

Payment in the Accountable Care Collaborative



Development of the Accountable Care Collaborative Program

Created in response to:

- Unsuccessful attempt at capitated Managed Care in the state
- 85% in an unmanaged Fee-For-Service (FFS) system
- Unprecedented economic situation, highest caseload and expenditures in the state's history of Medicaid
- Desire not to continue to pay for higher volume/ utilization



Program Vision

- The Accountable Care Collaborative (ACC) is Colorado's platform for Medicaid delivery system redesign

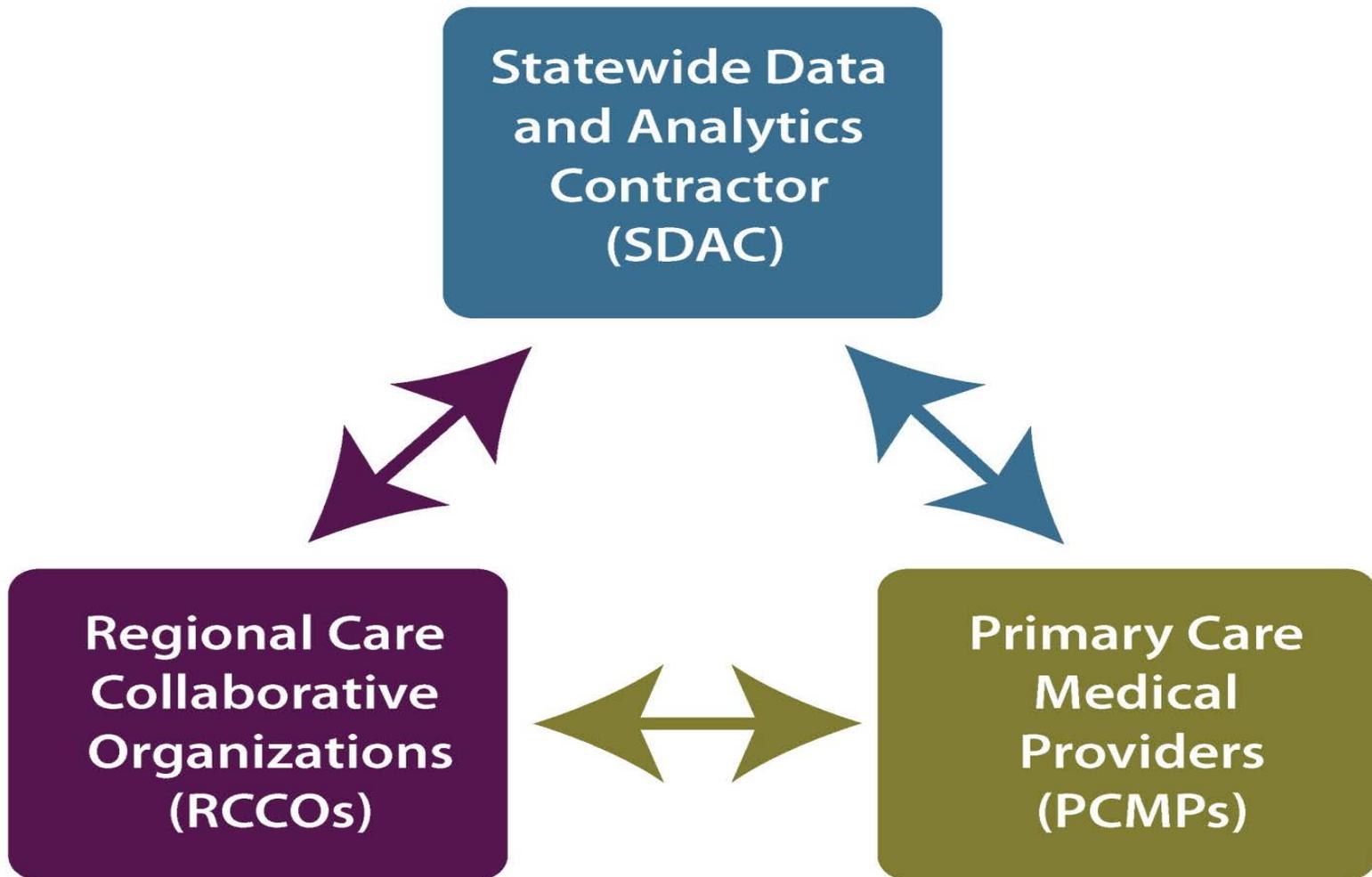
- The ACC is designed to:

- Improve health outcomes
- Reduce costs
- Improve the provider and client experience
- Provide a focal point of care for all clients
- Introduce unprecedented data and analytics

**Make
Colorado the
Healthiest
State in the
Nation**

- No change to current Medicaid benefit package

Program Components



PCMP & RCCO Base Payment

- **Fee-For-Service to PCMPs for medical services**
- Per Member Per Month to PCMPs
- Per Member Per Month payment to RCCOs



PCMP & RCCO Base Payment

- For RCCOs Guaranteed Per Member Per Month payments decreased in subsequent years
 - 2011-2012: \$13.00
 - 2012-2013 ~ \$12.00
 - 2013-2014 ~ \$9.50
 - 2014-2015 ~ \$9.00
- For PCMPs \$1 of the Per Member Per Month payment was placed in an incentive pool beginning in July 2012.



Incentive Payments

**Payments are made based on performance on
Key Performance Indicators**

2014-2015

- ED Utilization
- Post-Partum Care
- Well-Child Visits (ages 3 – 9)



Tiered Payments

- RCCOs
 - Reduce PMPM for unattributed clients
 - Shift \$.50 to finance enhanced PCMPs
- PCMPs
 - Additional payment for higher PCMP standards

Shared Savings

- Shared savings: the money left after administrative, medical expenses and budgeted savings are considered
- Status:
 - Worked with stakeholders on measures
 - Proposed start date of October 2013
 - Negotiating with CMS

Moving Forward

- Accountable Care Collaborative (ACC) Medicare-Medicaid Program
- 1281 Pilot
- Request for Proposals

