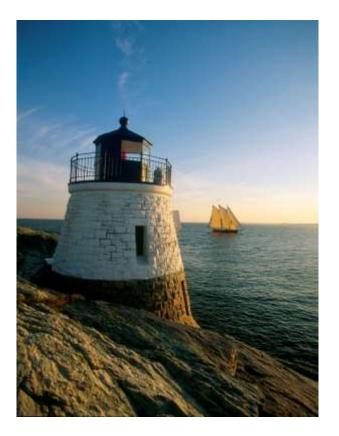


## BCBSRI & Delivery System Transformation

Gus Manocchia, MD Senior Vice President & Chief Medical Officer March 11, 2016

### Overview

- Systems of Care Overview & Highlights
- Primary Care to Risk Arrangements
- Analytics & Provider Support
- Promoting Practice Transformation
- What We've Learned







#### 46.9% of PCPs in Systems of Care in Feb. 2016 56% of members in Systems of Care



## Systems of Care by the Numbers

	Number of PCPs	Commercial Patients/Members	Medicare Advantage Patients/Members
Community Care Network	241	60,766	13,807
Lifespan	109	25,208	5,879
COASTAL MEDICAL	120	31,521	6,750
CharterCARE	90	15,783	6,784
<b>C</b> University Medicine	62	12,905	3,195



### We Started with Primary Care

#### 2008 - 2009

- FFS dominated market; no physician alignment; no fully integrated delivery system
- BCBSRI began investing in patient centered medical homes (PCMHs)
- BCBSRI helped create statewide PCMH program

#### 2010 - 2014

- 'Primary Care Spend Mandate' in RI
- BCBSRI makes significant investment in primary care & PCMHs
- Substantial emphasis on investments in infrastructure
- Evolved into an allpayer strategy in Rhode Island

#### 2015

- 50% of PCP practices NCQA Level III PCMH
- PCMH performance out-pacing the rest of network
- ROI of 2.5:1 & decreases in inpatient re-admits
- Continued expansion of care coordination
- 'Systems of Care' are in place and maturing and form the foundation for our 'Advance' products



### **Core Constructs of BCBSRI Risk Partnerships**

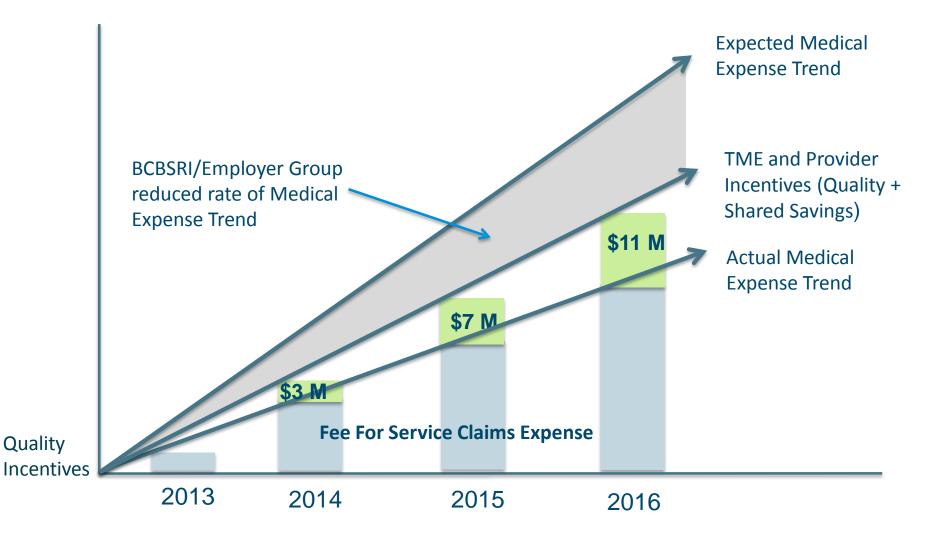
(56% of patients/members under shared-risk arrangements)

- Manage Total Medical Expense [includes BCBSRI \$ investments]
- Performance targets are set annually
- Budget increase based on network trends
- "Quality" a must , before any sharing of savings
- Provide protections for providers (risk adjustment, reinsurance, etc.)
- Rationalize and re-deploy ongoing 'direct' investments as needed
- Focus on high risk care management and access
- Most arrangements are, or will be, long-term contracts
- Plan is to have at least some 'meaningful' downside risk in all of our arrangements by 2018





### **BCBSRI and Provider Opportunity Model**





## Quality-focused: Analytics, Provider Support & Initiatives

#### **Analytics** [examples]

- Blue Insights Population Health Registry

   2016 PCP Quality Incentive Program
- Practice Pattern Variation Review

#### **Provider Support (examples)**

- HCC Coding Education
- Medication Therapy Management
- "Housecall by Blue"
- Practice Coaches
- Telemedicine

SOC clinical leadership participate in regular Quality & Clinical Integration Workgroups (QCIs)





- Education and support services integrated into the practice
- Nurse and PA extenders integrated into the practice
- Extended office hours payments
- Home-based monitoring where needed
- Pharmacist support
- Enhanced P4P programs with additional measures and PMPM opportunities
- Enhanced fee schedules for PCMH/SOC participation
- LGBTQ Safe Zone Certification
- "Preferred" Skilled Nursing Facility network
- ER nurse care management



## New Product Development

- In 2016, BCBSRI introduced two new products built around "system of care" provider networks
- Focused on cost-efficient networks and high-quality care
- Products are referral-based
  - Required for care provided outside of primary care scope
- Products include:
  - BlueCHiP for Medicare Advance Limited network plan
    - \$0 premium option, \$5 copays
  - BlueCHiP Advance Commercial Tiered network plan
    - Lower out-of-pocket expenses
    - Includes a referral hub run by Integra ACO



## Future Activities to Promote Further Migration & Practice Transformation

✓ No fee schedule increases with potential decreases in out years

✓ Loss of EMR fee schedule reimbursement

 Additional referral management and pre-authorization requirements

✓ Auditing of available access for well and sick visits, after hours and weekends

✓ Documentation of EMR and bi-directional patient registry usage



## Key Themes (What Have We Learned)

- Flexibility in our approach (using industry standards, but meeting the providers 'where they are')
- Building in the right protections for both the provider
  - Re-insurance
  - Risk adjusted
- ... and the member/patient
  - Quality, Cost, Access, etc.
- Support with good information and analytics
- Don't assume work collaboratively to drive mutual opportunities
- Must have widespread clinician engagement/buy-in
- Patients/members "experience of care" still lagging



# Thank you



