

investment

## **SHP Hearing Aid Benefit**

The State Health Plan for Teachers and State Employees' Board of Trustees

**January 31, 2014** 









## Overview of Fee Schedule Solution

- Analyzed claims data to develop the best pricing approach across all lines of business
- Decided to use reference based pricing (fee schedule solution) to reimburse providers
  - Without dollar limits; a pronounced fee schedule helps us manage plan impact in addition to the time limits
- Built hierarchy similar to DME reimbursement to establish consistency and accuracy
  - Contract % of CMS allowable
  - Contract % of Optum RVU (Relative Value Unit)
  - Contract % of national average billed
  - Contract % of invoice