



CENTER FOR IMPROVING
VALUE IN HEALTH CARE



Payment Reform in Colorado

Cost Containment Commission

May 11, 2015

Higher Quality. Lower Cost. A Healthier Colorado.

Agenda

- SHAPE demo
- CPCi
- Medicaid ACO
- Bundled Payments
- Medicare Shared Savings



SHAPE demo

- **Sustaining Healthcare Across integrated Primary care Efforts**
 - Rocky Mountain Health Plans, UCD Department of Family Medicine, CO Health Foundation (evaluation support)
- **Objectives:**
 - To determine if a global payment method will financially support and sustain behavioral health in primary care;
 - To understand how different payment models will affect clinical models of integration and their related costs

CPCi

Comprehensive Primary Care Initiative:

- Risk-stratified Care Management
- Access and Continuity
- Planned Care for Chronic Conditions and Preventive Care
- Patient and Caregiver Engagement
- Coordination of Care across the Medical Neighborhood.

Medicaid ACC

Medicaid Accountable Care Collaborative

- Promotes comprehensive, coordinated, team-based, and patient-centered care to improve patient experience and outcomes
- Also supports non-medical needs of patients
- Significant savings year over year – total savings in excess of \$100M as of 2014
- Improved clinical outcomes and utilization measures



Bundled Payments

Piecemeal development of bundled payment

- Medicaid under consideration
 - Being built with an eye to move to commercial market
- Large provider-employer-(private) payer collaborations to develop bundles for elective procedures
- Individual providers are creating one offs with payers to create bundles
- BPCI: complicated, gain-sharing potential
 - Indication that there is reduced costs, steady outcomes



Medicare Shared Savings Program



Created to facilitate cooperation among providers to improve the quality of care for Medicare FFS beneficiaries and reduce costs.

- **3 Medicare ACO's in Colorado**
- **Overall, indication that the MSSP is saving money, only the Pioneer ACO's have demonstrated savings (<2%)**

