



ALL ABOARD! DESTINATION: HEALTH REFORM

THE NATIONAL ACADEMY FOR STATE HEALTH POLICY 22ND ANNUAL STATE HEALTH POLICY CONFERENCE

OCTOBER 5-7, 2009 / LONG BEACH, CALIFORNIA

NATIONAL ACADEMY
for STATE HEALTH POLICY

The Patient-Centered Medical Home Voyage



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Oklahoma: A New Course

- **Request of Providers**
 - Medical Advisory Task Force
- **Adopted Joint Principles**
 - Personal Physician
 - Physician Directed Practice
 - Whole Person Orientation
 - Coordinated and/or Integrated Care
 - Enhanced Access
 - Quality & Safety
 - Adequate Payment
- **Converted from similar model**
- **Budget -neutral**

WHO'S ALONG FOR THE VOYAGE?

- 400,000 members enrolled
- Over 1,200 PCPs
 - Primary care physicians
 - Advance practice nurses
 - Physician Assistants
- 4 Proposed Pilot Health Access Networks

Paying for the Voyage

“Unbundled” to incorporate PCMH Principles

- Monthly Case Mgmt / Care Coordination Fee
 - ◊ Peer grouped by type of panel and capabilities of practice
- Visit based component
 - ◊ Fee for service
- Expanded Performance Component (SoonerExcel)
- Transitional Payments for Year 1

Paying for the Voyage (cont'd)

CARE COORDINATION FEE

Peer group based on type of practice

- Children Only
- Adults and Children
- Adults Only

Level of Medical Home

- Tier 1 = Entry Level Medical Home
- Tier 2 = Advanced Level Medical Home
- Tier 3 = Optimal Level Medical Home

Care Coordination Fee Summary

| Type of Practice | Tier 1 | Tier 2 | Tier 3 |
|-------------------|--------|---------|--------|
| Children Only | \$3.03 | \$ 4.65 | \$6.19 |
| Children & Adults | \$3.78 | \$ 5.64 | \$7.50 |
| Adults Only | \$4.47 | \$6.53 | \$8.69 |

Rates based on a blend of the recommended rates for the Medicare medical home demonstration and the current SoonerCare rate for case management

Tier 1 can receive additional add on payments for 24/7 voice to voice and electronic communication from OHCA

Staying the Course

Potential Icebergs

- Increased PCP Cancellations
 - Majority Tier 1
 - Tier 2 self-assessment
 - Need of transitional payments
- Less than 10
 - 64 new PCPs
 - 64% Tier 1
 - 32% Tier 2
 - 4% Tier 3
 - Tier 2 self-assessment = reality
 - Majority no longer qualify
Will end December 2009
- Budget-Neutral

Trip Cost

| Medical Home Report | | Jan - Jun | |
|-------------------------------|---|-------------------|------------|
| | | Paid | Enc |
| 2008 | Cap | 46,505,127 | - |
| | Encounter Claims | - | 29,233,277 |
| | Choice FFS | 8,353,310 | - |
| Total Member Cost | | 54,858,437 | |
| Per Capita Member Cost | | 25.04 | |
| 2009 | Care Coordination Fee | 10,347,574 | - |
| | PCP FFS payment for panel members | 30,528,293 | - |
| | Specialist payment for Choice members with referral | 142,371 | - |
| | PCP FFS for Choice non-panel member | 3,249,946 | - |
| | Encounter Claims | - | 3,624,795 |
| | Choice FFS | 1,413,992 | - |
| | Transitional Payments | 6,345,233 | - |
| | Incentive Payment | 591,726 | - |
| Total Member Cost | | 52,619,134 | |
| Per Capita Member Cost | | 24.52 | |

Payments for SoonerCare Choice prior to Medical Home
 Payments for SoonerCare Choice under Medical Home

Deck Activities Since Setting Sail

- On-site Quality Reviews
- Technical Assistance / Education
- Refinement of Health Access Networks' Roles

Next Destination

- Implement Health Access Networks
 - University of Oklahoma School of Community Medicine
 - Partnership for a Healthy Canadian County
- Evaluate SoonerExcel
 - Well Child Check
 - Pap Smears
 - Mammograms
 - ER Utilization
 - Generic Rx
 - Inpatient Continuity
- Explore Reimbursable Codes
- Add Children in Custody
- Add Insure Oklahoma new populations

Questions or Comments

- OHCA public website at www.okhca.org/medical-home
- Contact OHCA
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