

Maryland | Medicaid

# Glide path to risk

Provider learning collaborative 2021



# Goal guidelines

#### Goal:

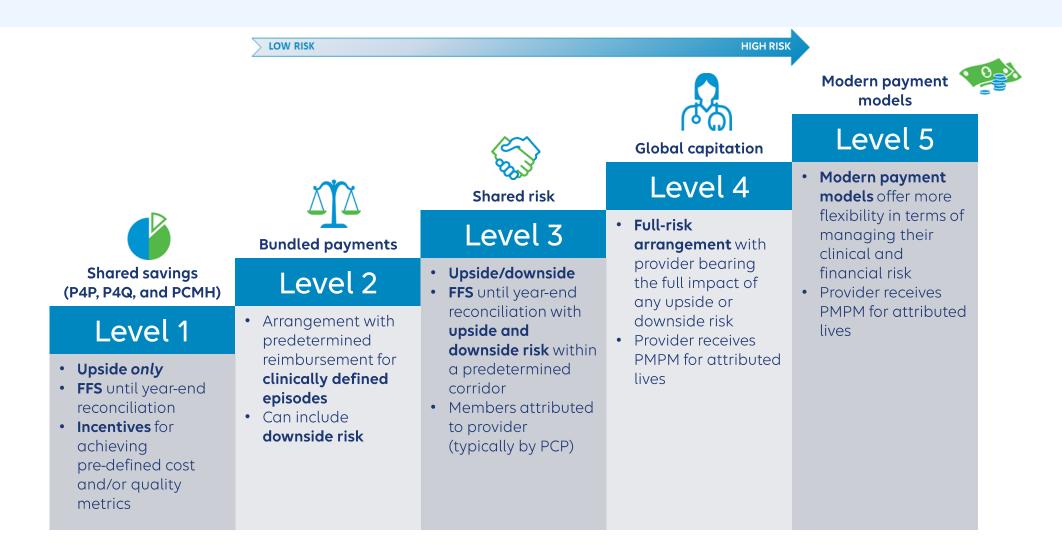
Provide information to PCPs participating in existing incentive programs on risk arrangements and successful practice models.

### **Objectives**:

- Define two different risk arrangements.
- Understand five key elements of primary care infrastructure required to succeed in risk arrangements.
- Identify five data tools that support population health.
- Describe two successful PCP case studies.



### Types of value-based care contracts in progression





# Incentive program continuum

	Category 1	Category 2	Category 3	Category 4
	FFS	FFS: link to quality and value	APMs built on FFS architecture	Population-based payment
CMS		<ul> <li>A. Foundational payments for infrastructure and operations:         <ul> <li>Care coordination fees</li> <li>Payments for health information technology investments</li> </ul> </li> <li>B. Pay for reporting:         <ul> <li>Bonuses for reporting data or penalties for not reporting data</li> </ul> </li> <li>C. Pay for performance:         <ul> <li>Bonuses for quality performance</li> </ul> </li> </ul>	<ul> <li>A. APMs with shared savings:         <ul> <li>Shared savings with upside risk only</li> </ul> </li> <li>B. APMs with shared savings and downside risk:         <ul> <li>Episode-based payments for procedures and comprehensive payments with upside and downside risk</li> </ul> </li> </ul>	<ul> <li>A. Condition-specific population-based payment:         <ul> <li>PMPM payments</li> <li>Payments for specialty services (such as oncology or mental health)</li> </ul> </li> <li>B. Comprehensive population-based payment:         <ul> <li>Global budgets or full/percent of premium payments</li> </ul> </li> <li>C. Integrated finance and delivery systems:         <ul> <li>Global budgets or full/percent premium payments in integrated systems</li> </ul> </li> </ul>
Wellpoint		Shared savings	Bundled payments	



### Value-based payment (category 4)

- Prospective, population-based payments that encourage providers to deliver well-coordinated, high-quality, person-centered care:
  - Replacing volume-based FFS with prospective/population-based payments creates stronger incentives for maximizing quality within a budget.
- Requires accountability for measures of appropriate care to provide safeguards against incentives to limit necessary care.
- Incentives can cover a wide range of preventive health, care coordination, wellness services, and standard medical procedures typically paid for through claims.

Populationbased payment



Freedom to practice medicine without rearranging care delivery to meet strict reimbursement requirements



Incentives to maximize quality and efficiency of care delivery



### Federal models and expectations from CMS

	2008	2010	2012	2014	2015	2018	2019
Legislation passed	MIPPA	ACA		PAMA	MACRA		
Program implemented			ESRD-QIP HVBP HRRP	HAC	VM	SNF-VBP	APMs MIPs

#### **Legislation:**

**ACA:** Affordable Care Act

MACRA: The Medicare Access & Chip Reauthorization Act of 2015

MIPPA: Medicare Improvements for Patients & Providers Act

**PAMA:** Protecting Access to Medicare Act

#### Program:

**APMs:** Alternative payment models

**ESRD-QIP:** End-Stage Renal Disease Quality Incentive Program

**HACRP:** Hospital-Acquired Condition Reduction Program

**HRRP:** Hospital Readmission Reduction Program **HVBP:** Hospital Value-based Purchasing Program **MIPS:** Merit-Based Incentive Payment System

**VM:** Value Modifier or physician Value-based Modifier (PVBM) **SNFVBP:** Skilled Nursing Facility Value-based Purchasing Program



# Transitioning to full risk

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- Rewards providers who reduce total healthcare spending on their patients below an expected level; providers are entitled to a share of their savings:
  - Potentially higher level of reward for providers
  - PMPM payments and FFS increases (inherent to other models); often only covers the added infrastructure/staff resources required

#### **Shared risk**

- Next level in risk arrangements
- Providers receive incentive-based payment to share cost savings combined with disincentives to share the excess costs of healthcare delivery
- Model is based upon an agreed upon budget with payer

#### Full risk: capitation models

- Provider organization (or group of organizations) receive a set payment per-patient for specified medical services
- Provider takes on 100% of the risk for the covered patient/services
- Monthly per-patient fee adjusted to reflect acuity or level of risk associated with patient population

#### **Global capitation**

Single fixed payment for the entirety of healthcare services of a patient/ member (includes primary care, hospitalizations, specialist care and ancillary services)

#### **Partial capitation**

Single monthly fee paid to provider covers a defined set of healthcare services (i.e., includes primary/specialty care, laboratory services; excludes hospital-based care, pharmacy, and mental health benefits);

uncovered services are paid for on an FFS basis



### Primary care infrastructure

- Population health strategy: targeting high-risk patients
- Improve outcomes amongst highest utilizers (top 3 to 5% of high-risk patients)
- Identify top two chronic conditions impacting your high-risk patients
- To succeed in effectively targeting high risk patients, it is crucial to have the following three components in place:









### People

- Lead physician: champions change across the practice
- Program compliance champion: strong understanding of incentive programs
- Clinical workflow champion: proficient with clinical data coding
- Analytics leader: identifies highest value opportunities
- Care manager: proactively engages with patients





### **Processes**

#### **Access existing workflows**

- Daily huddle
- Scheduling: prevent no shows, find hidden capacity
- Redefining visits: telehealth, group visit
- Chart preparation: leverage EHR templates, offload EHR data entry from provider, if possible

#### Implement/hire appropriate supports for provider:

• Scribes, clinical assistants, access to resources, EHR support, training





# Processes (cont.)

### **Expand access**:

- Panel management
- Extended schedules
- Group visits
- Telehealth





### Technology

- Electronic health records are just the tip of the iceberg for a population health initiative:
- Leverage EHR for condition care initiatives
- Focus on high spend utilization
- Consider integrating complementary technologies (analytics tools, patient engagement and care coordination solutions):
- CRISP
- -121
- Leverage technology to streamline processes to make staff/doctors more efficient





# Case studies



# Chinese American Independent Physician Association (CAIPA)

Overview	Providers (#)	Members (#)	Locations (#)	Geography
CAIPA is a large, multi-specialty independent physician association (IPA).	[#]	35,000	500+	Urban

Years 1-3	<b>Shared savings</b> : Provider achieved significant improvements in MLR and quality performance through consistent engagement with participating providers and Wellpoint team.
Year 4	<b>Shared risk</b> : After consistent performance, Provider Collaboration team introduced opportunity to increase savings opportunity through transition to a shared risk model. Market achieves increased focus on a more robust quality program and stronger MLR management target. Provider is currently engaged in this program and is assumed to achieve favorable results at first reconciliation point.



### Corinthian/Excelsion

Overview	Providers (#)	Members (#)	Locations (#)	Geography
Corinthian and Excelsior are large, multi-specialty IPAs. Both started shared savings participation independently.	[#]	38,000	500+	Urban

Years 1-3	<b>Shared savings</b> : Provider achieved significant improvements in MLR and quality performance through consistent engagement with participating providers and Wellpoint team.
Year 4	<b>Shared risk</b> : After consistent performance, Provider Collaboration team introduced opportunity to increase savings opportunity through transition to a shared risk model. IPA recognized that a subset of participating providers in both IPAs were high performing and ready for increased engagement in a shared risk model. Corinthian and Excelsior formed a joint IPA in SOMOS IPA for the purposes of participating in risk bearing value-based models. Remaining physicians continue to participate in original, independent IPA upside only shared savings program.



# SOMOS (Corinthian/Excelsior)

Overview	Providers (#)	Members (#)	Locations (#)	Geography
SOMOS is a joint venture IPA between a number of local NYC IPAs but primarily consisting of physicians from the Corinthian and Excelsior IPAs.	[#]	20,000	100 to 200	Urban

Years 1-3	<b>Shared savings</b> : Provider moved into shared risk following spin-off from Corinthian and Excelsior IPA. SOMOS fully engaged with Wellpoint resource support for population health management.
Year 4	<b>Non-delegated risk</b> : The group has begun process to move into a full-risk value-based agreement for the upcoming participation year.



### **HealthCare Partners**

Overview	Providers (#)	Members (#)	Locations (#)	Geography
HealthCare Partners is an IPA formed in various states by parent Heritage Partners Network, for the purposes of engaging physician groups in risk bearing agreements with MCOs.	[#]	11,000	100 to 200	Varied

Year 1	Non-delegated risk: HCP aggregated groups of physicians in New York and engaged directly in a full risk-based contract with Wellpoint. Through their internally developed process for risk management, they have been engaging with partnered physicians for population health management. Currently operating at a deficit but has prepared corrective action plan for performance improvement.
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# Addabbo FQHC

Overview	Providers (#)	Members (#)	Locations (#)	Geography
Addabbo Health Clinic is a FQHC primarily in the Brooklyn region of New York.	[#]	4,000	5	Urban

`	Years 1-4	Shared savings: Group has engaged in shared savings and utilization of
		CDT resources supplied by Wellpoint. The partnership is growing
		steadily as performance improves and relationship with Health Plan
		resource grows.





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