RHP 3 Learning Collaborative – DY5
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Sustaining DSRIP: Aligning with Medicaid Managed Care, Moving toward Value-based Purchasing

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Emily Sentilles, Health and Human Services Commission
1115 Transformation Waiver
Impetus for DSRIP and MCO Collaboration and VBP

- Next Stage of 1115 Waiver and DSRIP projects
  - Sustainability, sustainability, sustainability
  - Meeting CMS goals

- National and statewide movement toward paying for value with a "Value-based Purchasing" model or "Alternative Payment Methods"
  - The goal of VBP or APMs is to pay for quality instead of quantity.
What are VBPs or APMs

- Category 1: Fee for Service – No Link to Quality & Value
- Category 2: Fee for Service – Link to Quality & Value
- Category 3: APMs Built on Fee-for-Service Architecture
- Category 4: Population-Based Payment

Notes:
- Source: Alternative Payment Model (APM) Framework and Progress Tracking Work Group
- A more detailed view of the APM framework is available [here](#), along with a [white paper](#) that explores the topic fully.
Potential Outcomes for MCO and DSRIP Collaborations

• HHSC Goals for MCO and DSRIP Project Collaboration:
  • Sustainability
  • Increase efficiencies
  • Continue transformation started under the waiver
  • Incorporate best practices into Texas Medicaid
  • Enhance systems of care
  • Grow the amount of VBP occurring in Texas
  • Benefits the recipients, providers, and MCOs
Benefits for DSRIP Providers

- Enhance working relationships between MCOs and DSRIP providers
- Potential partnerships for further collaboration, including value-based purchasing arrangements
- Data exchange/enhancements for Medicaid members
- Steps toward sustainability beyond the 1115 Waiver
Benefits for MCOs

• Achieve the Performance Improvement Program (PIP) and/or Pay-for-Quality program (P4Q) Goals
• Enhance working relationships between MCOs and DSRIP providers
• Incorporate best practices of DSRIP projects across providers
• Cost savings
How do we do this?

• Long Process
• Working with CMS to understand vision and discuss barriers
• Working with stakeholders
• Working internally on policy that are barriers, data challenges, requirements for participants
Overlay of RHPs on MCO Service Delivery Areas
• **STAR and CHIP:** Amerigroup, Community Health Choice, Molina, Texas Children’s, United, Christus, Driscoll, Superior, Scott and White

• **STAR+PLUS:** Amerigroup, Molina, United, Superior

• **STAR Kids:** Amerigroup, Texas Children’s, United, Driscoll, Superior, BCBS of Texas
HHSC Collaboration Activities

• Encouraging DSRIP and MCO relationships and collaboration opportunities
  • Performance Improvement Project (PIP) requirements
  • Milestones proposed for the extension period that relate to sustainability efforts
  • Quarterly calls with MCOs
  • Connecting MCOs and providers/RHP anchors
• Developing prototype/models for collaboration
• Looking at Medicaid policies to facilitate integration (i.e. Quality Initiative costs, other social services)
• Analyzing DSRIP project reported outcomes (Cat 3).
• Working to clarify and emphasize aligned goals (Pay-for-Quality program, statewide analysis)
• Developing VBP roadmap
• Working internally and with CMS partners to overcome barriers to integration
What can DSRIP providers do?

- Reach out to MCOs in the service areas
- Develop Health Information Technology capacity
- Focus on achieving outcomes
- Work toward increasing number of Medicaid clients
- Make a business case to MCOs – cost benefit analysis of the project intervention
- What if project does not lend itself to high Medicaid participation? The APM model is applicable with other community partners – grants, county funding, non-profits
What can MCOs do?

- Reach out to DSRIP projects in their area
- Develop VBP/APM models
- Use flexibility of MCO contracting to encourage VBP
- Encourage member providers to utilize appropriate health information technology
- Share data with providers to improve interventions and enhance outcome attainment
- Participate in local Health Information Exchanges
Waiver Resources

• Resources:
  - http://www.hhsc.state.tx.us/1115-waiver.shtml

• Submit questions to:
  - TXHealthcareTransformation@hhsc.state.tx.us