



**Department  
of Health**

**Medicaid  
Redesign Team**

# **Value Based Payment Quality Improvement Program (VBP QIP)**

## **Update Webinar**

August 17, 2017

# Today's Agenda

- **VBP QIP Program Updates**
- **VBP QIP P4R Updates**
- **VBP QIP P4P Updates**
- **DY3 Timeline and Q&A**

# VBP QIP Program Updates

# VBP QIP Financing – Demonstration Year 3 (DY3) Pairings

## VBP QIP SFY 17 -18 Pairings & Funding

MCO	PPS	Facility	Gross Funding
Affinity	Maimonides Medical Center	Brookdale Hospital	\$31,000,000
	Montefiore Hudson Valley Collaborative	St. Joseph's Hospital	\$7,800,000
Amerigroup	Nassau Queens Performing Provider System, LLC	Nassau University Medical Center	TBD
	Advocate Community Partners	Jamaica Hospital	\$16,000,000
Emblem Health (HIP)	Health and Hospitals Corp.	Health and Hospitals Corp.	TBD
Excellus	Central New York Care Collaborative, Inc.	Lewis County General Hospital	\$2,036,000
		Orleans Community Hospital	\$1,434,039
	Finger Lakes Performing Provider Systems, Inc.	St James Mercy Hospital	\$1,844,635
		Wyoming County Community Health	\$1,000,000
Mohawk Valley PPS	A O Fox Memorial Hospital	\$1,000,000	
Fidelis	Maimonides Medical Center	Interfaith Medical Center	\$50,000,000
		Kingsbrook Jewish Medical Center	\$50,000,000
	Montefiore Hudson Valley Collaborative	Montefiore – Mount Vernon	\$11,096,728
		Nyack Hospital	\$17,747,861
	Nassau Queens Performing Provider System, LLC	St. John's Episcopal	\$27,650,000
	Westchester Medical Center	Bon Secours Charity Health	\$2,898,070
Good Samaritan Hospital Suffern		\$2,000,000	
Advocate Community Partners	Jamaica Hospital	\$9,000,000	
HealthFirst	Maimonides Medical Center	Brookdale Hospital	\$109,000,000
MetroPlus	Health and Hospitals Corp.	Health and Hospitals Corp.	TBD
MVP	Montefiore Hudson Valley Collaborative	Montefiore - New Rochelle	\$20,837,141
	Westchester Medical Center	Health Alliance (Benedictine)	\$2,999,926
United Health Plan	Central New York Care Collaborative, Inc.	Rome Memorial Hospital	\$1,000,000
	Maimonides Medical Center	Wyckoff Heights Medical Center	\$70,000,000
Wellcare	Montefiore Hudson Valley Collaborative	St. Luke's Cornwall	\$19,301,520

\* VBP QIP funding amounts do not include premium admin, surplus, or taxes

# VBP QIP Awards

- VBP QIP and VAPAP exist to provide temporary State subsidy to financially distressed hospitals, but have different program requirements.
- VBP QIP award amounts are determined annually by OPCHSM
- OPCHSM Transformation plan updates are required for the Department to evaluate performance against the plans.
- OPCHSM requests updates on facility performance against the transformation plans in addition to yearly revised projects to determine the future year budgeted need.
- Preliminary budget and OPCHSM transformation plan updates are due to the Department by August 31, 2017. All documents should be submitted to [VAPAP@Health.NY.Gov](mailto:VAPAP@Health.NY.Gov).

**VAPAP requirements are separate and distinct from VBP QIP requirements.**

# VBP QIP Financing – Changes in DY3 Award Amounts

- The April 2017 rates are live as of August 8<sup>th</sup>. Managed Care Organizations (MCOs) will receive updated dollar amounts on September 6<sup>th</sup>.

If the DY3 award amount is greater than the DY2 award amount, MCOs should continue paying out earned amounts in DY3 based on the DY2 amount.

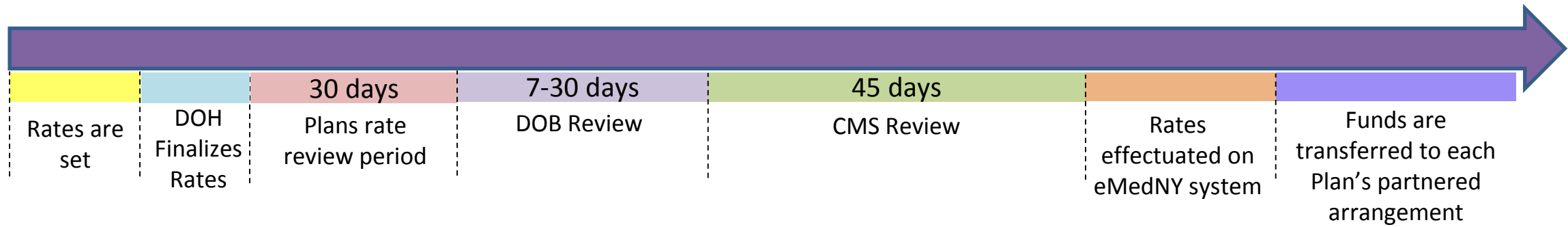
- MCOs will be able to pay out the difference once they begin receiving the adjusted rate amount.

If the DY3 award amount is less than the DY2 award amount, MCOs should be paying earned amounts based on the DY3 award amount.

- DOH reached out to partners with lower award amounts in DY3 to discuss adjustments.
- DOH will perform a reconciliation to adjust overpaid funds from MCOs receiving DY2 PMPMs that are larger than the DY3 PMPMs.

- For questions on VBP QIP financing, please contact [bmcr@health.ny.gov](mailto:bmcr@health.ny.gov)

# VBP QIP Financing – Rate Setting Background



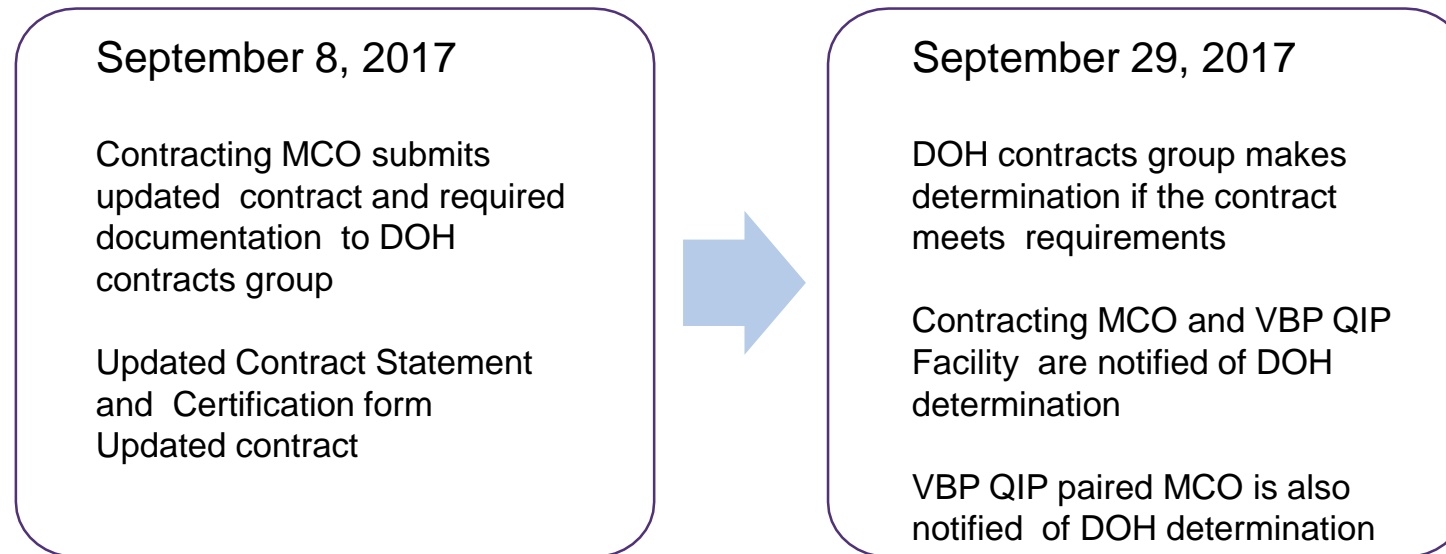
- Rate Setting starts at the beginning of the fiscal year with adjustments made throughout the year
- The initial rates for the fiscal year are based on enrollment projections thus the need to reconcile later in the fiscal year
  - Any shortfalls or overages are usually reconciled in the last rate package of the fiscal year unless advised otherwise
- All supplemental programs (VBP QIP, EIP, EPP, AHPP) are sub-components of the rate package, but not the rate package in its entirety
- Timing of supplemental program payments are impacted by non-supplemental related adjustments/revisions within the rate package(s)

# VBP QIP P4R Updates



# VBP QIP Contracting Updates

- Facilities were required to have **one (1) Level 1 VBP contract to meet the June 30, 2017 P4R** requirement. The facilities should submit information in accordance with the timeline below.
- DOH contracts group provided feedback to the contracting MCO and the VBP QIP Facility on the status of the contracts

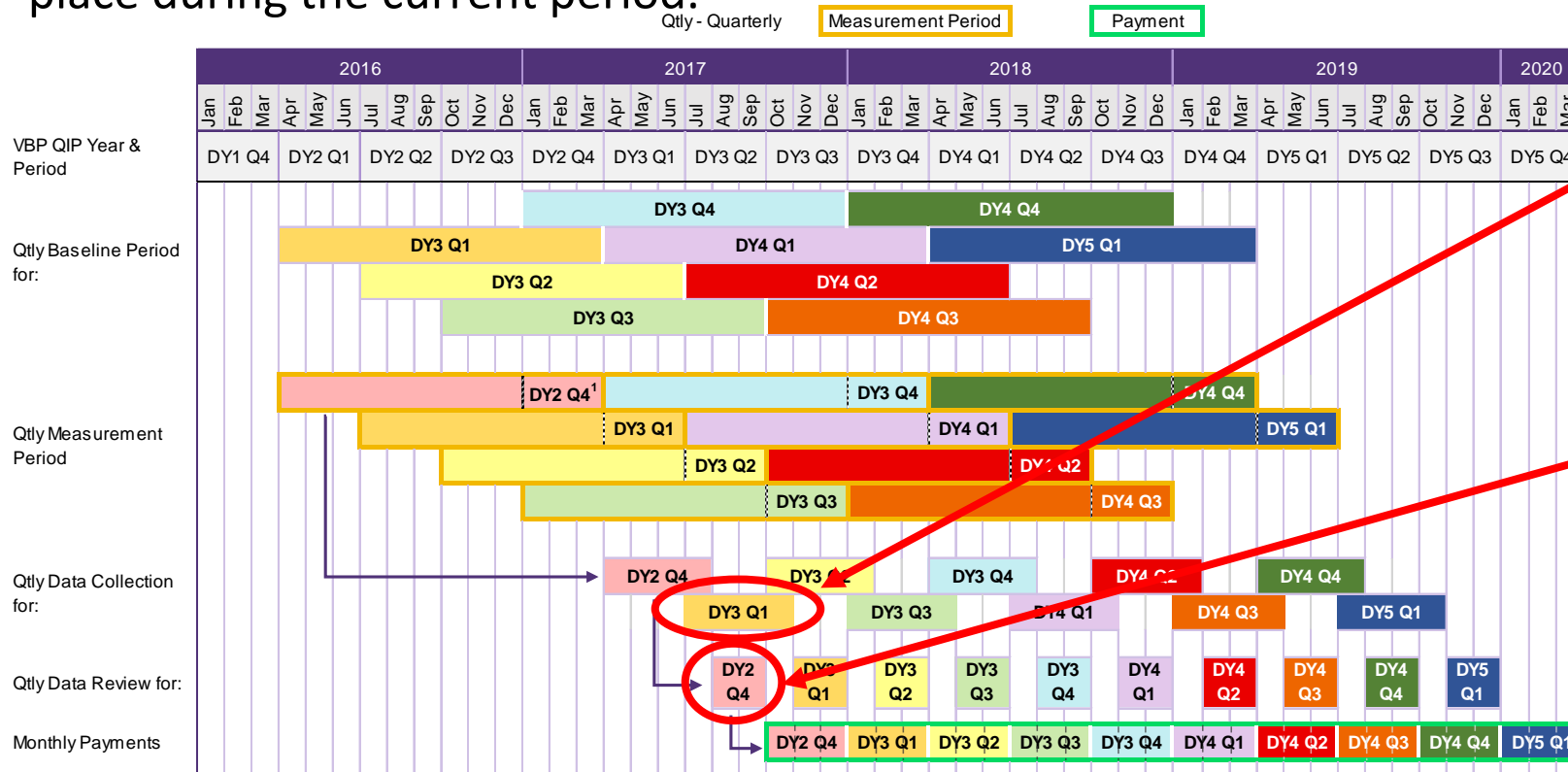


Off-menu contracts may take DOH additional time to review. Therefore, if there are delays in DOH feedback, paired MCOs should continue paying out funds for attestation. The paired MCO can perform a reconciliation in the future if the requirement is not met.

# VBP QIP P4P Updates

# VBP QIP P4P – Quarterly Improvement Targets

- Facilities have now collected data for the DY2 Q4 measurement period and reported to VBP QIP paired MCOs.
- Although P4P payment does not begin until DY3 Q3, there are P4P activities that should be taking place during the current period.



- Facilities should be collecting data for the DY3 Q1 measurement period to be reported to VBP QIP paired MCOs by **October 31<sup>st</sup>, 2017**.
- MCOs should be reviewing DY2 Q4 information and preparing payment to begin **October 1<sup>st</sup>, 2017**.

1 - Facilities will report their initial baseline for DY2 Q4. Therefore, there is no measurement associated with this quarter.

# VBP QIP P4P – Quarterly Improvement Targets

- The table below outlines upcoming activities related to DY2 Q4, DY3 Q1, and DY3 Q2 P4P reporting.

Measurement Quarter	DY2 Q4	DY3 Q1	DY3 Q2
<b>Measurement Period</b>	<b>April 1, 2016 to March 31, 2017</b>	<b>July 1, 2016 to June 30, 2017</b>	<b>October 1, 2016 to September 30, 2017</b>
Facility reports measurement information to paired MCO	July 31, 2017*	October 31, 2017	January 31, 2018
Paired MCO reviews achievement of QIT and prepares payment	September 29, 2017	December 31, 2017	March 31, 2018
Paired MCO makes monthly payments to the Facility for achievement of QIT	October, November, and December 2017	January, February, and March 2018	April, May, and June 2018
Paired MCO sends P4P Performance Report to DOH	January 31, 2018	April 30, 2018	July 31, 2018

\* Due to an unanticipated extended delay of sepsis data, the 3 hour sepsis bundle measure for this quarter will be a P4R deliverable for DY 2 Q4. Facilities should report the 3 hour sepsis bundle measure to the MCO by August 31.

# Annual Improvement Target for DY4

- The Annual Improvement Target (AIT) will be achieved if the Facility meets two metrics:

The first metric relates to a Facility's performance on its measures **improving over its baseline.**

The second metric relates to a Facility's performance on its measures are **better than the mean NYS results** for the specific measure.

- DOH provided the NYS means for measures on the menu for DY4 on June 21, 2017.
- DY4AIT baselines for on-menu measures were submitted to DOH for record-keeping on July 31<sup>st</sup>, 2017.

# VBP QIP P4P - Penalties

- DY3 Q4 is the first quarter where payment is driven by the facility's ability to maintain or improve performance on the quality measures.
- Quarterly P4P payments to facilities will be based on the number of P4P quality measures the facility either maintained or improved on compared to the preceding quarter's annual rolling results.
- A facility will receive 100% of its quarterly P4P award if at least four of its six P4P quality measures have either maintained or improvement over the rolling annual results from the preceding quarter.
- The P4P award amounts for a quarter will be reduced by 25% for each P4P quality measure that did not maintain or improvement over the rolling annual results from preceding quarter below 4 measures.

Measures Achieved	4+	3	2	1	0
Percentage of Quarterly P4P Award Earned	100%	75%	50%	25%	0%

# DY3 Timeline and Q&A

# VBP QIP Timeline

Upcoming Milestone	Date
DOH contracts group to provide feedback to the contracting MCO on Level 1 contract	August 11, 2017
Contracting MCO submits updated contract and required documentation to DOH contracts group	September 8, 2017
DOH contracts group makes determination if the contract meets requirements	September 29, 2017
Paired MCO reviews achievement of QIT for DY2 Q4 and prepares payment	September 29, 2017



# Deliverable Submission

Report	Submitted by	Submitted to	Frequency	Location
VBP QIP Contracts	MCOs	DOH	As updated	<a href="mailto:vbp_qip@health.ny.gov">vbp_qip@health.ny.gov</a>
Remaining contracts and contract attestations due by April 1, 2018	Facilities	MCOs & DOH	April 1, 2018	<a href="mailto:vbp_qip@health.ny.gov">vbp_qip@health.ny.gov</a>
Documentation of achievement of P4P metrics	Facilities	MCOs	Quarterly	VBP QIP paired MCO
Documentation of approval of P4P deliverables, supporting documentation, and payment date	MCOs	DOH	One month after payment quarter	<a href="mailto:vbp_qip@health.ny.gov">vbp_qip@health.ny.gov</a>
Paired MCOs submit DY4 AIT baseline information for measures to DOH	MCOs	DOH	July 31, 2017	<a href="mailto:vbp_qip@health.ny.gov">vbp_qip@health.ny.gov</a>
VBP Contracts, Contract Statement and Certification form	Contracting MCOs	DOH	As completed or updated	<a href="mailto:contract@health.ny.gov">contract@health.ny.gov</a>

# Important Information

## VBP Support Materials

### **VBP Resource Library:**

- Path: DSRIP Homepage → Value Based Payment Reform → VBP Resource Library
- Link: [https://www.health.ny.gov/health\\_care/medicaid/redesign/dsrip/vbp\\_library](https://www.health.ny.gov/health_care/medicaid/redesign/dsrip/vbp_library)

### **VBP Website:**

- Path: DSRIP Homepage → Value Based Payment Reform
- Link: [https://www.health.ny.gov/health\\_care/medicaid/redesign/dsrip/vbp\\_reform](https://www.health.ny.gov/health_care/medicaid/redesign/dsrip/vbp_reform)

# Thank you for your continued support with VBP QIP!

- The next VBP QIP Update Webinar is scheduled for September 20<sup>th</sup>, 2017
- For questions on VBP QIP quality measures, please email the SPARCS BML at [sparcs.submissions@health.ny.gov](mailto:sparcs.submissions@health.ny.gov) with “VBP QIP Measures” in the title.
- For questions on VBP QIP financing, please contact [bmcr@health.ny.gov](mailto:bmcr@health.ny.gov).
- For other questions on VBP QIP, please contact the VBP QIP inbox at [vbp\\_qip@health.ny.gov](mailto:vbp_qip@health.ny.gov).
- For questions regarding VAP or VAPAP, please contact [vapap@health.ny.gov](mailto:vapap@health.ny.gov).