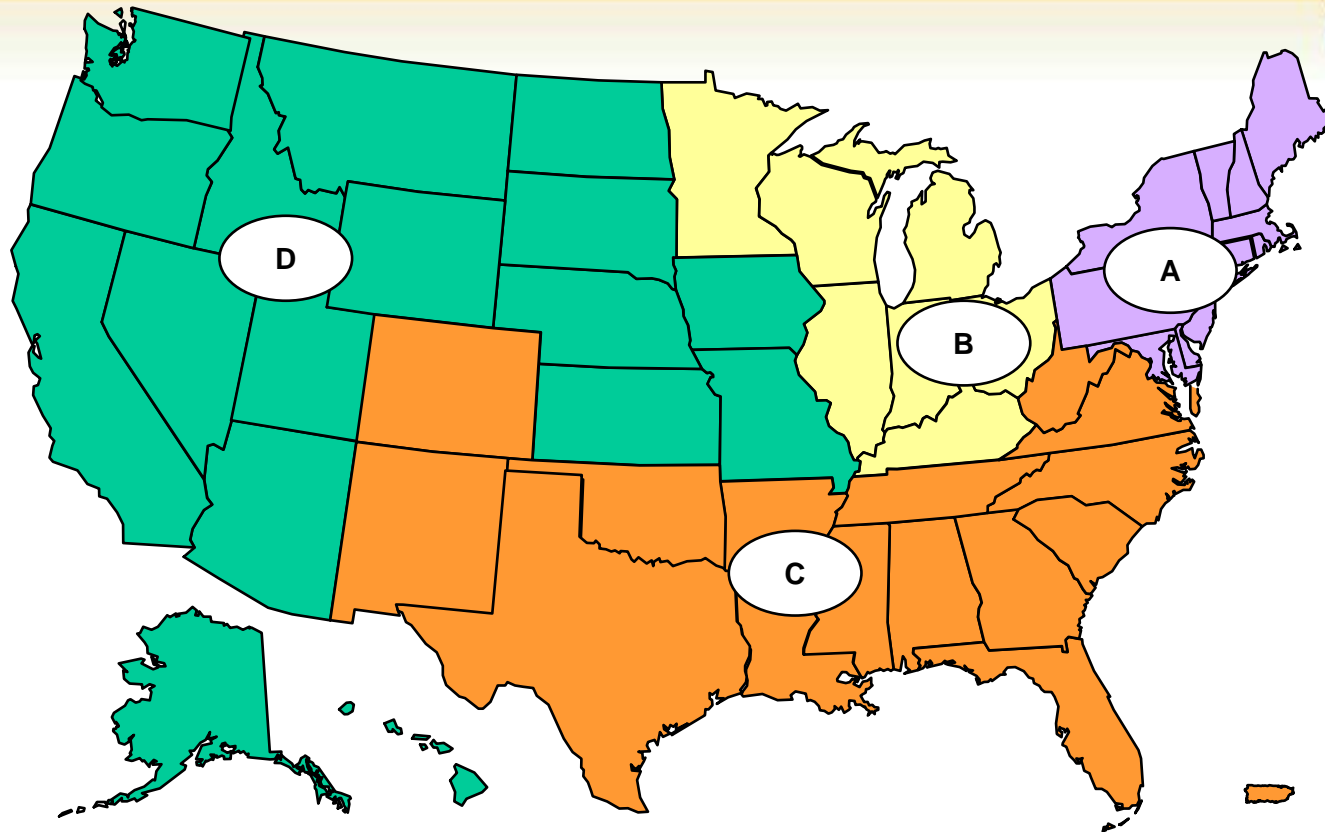
**Award Date**

September  
2008

**Jurisdiction(s)**

6,8,9,10,11,14,15

# CYCLE TWO: 4 HH Jurisdictions



**Request for Proposal  
Issuance**

September 2007

**Award Date**

September 2008

# Transition Schedule

- Allows greater savings to accrue faster to the Medicare program by transitioning large amount of the FFS workload in short period of time
- Balances urgency of achieving operational and programmatic savings with need to manage operational risk of disrupted service to beneficiaries and providers
- Maximizes efficiency in managing the MACs
- Allows for flexibility within the mandated timeframe for implementation



Are there any Questions  
or Comments?



# Closing

- We invite you to visit our website for more information:

<http://www.cms.hhs.gov/medicarereform/contractingreform/>

- Please submit any comments and/or questions on the discussion to:

[Section911@cms.hhs.gov](mailto:Section911@cms.hhs.gov)